



Burlington**hydro**_{inc.}

June 19, 2017

By RESS and Courier

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, Ontario M4P 1E4

Dear Ms. Walli;

Re: Load Transfer Elimination Application – A Service Area Amendment & Asset Sale
Application between Burlington Hydro Inc. and Milton Hydro Distribution Inc.

In accordance with the Distribution System Code amendments of December 21, 2015, regarding elimination of long term load transfers, Burlington Hydro Inc. ("Burlington Hydro") and Milton Hydro Distribution Inc. (Milton Hydro) are jointly applying to the Ontario Energy Board ("OEB") for approval to amend the service areas of both distributors that will result in the elimination of all existing load transfer arrangements between the two LDCs.

Two hard copies of this letter and application will be couriered to the OEB. Please do not hesitate to contact me if you have any questions.

Yours truly,

A handwritten signature in blue ink that reads "Joe Saunders".

Joe Saunders,
Vice President,
Regulatory Compliance and Asset Management,
Burlington Hydro

Attachment

Cc: Cameron McKenzie, Milton Hydro Inc.

Elimination of Long Term Load Transfers

Between

Burlington Hydro Inc. and Milton Hydro Distribution Inc.

Combined Service Area Amendment and Asset Transfer Application

Date: June 19, 2017

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PART I SERVICE AREA AMENDMENT

1.1 Basic Facts

Provide a brief description of the service area amendment
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This joint application (the “Application”) is structured to follow the filing guidelines for a Combined Service Area Amendment and Asset Transfer Application as specified by the Ontario Energy Board (“OEB” or the “Board”) in its *Notice of Amendments to the Code – Amendments to the Distribution System Code* (EB-2015-0006), dated December 21, 2015, related to the Elimination of Load Transfer Arrangements between local distribution companies (“LDCs”).

As a result of these amendments, Burlington Hydro Inc. (“Burlington Hydro”) and Milton Hydro Distribution Inc. (“Milton Hydro”) are jointly applying to the OEB for approval to amend the service areas of both distributors such that all existing load transfer arrangements between the two distributors will be eliminated.

1.2 Identification of the Parties

1.2.1 Applicant

Geographic Distributor

Burlington Hydro Inc.	License Number: EB-2003-0004
Address: 1340 Brant Street Burlington, Ontario L7R 3Z7	Contact Person: Joe Saunders Vice President, Regulatory Compliance and Asset Management
	Telephone Number: 905-332-2258
	Fax Number: 905-332-9644
	E-mail Address: jsaunders@burlingtonhydro.com

1.2.2 Co-Applicant or Other Distributor to the Service Area Amendment Application

Physical Distributor

Milton Hydro Distribution Inc.	License Number: EB-2003-0014
Address: 200 Chisholm Dr. Milton, Ont. L9T 3G9	Contact Person: Cameron McKenzie, Director, Regulatory Affairs
	Telephone Number: 289-429-5212
	Fax Number: 905-876-2044
	E-mail Address: cameronmckenzie@miltonhydro.com

1.3 Description of Proposed Service Area

1.3.1	<p>Provide a detailed service area description of the area(s) that is subject to the Service Area Amendment (“SAA”) and how the amendments should be reflected in Schedule 1 of the license(s) of the distributor(s).</p> <p>The proposed amendments are premise specific. The proposed changes to Schedule 1 of the Burlington Hydro Inc. Electricity Distribution License (ED-2003-0004) and the Milton Hydro Distribution Inc. License (ED-2003-0014) are provided in Attachment 1</p>
1.3.2	<p>Provide maps or diagrams of the area(s) that is the subject of SAA application.</p> <p>Maps of areas that are the subject of this SAA application are found in Attachment 2.</p>
1.3.3	<p>Provide a description of the type of physical connection(s); i.e., individual customer, residential subdivision, commercial or industrial customer.</p> <p>Three (3) Burlington Hydro Residential customers are proposed to be transferred to Milton Hydro.</p> <p>Individual customer names, addresses and rate classes are found in Attachment 3.</p>

