

Zoë Thoms

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Toronto Hydro-Electric System Limited
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www.torontohydro.com



December 4, 2017

via RESS e-filing – signed original to follow by courier

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
PO Box 2319
2300 Yonge Street, 27th floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: Toronto Hydro-Electric System Limited (“THESL”)
Application under Section 86(1)(b) of the *Ontario Energy Board Act, 1998***

THESL seeks the Board’s approval under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (the “Act”), for leave to sell an asset (one power transformer) to The International Group Inc. for the sum of \$40,490.58 (plus HST) representing the asset’s net book value. Given that the proposed transaction has no material effect on any other party, the parties request that the Board dispose of this proceeding without a hearing under section 21(4)(b) of the Act.

Enclosed are two copies of the completed Application Form. An electronic copy has been submitted using the Board’s Regulatory Electronic Submission System.

Please do not hesitate to contact me if you have any questions.

Yours truly,

[original signed by Zoë Thoms]

Zoë Thoms

Regulatory Counsel, Regulatory Law
Toronto Hydro-Electric System Limited
regulatoryaffairs@torontohydro.com

ZT

cc: Daliana Coban, Manager, Regulatory Law, THESL

Encls.

Ontario Energy
Board
P.O. Box 2319
2300 Yonge Street
27th Floor
Toronto ON M4P 1E4
Telephone: 1-888-632-6273
Facsimile: (416) 440-7656

Commission de l'énergie
l'Ontario
C.P. 2319
2300, rue Yonge
27^e étage
Toronto ON M4P 1E4
Téléphone: 1-888-632-6273
Télécopieur: (416) 440-7656



Application Form for Applications under Section 86(1)(b) of the *Ontario Energy Board Act, 1998*

For Office Use Only	
Application Number	EB -
Date Received	

PART I: IDENTIFICATION OF PARTIES

1.1 Name of Applicant

Legal name of the applicant: Toronto Hydro-Electrical System Limited ("THESL")

Name of Primary Contact:

Mr. <input checked="" type="radio"/>	Mrs. <input type="radio"/>	Last Name	First Name	Initial
Miss <input type="radio"/>	Ms. <input type="radio"/>	Tyrrell	Chris	
Other <input type="radio"/>		Title/Position		
		EVP and Chief Customer Care & Conservation Officer		

Address of Head Office:

City	Province/State	Country	Postal/Zip Code
Toronto	Ontario	Canada	M5B 1K5
Phone Number	Fax Number	E-mail Address	
416-542-2709		regulatoryaffairs@torontohydro.com	

1.2 Other Party to the Transaction (if more than one attach a list)

Name of the other party: The International Group Inc.

Name of Primary Contact:

Mr. <input checked="" type="radio"/>	Mrs. <input type="radio"/>	Last Name	First Name	Initial
Miss <input type="radio"/>	Ms. <input type="radio"/>	Marian	Dorin	
Other <input type="radio"/>		Title/Position		
		Plant Engineer		

Address of Head Office:

City	Province/State	Country	Postal/Zip Code
Toronto	Ontario	Canada	M1S 2A8
Phone Number	Fax Number	E-mail Address	
(416) 940-5142	(855) 872-8449	dmarian@igiwax.com	

1.3 If the proposed recipient is not a licensed distributor or transmitter, is it a distributor or transmitter that is exempted from the requirement to hold a distribution or transmission licence?

- ☒ Yes
☐ No

PART II: DESCRIPTION OF ASSETS TO BE TRANSFERRED

2.1 Please provide a description of the assets that are the subject of the proposed transaction.

One (1) Unit of Three (3) Phase Power Transformer (PT55029)
Make: CARTE
Capacity: 2500/3333 kVA
Type: ONAN/ONAF
Voltage: 27600Y/16000 V - 600Y/347 V
Serial Number: 5900-001

2.2 Please indicate where the assets are located - whether in the applicant's service area or in the proposed recipient's service area (if applicable). Please include a map of the location.

50 Salome Drive, Toronto, Ontario M1S 2A8. This is within THESL's service area.
A map is included as Schedule 1 to this application.

2.3 Are the assets surplus to the applicant's needs?

☐ Yes

☒ No

If yes, please indicate why the assets are surplus and when they became surplus.

2.4 Are the assets useful to the proposed recipient or any other party in serving the public?

☒ Yes

☐ No

If yes, please indicate why.

The transformer is useful only to serve the Customer, The International Group Inc., at the location 50 Salome Drive.

