

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

DECISION AND ORDER

EB-2015-0353

HYDRO ONE NETWORKS INC.

Application for leave to sell distribution assets to Fisher Poultry Farm Ltd.

BY DELEGATION, BEFORE: Peter Fraser Vice President Industry Operations & Performance

January 21, 2016

DECISION AND ORDER

THE APPLICATION

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on December 8, 2015 under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (the Act), for an order granting Hydro One leave to sell distribution system assets to Fisher Poultry Farm Ltd. (Fisher Farm). The assets that are the subject of the proposed transaction are six distribution transformers located at 121666 Concession 8 in Ayton, Ontario. Specifically, the assets are described as:

- 1. 1979 one 50 kVA overhead transformer;
- 2. 1982 three 50 kVA overhead transformers;
- 3. 2015 two 100 kVA padmount transformers.

THE PROCESS

Hydro One requested, with Fisher Farm's consent, that the OEB dispose of this matter without a hearing. 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 proceeded to decide the application without a hearing pursuant to section 6(4) of the Act.

FINDINGS

Section 86(1)(b) of the Act provides that leave of the OEB 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 purpose of transferring ownership of the assets that are located on land owned by the recipient. The applicant states that the assets proposed to be sold to Fisher Farm exclusively serve and will continue to serve the same Hydro One customer. After completion of the proposed transaction, Fisher Farm will own the assets instead of the utility, but Hydro One will continue to supply electricity to the customer, Fisher Farm. The applicant states that the transaction will not adversely affect the safety, reliability, quality of service or operational flexibility for any other customers connected to the feeder. The proposed transfer will not impact distribution or transmission rates of the applicant.

The sale of the assets is a cash sale for the price of \$19,836.95 plus HST. The sale price covers the net book value of the assets.

I find that the proposed transaction is reasonable and is not anticipated to have any negative effects. It is therefore in the public interest to grant Hydro One leave to sell the assets described above to Fisher Farm.

IT IS ORDERED THAT:

 Hydro One Networks Inc. is granted leave to sell four overhead and two padmount distribution transformers located at 121666 Concession 8 in Ayton, Ontario to Fisher Poultry Farm Ltd.

DATED at Toronto January 21, 2016

ONTARIO ENERGY BOARD

Original signed by

Peter Fraser Vice President, Industry Operations & Performance