1.4 Information on Affected Load Transfer Customers

1.4.1	<p>Provide the total number of Load Transfer Arrangements between distributors.</p> <p>This application addresses the elimination of an existing Long Term Load Transfer (“LTLT”) encompassing three customers in proximity to service area boundaries between Burlington Hydro and Milton Hydro (as per 1.3.1 above).</p>
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1.4.2	<p>Provide the number of Load Transfer Arrangements eliminated in this application.</p> <p>This application proposes the transfer of all three LTLT customers and associated facilities that exist in the subject service area from Burlington Hydro to Milton Hydro.</p>
1.4.3	<p>Provide the number of customers to be transferred from Burlington Hydro to Milton Hydro.</p> <p>See 1.4.2 above.</p>
1.4.4	<p>Provide the number of customers to be transferred from Milton Hydro to Burlington Hydro.</p> <p>Not applicable.</p>
1.4.5	<p>Provide the list of affected load transfer customers. (Customer listing must include customer address, name, billing address, rate class and meter number).</p> <p>Please see Attachment 3 for customer information.</p>
1.4.6	<p>Provide written confirmation that all affected persons have been provided with specific and factual information about the service area amendment(s).</p> <p>The applicants confirm that the affected customers have been notified of the changes that result from the proposed service area amendments. Please see Attachment 7 for the standard Customer Letter.</p>

1.5 Impacts Arising from the Amendment(s)

1.5.1	<p>Use the table below to describe the impact on the average residential customers' total bill that arises as a result of the service area amendment(s) before and after rate mitigation is applied. Use delivery charge on consumer's bill (including cost of losses and excluding all rate riders). Use 800 kWh / month for the average residential consumer. Provide any additional information as required.</p> <p>Attachment 4, Table 1 provides the bill impact at typical consumption levels for customers moving from Burlington Hydro to Milton Hydro. The average impact on a Residential customer transferring to Milton Hydro and using 800 kWh is an increase of \$2.43.</p>
1.5.2	<p>Provide a description of any assets which may be stranded or become redundant after completion of the service area amendment(s). Please explain why these assets could not be transferred to the physical distributor.</p> <p>No assets will be stranded or become redundant following the completion of this service area amendment</p>

1.5.3	<p>Identify costs for stranded equipment that would need to be de-energized or removed.</p> <p>Not applicable</p>
1.5.4	<p>Identify any assets that will be transferred to and/or from the applicant(s). If an asset transfer is required, please complete Part II of the application form.</p> <p>Please see Attachment 5, Table 1 for asset transfer Information.</p>
1.5.5	<p>Include an estimate of the credit required for each customer to ensure there is not a negative impact on the total bill.</p> <p>Please see Attachment 4, Table 1 for LTLT rate impacts. The average impact on a Residential customer transferring to Milton Hydro and using 800 kWh is an increase of \$2.43.</p>

PART II TRANSFER OF ASSETS (S.86 (1) (b))

2.1 Description of the Assets to Be Transferred

2.1.1	<p>Provide a description of the assets that are the subject of the transaction. (Attach a detailed list of assets to be sold including value of assets).</p> <p>Please see Attachment 5, Table 1 for asset transfer Information.</p>
2.1.2	<p>Indicate where the assets are located – whether in the applicant’s service territory or in the recipient’s service territory (if applicable). Please include a map of the location.</p> <p>The assets are located within the territory that is proposed to be transferred from the geographical distributor to the physical distributor. Please see Attachment 6 for maps indicating the location of the assets.</p>
2.1.3	<p>Indicate which distributor’s customers are currently served by the assets.</p> <p>The assets are currently being used to service the geographical distributor’s customers.</p>

2.2 Description of the Sale Transaction


2.2.1	<p>The value of the assets to be transferred shall be determined based on net book value (NBV). Attach the details of the associated cash consideration to be given and received by each of the parties to the transaction.</p> <p>Burlington Hydro will sell the assets servicing the subject geographical customers to Milton Hydro for \$6186.50 plus applicable taxes.. Please see Attachment 5, Table 1 for details of the asset transfer information.</p>
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2.2.2	<p>Will the transfer impact any other parties (e.g. joint users of poles) including any agreements with third parties? If yes, please specify how.</p> <p>There are no third parties that will be impacted by this transfer.</p>
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PART III CERTIFICATION AND ACKNOWLEDGEMENT

Applicant:


I certify that the information contained in this application and in the documents provided are true and accurate.