2.5 Please identify which utility's customers are currently served by the assets.

The International Group Inc. is the only Customer served by this transformer.

2.6 Please identify which utility's customers will be served by the assets after the transaction and into the foreseeable future.

This asset will continue to serve THESL's Customer The International Group Inc. at the location. After the sale, THESL will continue to supply electricity to this Customer.

PART III: DESCRIPTION OF THE PROPOSED TRANSACTION

3.1 Will the proposed transaction be a sale, lease or other?

☒ Sale

☐ Lease

☐ Other

If other, please specify. _____

3.2 Please attach the details of the consideration (e.g. cash, assets, shares) to be given and received by each of the parties to the proposed transaction.

3.3 Would the proposed transfer impact any other parties (e.g. joint users of poles) including any agreements with third parties?

☐ Yes

☒ No

If yes, please explain how.

3.4 Would the proposed transfer impact distribution or transmission rates of the applicant?

☐ Yes

☒ No

If yes, please explain how.

3.5 Will the transaction adversely affect the safety, reliability, quality of service, operational flexibility or economic efficiency of the applicant or the proposed recipient?

☐ Yes

☒ No

If yes, please explain how.

PART IV: WRITTEN CONSENT/JOINT AGREEMENT

- 4.1 Please provide the proposed recipient's written consent to the transfer of the assets by attaching:
- a) a letter from the proposed recipient consenting to the transfer of the assets;
 - b) a letter or proposed sale agreement jointly signed by the applicant and the proposed recipient agreeing to the transfer of the assets; or
 - c) the proposed recipient's signature on the application.

PART V: REQUEST FOR NO HEARING

- 5.1 Does the applicant request that the application be determined by the Board without a hearing? If yes, please provide:
- a) an explanation as to how no person, other than the applicant or licence holder, will be adversely affected in a material way by the outcome of the proceeding; and
 - b) the proposed recipient's written consent to dispose of the application without a hearing.

- a) The proposed transfer of the asset and outcome of this proceeding has no material effect on any party other than the seller THESL and the purchasing Customer, The International Group Inc.
- b) Please see Schedule 2.

PART VI: OTHER INFORMATION

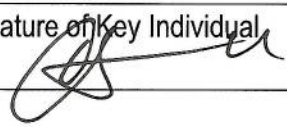
- 6.1 Please provide the Board with any other information that is relevant to the application. When providing this additional information, please have due regard to the Board's objectives in relation to electricity.

