

EB-2012-0241

**IN THE MATTER OF** the *Ontario Energy Board Act*, 1998, S.O. 1998, c. 15, Schedule B;

**AND IN THE MATTER OF** an application pursuant to section 86(1)(b) of the *Ontario Energy Board Act*, 1998 by Enersource Hydro Mississauga Inc. seeking an order granting leave to sell distribution system assets to Loblaw Companies Limited.

By delegation, before: Adrian Pye

# DECISION AND ORDER May 10, 2012

#### THE APPLICATION

Enersource Hydro Mississauga Inc. ("Enersource") filed an application with the Ontario Energy Board on May 3, 2012 under section 86(1)(b) of the *Ontario Energy Board Act*, 1998 (the "Act") for a Board order granting Enersource leave to sell certain distribution system assets to Loblaw Companies Limited ("Loblaw").

The metering assets to be transferred to Loblaw are located at four locations in Mississauga, Ontario and consist of the following:

- one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 5970 Mclaughlin Road;
- one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 3045 Mavis Road;
- one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 5010 Glen Erin Drive; and
- one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 3050 Argentia Road.

The total sale price of \$4,331.00 (plus HST) represents the net book value of the assets.

### **FINDINGS**

Based on the evidence, I find that there are benefits to the proposed transaction, and no negative consequences have been identified. It is therefore in the public interest to grant Enersource leave to sell the metering assets to Loblaw. The following facts are relevant to this decision.

Section 86(1)(b) of the Act provides that leave of the Board is required before a transmitter or a distributor can "sell, lease or otherwise dispose of that part of its transmission or distribution system that is necessary in serving the public." The assets that are the subject of this transaction are necessary in serving the public.

The sale is for the purposes of transferring ownership of the metering assets to Loblaw to use these assets for wholesale metering as an Independent Electricity System Operator market participant. Enersource states that the assets proposed to be sold to Loblaw exclusively serve and will continue to serve Loblaw. After the proposed transaction Loblaw will own the assets instead of the utility. Enersource states that the transaction will not adversely affect the safety, reliability, quality of service or operations of the applicant or Loblaw. The proposed transfer will not impact distribution rates of the applicant.

Enersource requested, with Loblaw's consent, that the Board dispose of this matter without a hearing under section 21(4)(b) of the Act. I find, based on the evidence filed in the application, that no other person will be adversely affected in a material way by the outcome of this proceeding. I have therefore disposed of this matter without a hearing.

### IT IS ORDERED THAT:

 Enersource Hydro Mississauga Inc. is granted leave to sell four test blocks, assorted wiring and cabling, twelve current transformers and twelve voltage transformers located in Mississauga, Ontario at 5970 Mclaughlin Road; 3045 Mavis Road; 5010 Glen Erin Drive and 3050 Argentia Road to Loblaw Companies Limited. DATED at Toronto, May 10, 2012

## **ONTARIO ENERGY BOARD**

Original signed by

Adrian Pye Manager Licence Applications