Signature of Key Individual	Name and Title of Key Individual	Date
	Joe Saunders Vice President, Regulatory Compliance and Asset Management	June 16 / 17

(Must be signed by a key individual. A key individual is one that is responsible for executing the following functions for the applicant: matters related to regulatory requirements and conduct, financial matters and technical matters. These key individuals may include the chief executive officer, the chief financial officer, other officers, directors or proprietors.)

Co-Applicant:

I certify that the information contained in this application and in the documents provided are true and accurate.

Signature of Key Individual	Name and Title of Key Individual	Date
	Cameron McKenzie Director, Regulatory Affairs	June 16 / 17

(Must be signed by a key individual. A key individual is one that is responsible for executing the following functions for the applicant: matters related to regulatory requirements and conduct, financial matters and technical matters. These key individuals may include the chief executive officer, the chief financial officer, other officers, directors or proprietors.)

Attachment 1

REVISIONS TO SERVICE AREA DESCRIPTIONS

The proposed revisions to Schedule 1 of Burlington Hydro Inc.'s Definition of Distribution Service Area are provided below.

Customers in the City of Burlington except for the following municipal addresses:

- 2576 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0005 (LT))
- 2580 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0006 (LT))
- 2584 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0007 (LT))

The proposed revisions to Schedule 1 of Milton Hydro Distribution Inc.'s Definition of Distribution Service Area are provided below.

Customers in the City of Burlington at the following municipal addresses:

- 2576 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0005 (LT))
- 2580 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0006 (LT))
- 2584 Derry Road, Burlington, Ont. L7O 0E4 (Property Identification Number 07210-0007 (LT))

Attachment 3

Burlington Hydro/Milton Hydro - LTLT Customer Information

Customer	Service Address	Billing Address	Rate Class	Meter No.
Customer 1	2580 Derry Rd. Burlington, ON	2580 Derry Rd. Burlington, ON L7P 0E4	Residential	167217
Customer 2	2584 Derry Rd. Burlington, ON	2584 Derry Rd. Burlington, ON L7P 0E4	Residential	169218 &169668
Customer 3	2576 Derry Rd. Burlington, ON	2576 Derry Rd. Burlington, ON L7P 0E4	Residential	167219

Attachment 5

Burlington Hydro/Milton Hydro - LTLT Asset Transfer Information

Table 1: Summary of Assets to be Sold

Customer Address	Poles				
	Quantity	Height	Age (years)	DWG No.	\$Value
2584 Derry Rd 2 meters House and barn	7	40'	35	BHI-06012017-4	\$2744.00
2580 Derry Rd House service	2 Bell poles	35'	N/A	BHI-06012017-3	N/A
2576 Derry Rd House service	1 Bell pole	30'	N/A	BHI-06012017-2	N/A

Customer Address	Primary and Neutral - Wire				
	Location	Phase	Total length (m)	Age (years)	\$Value
2584 Derry Rd	Pole line to customer	1	930	35	\$2790.00
2580 Derry Rd					
2576 Derry Rd					

Customer Address	Secondary wire/cable				
	Type	Location	Total length (m)	Age (years)	\$Value
2584 Derry Rd	Underground & Overhead	Padmount transformer to customer	90	35	\$112.50
2580 Derry Rd	Overhead	3 spans to customer	72	46	\$216.00
2576 Derry Rd	Overhead	3 spans to customer		40	\$324.00

Customer Address	Transformers				
	Transformer #	kVA	Phase	Age (years)	\$Value
2584 Derry Rd	AP92	50	1	39	0

