Ontario Energy Board Commission de l'énergie de l'Ontario



EB-2015-0157 EB-2015-0158

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

**AND IN THE MATTER OF** applications by Onit Energy Ltd. to renew Electricity Retailer Licence ER-2013-0076 and Gas Marketer Licence GM-2013-0077.

By delegation, before: Peter Fraser

## **DECISION AND ORDER**

July 30, 2015

Onit Energy Ltd. (Onit Energy) filed an application on April 16, 2015 with the Ontario Energy Board (the OEB) under section 60 of the *Ontario Energy Board Act, 1998* (the OEB Act) for an electricity retailer licence renewal. Onit Energy also filed a separate application under section 50 of the OEB Act for its gas marketer licence renewal. Due to the similar nature, the applications have been combined into one proceeding pursuant to section 21(5) of the OEB Act.

The OEB issued a combined Notice of Applications and Hearing on May 4, 2015, inviting intervention in the hearing and comments on the applications. No parties responded to the notice. OEB staff participated in the hearing and filed written interrogatories on June 4, 2015. Onit Energy responded to OEB staff's interrogatories on June 15, 2015. OEB staff filed a submission on July 8, 2015. Onit Energy did not file a reply submission.

In order to renew the licences to retail electricity and market natural gas, an applicant must establish that it meets the minimum requirements set out in the O. Reg. 90/99

"Licence Requirements – Electricity Retailers and Gas Marketers" made under the OEB Act:

- 1. Having regard to the financial position of the applicant, the applicant can reasonably be expected to be financially responsible in the conduct of business.
- 2. The past conduct of the applicant affords reasonable grounds for belief that the applicant will carry on business in accordance with law and with integrity and honesty.
- 3. If the applicant is a corporation, the past conduct of its officers and directors affords reasonable grounds for belief that its business will be carried on in accordance with law and with integrity and honesty.
- 4. The applicant is not carrying on activities that are, or will be, if the applicant is licensed, in contravention of the OEB Act or the regulations or the codes, orders or rules issued or made by the Board.

To evaluate applications for electricity retailer and gas marketer licences, the OEB focuses its consideration of these requirements on the applicant's financial position, technical capability to operate in the market, and conduct. The record in these cases indicates that Onit Energy has met these requirements.

OEB staff in its submission supported the applications. After reviewing the evidence and Onit Energy's interrogatory responses respecting its compliance and customer service practices, financial position and technical capability, OEB staff submitted that Onit Energy's electricity retailer and gas marketer licences be renewed for the five year term.

OEB staff took the position that Onit Energy can reasonably be expected to be financially responsible in the conduct of its business and that it has adequate technical capabilities to operate in the Ontario market. With respect to the applicant's conduct, OEB staff noted that Onit Energy has not been subject to any compliance or enforcement proceedings since the last renewal of the licences in 2013. OEB staff further submitted that Onit Energy has the appropriate systems, policies, procedures and controls in place to comply with the OEB's Codes and Rules. Based on the evidence, I find that it is in the public interest to grant Onit Energy an electricity retailer licence under Part V of the OEB Act and a gas marketer licence under Part IV of the OEB Act. The record does not suggest any issues regarding finances or technical competence, and the evidence regarding conduct at this time is satisfactory.

## IT IS THEREFORE ORDERED THAT:

- 1. The application for an electricity retailer licence is granted, on such conditions as are contained in the attached licence.
- 2. The application for a gas marketer licence is granted, on such conditions as are contained in the attached licence.

**DATED** at Toronto, July 30, 2015

ONTARIO ENERGY BOARD

Original signed by

Peter Fraser Vice President, Industry Operations and Performance