Please see Schedule 3

PART VII : CERTIFICATION AND ACKNOWLEDGMENT

7.1 Certification and Acknowledgment

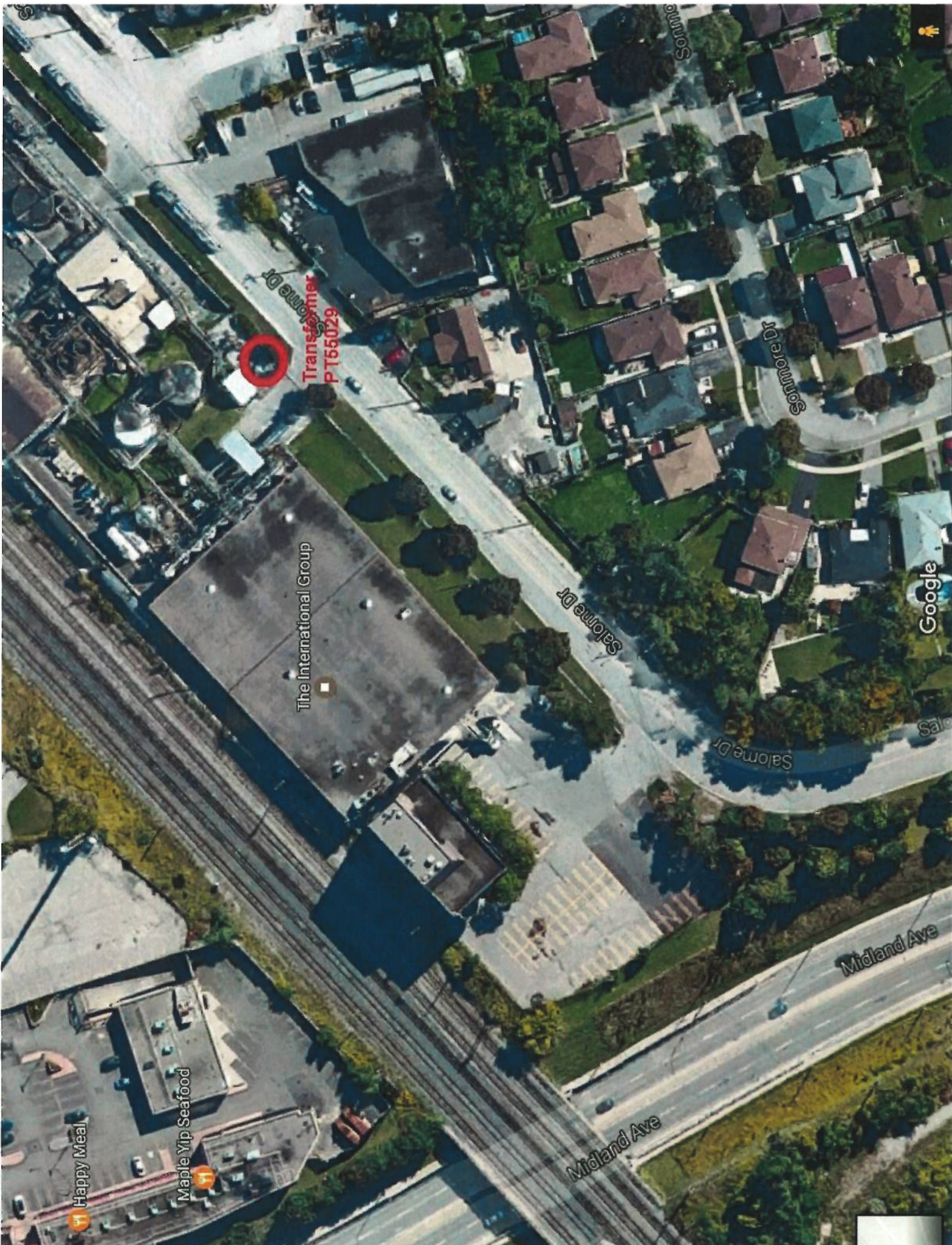
I certify that the information contained in this application and in documents provided are true and accurate.

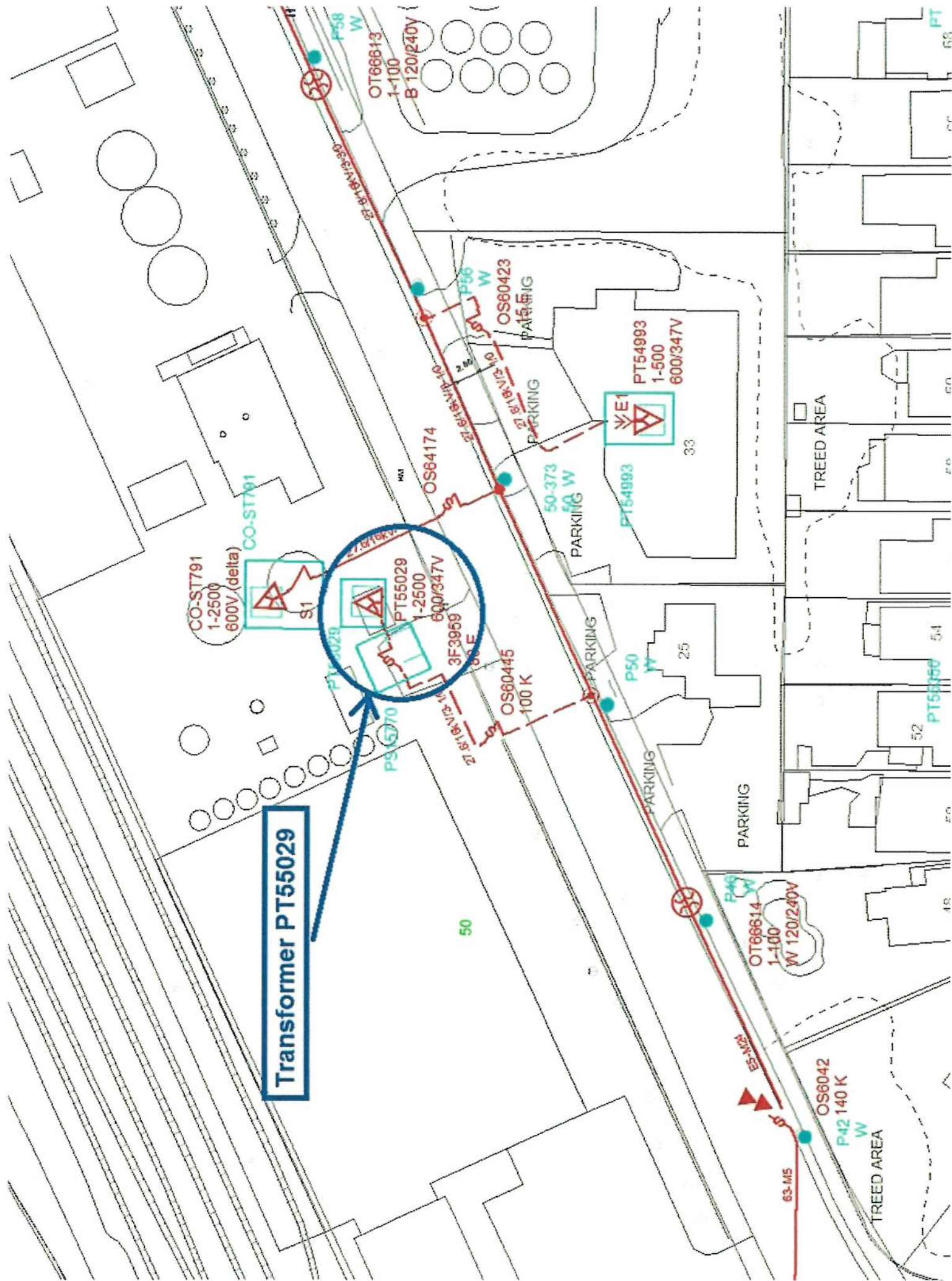
Signature of Key Individual 	Print Name of Key Individual Chris Tyrrell	Title/Position EVP & Chief Cust Care & Con
	Date Dec 4, 2017	Company THESL