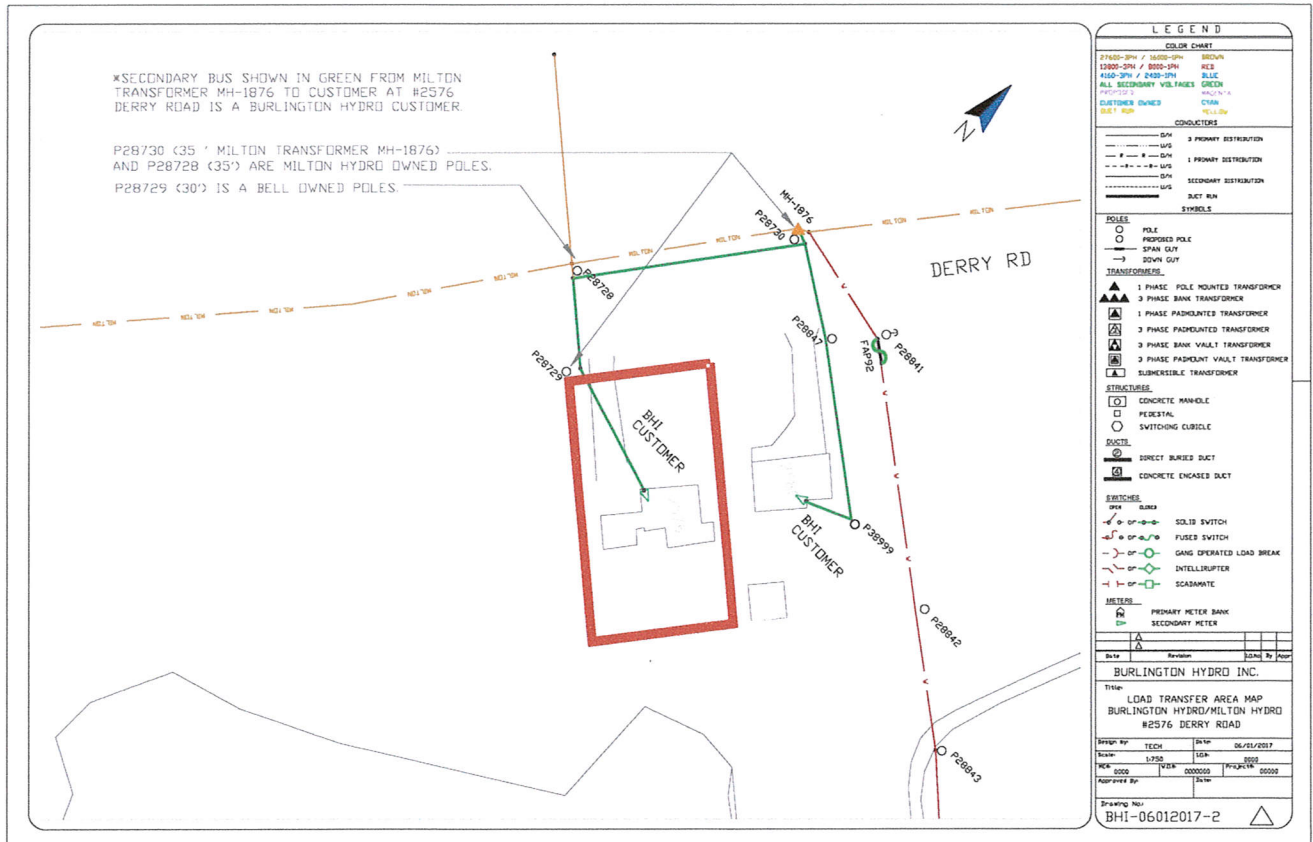
Table 1 Bill

The following tables (2016-0056) and (2016-0057) are attached to this Bill.

