



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

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## **DECISION AND ORDER**

**EB-2017-0348**

**HYDRO ONE NETWORKS INC.**

**Application for leave to sell distribution assets to Bell Canada**

**BY DELEGATION, BEFORE: Brian Hewson**  
Vice President  
Consumer Protection & Industry Performance

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**January 25, 2018**

## DECISION AND ORDER

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on November 14, 2017 under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (OEB Act), for an order granting Hydro One leave to sell distribution system assets to Bell Canada (Bell). The assets that are the subject of the proposed transaction are 2 poles located on Hamer Bay Rd. west of Shallow Way in MacTier, Ontario.

The application is considered without a hearing pursuant to section 6(4) of the OEB Act.

## FINDINGS

Section 86(1)(b) of the OEB 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.

Hydro One has explained that the sale is for the purpose of maintaining the ownership balance between Bell and Hydro One as per the Joint Use Agreement. After completion of the proposed transaction, Bell will own the assets and Hydro One will continue as a tenant on these poles.

The assets will continue to be used for supplying electricity to existing Hydro One customers. The applicant stated that the transaction will not adversely affect the safety, reliability, quality of service, operational flexibility or economic efficiency of Hydro One. As well, the applicant stated that there will be no impact on Hydro One’s distribution rates as a result of the assets sale.

The parties to the transaction agreed that the assets are being sold on an “as is, where is” basis for the sale price of \$7,534.00 plus HST. The sale price represents the value of the assets based on the residual value tables, modified to deduct the cost of removing the poles, in accordance with the Joint Use Agreement.

The OEB finds 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 Bell.

**IT IS ORDERED THAT:**

1. Hydro One Networks Inc. is granted leave to sell 2 poles located on Hamer Bay Rd. west of Shallow Way in MacTier, Ontario to Bell Canada.

**DATED** at Toronto January 25, 2018

**ONTARIO ENERGY BOARD**

*Original Signed By*

Brian Hewson  
Vice President, Consumer Protection & Industry Performance