(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.)

Schedule 1

Part II (2.2): Map of the Location of the Asset





Schedule 2

**Part IV and Part V: Customer Letter re Consent to Transfer of Asset and
Disposing of Application without a Hearing**



THE INTERNATIONAL GROUP, INC.
50 SALOME DRIVE, AGINCOURT, ONTARIO, M1S 2A8
416-293-4151
416-293-0344 (fax)

October 10 2017

Toronto Hydro-Electric System Limited
500 Commissioners St.
Toronto, ON
M4M 3N7

Attention: Mr. Gary Thompson, P.Eng., C.Eng., MBA, MSc.

Re: Application by Toronto Hydro for Leave to Sell Distribution Assets Under Section 86(1)(b) of the Ontario Energy Board Act, 1998

The International Group Inc. is the proposed recipient of a distribution asset that is subject to the application filed by Toronto Hydro-Electric System Limited ("Toronto Hydro") under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (the "Application").

The International Group Inc. consents to the transfer of the following distribution asset from Toronto Hydro for the sum of \$40,490.58 (plus HST):

One (1) Unit of Power Transformer (PT55029)
Make: CARTE
Capacity: 2500/3333kVA
Impedance: 5.46%
Type: ONAN/ONAF
Voltage: 27600Y/16000 V – 600Y/347 V
Serial Number: 5900-001
Year: 2000

The International Group Inc. consents to the Ontario Energy Board disposing of this Application without a hearing.

Yours Truly,

The International Group Inc.

Name: Richard Manka

Title: Plant Manager

I have the authority to bind the corporation

Schedule 3

Part VI: Other Information

The International Group Inc. (IGI) intends to reconfigure its customer-owned substation (COS) in order to accommodate a proposed generation project by IGI by installing new switchgear connecting the transformers. The COS has a legacy configuration where two transformers, one owned by IGI and one (the Asset) owned by Toronto Hydro-Electrical System Inc. (THESL), feed the same location from the same supply feeder. IGI made a request to THESL to purchase the Asset from THESL in order to effect the new COS configuration. If the Asset is not transferred, IGI would be required to purchase new equipment with equivalent functionality.

THESL is agreeable to the transaction. THESL will continue to provide service to IGI. The transaction will not adversely affect the safety, reliability, quality of service or operations of THESL or IGI. The new COS configuration will bring the legacy configuration of the COS into alignment with current THESL standards and practices. As well, the new COS configuration will improve service resiliency during an outage event arising from a fault with the Asset. In such a case, THESL will be able to isolate IGI's location until such time as IGI makes necessary repairs and it is safe to re-energize IGI's location.