Attachment 6

Burlington Hydro / Milton Hydro- LTLT Asset Transfer Maps

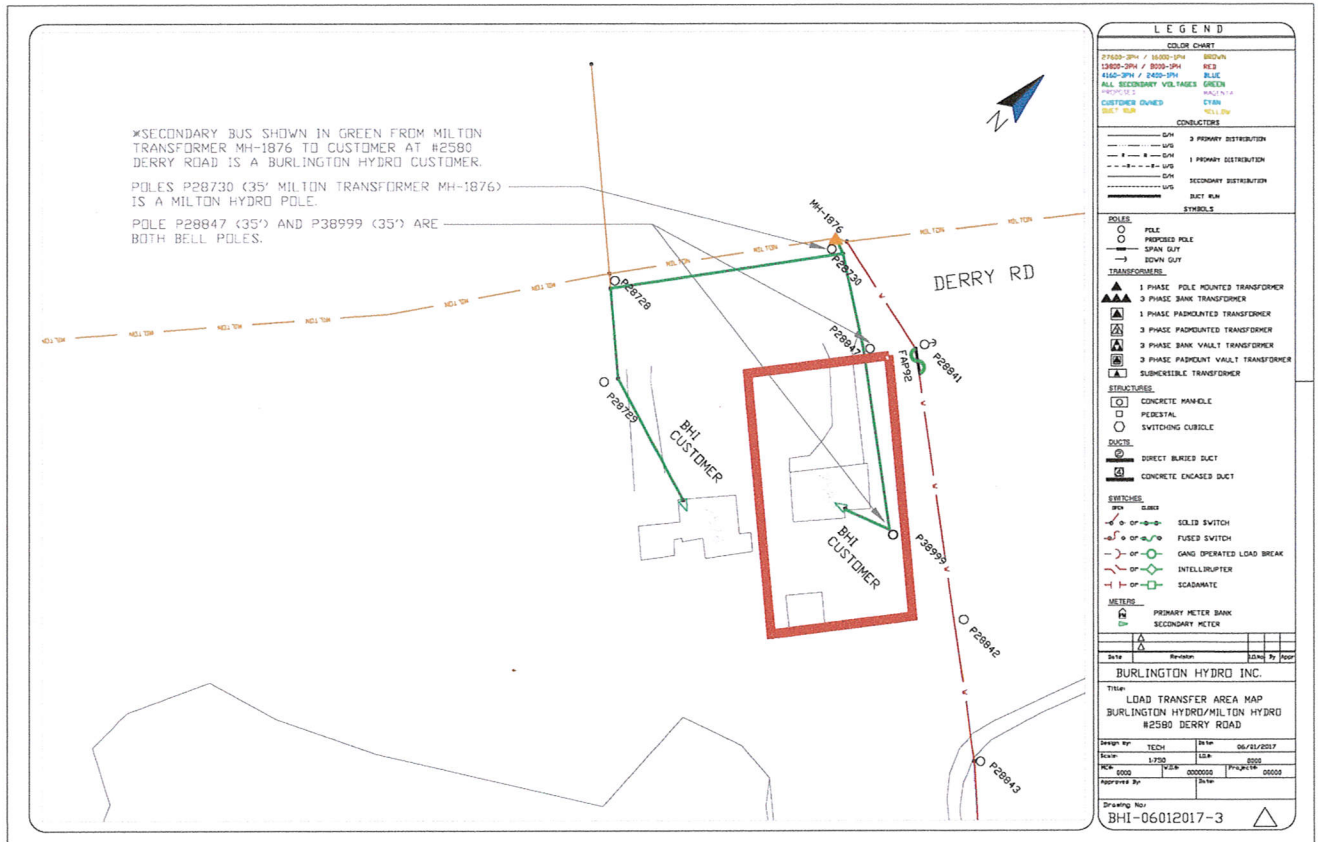
Map #1 2576 Derry Road



Attachment 6

Burlington Hydro / Milton Hydro- LTLT Asset Transfer Maps

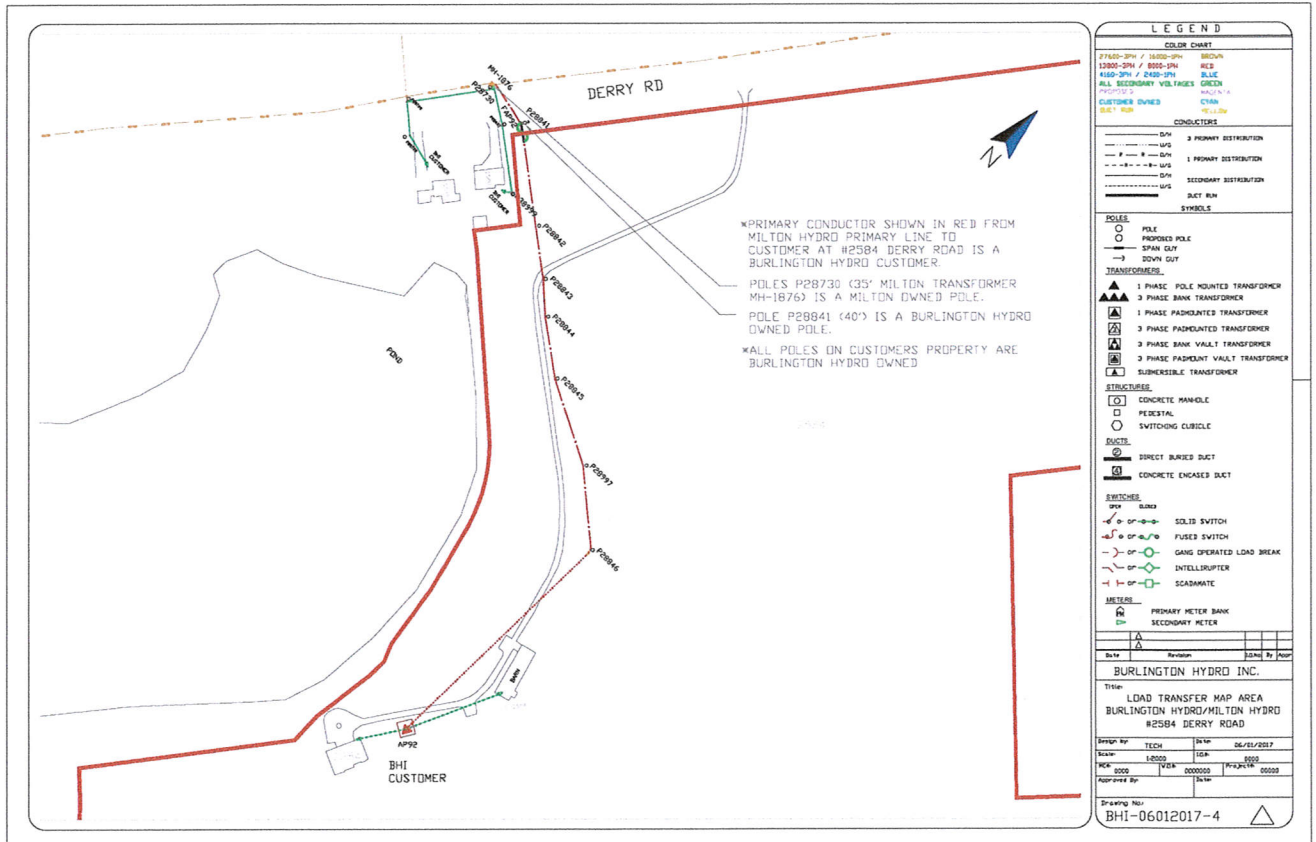
Map #2 2580 Derry Road



Attachment 6

Burlington Hydro / Milton Hydro- LTLT Asset Transfer Maps

Map #3 2584 Derry Road



Attachment 7

Burlington Hydro/ Milton Hydro - LTLT Elimination Sample Customer Letter

Notice of Changes to Your Electricity Distributor

Dear Valued Customer:

We are writing to advise that, in approximately eight weeks, you will be billed by a new electricity distributor. Your place of (home/business) is on the border of Milton and Burlington. You are currently a Burlington Hydro Inc. customer paying Burlington Hydro Inc.'s rates and are serviced and billed by Burlington Hydro Inc. However, your electricity is physically supplied by Milton Hydro Distribution Inc.

To simplify the process and comply with the Ontario Energy Board's ("OEB") Distribution System Code, to be followed by electricity distributors, we have requested approval from the OEB to transfer your account to Milton Hydro Distribution Inc. Upon approval, Milton Hydro Distribution Inc. will be responsible for servicing and billing, in addition to supplying your electricity.

We are making this change to serve you better. In addition to offering one-stop servicing of your electricity needs, it is more cost effective for you to have the same distributor deliver electricity to your (home/business) and provide you with customer service. Once this transfer is complete, Milton Hydro Distribution Inc. will be responsible for delivering your electricity, reading your meters, issuing your monthly bills, restoring power during outages and providing you with quality customer service.

As this transfer results in a higher electricity delivery charge, the increase will be offset by a credit applied by Milton Hydro Distribution Inc. on your bill, as long as you remain the account holder.

If you have any questions or concerns, please do not hesitate to contact Joe Saunders at Burlington Hydro at (905) 332-2258 or Cameron McKenzie at Milton Hydro at (289) 429-5212.