Commission de l'énergie de l'Ontario



EB-2012-0253

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 Cambridge and North Dumfries Hydro Inc. seeking an order granting leave to sell distribution system assets to Loblaw Companies Limited.

By delegation, before: Adrian Pye

DECISION AND ORDER May 24, 2012

THE APPLICATION

Cambridge and North Dumfries Hydro Inc. ("Cambridge") filed an application with the Ontario Energy Board on May 14, 2012 under section 86(1)(b) of the *Ontario Energy Board Act*, *1998* (the "Act") for a Board order granting Cambridge 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 Cambridge, Ontario and consist of the following:

- one meter cabinet, one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 400 Conestoga Blvd.;
- o one test block and assorted wiring and cabling located at 200 Franklin Blvd.;
- one meter cabinet, one test block, assorted wiring and cabling, three current transformers and three voltage transformers located at 180 Holiday Inn Drive; and
- two meter cabinets, two test blocks, assorted wiring and cabling, six current transformers and six voltage transformers located at 1105 Fountain Street North.

The total sale price of \$48,700.00 (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 Cambridge 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. Cambridge 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. Cambridge 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.

Cambridge 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:

 Cambridge and North Dumfries Hydro Inc. is granted leave to sell four meter cabinets; five test blocks, assorted wiring and cabling, twelve current transformers and twelve voltage transformers located in Cambridge, Ontario at 400 Conestoga Blvd., 200 Franclin Blvd., 180 Holiday Inn Drive and 1105 Fountain Street North to Loblaw Companies Limited. DATED at Toronto, May 24, 2012

ONTARIO ENERGY BOARD

Original signed by

Adrian Pye Manager Licence Applications