

DECISION AND ORDER

EB-2019-0081

HYDRO ONE NETWORKS INC.

Application for leave to sell distribution assets to Sturgeon Woods Campground and Marina

BY DELEGATION, BEFORE:

Brian Hewson Vice President Consumer Protection & Industry Performance

April 25, 2019

DECISION AND ORDER

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on January 25, 2019, under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (OEB Act), for an order granting Hydro One leave to sell certain distribution system assets to Sturgeon Woods Campground and Marina (Sturgeon Woods). The assets that are the subject of the proposed transaction are 9 overhead transformers located at 1129 Mersea Road in Mersea Township, Ontario.

This Decision and Order is being issued by the Delegated Authority, without holding a hearing, pursuant to Section 6(4) of the OEB Act.

THE APPLICATION

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". Hydro One in its application stated that the assets that are the subject of this transaction are necessary in serving the public, specifically Hydro One's customer, Sturgeon Woods.

The transaction will transfer ownership of the assets to Sturgeon Woods, enabling it to complete work on the campground going forward. The assets will continue to supply electricity to Sturgeon Woods at the same location as it is being served presently.

The parties to the transaction have agreed that the assets are being sold for the sale price of \$29,206.69 plus HST, which covers the net book value of the assets.

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 asset sale.

FINDINGS

The OEB finds that the proposed transaction is reasonable and it is in the public interest to grant Hydro One leave to sell the distribution assets described in Schedule A, to Sturgeon Woods.

IT IS ORDERED THAT:

1. Hydro One Networks Inc. is granted leave to sell 9 overhead transformers located at 1129 Mersea Road in Mersea Township, Ontario to Sturgeon Woods Campground and Marina.

DATED at Toronto April 25, 2019

ONTARIO ENERGY BOARD

Original signed by

Brian Hewson Vice President, Consumer Protection & Industry Performance

SCHEDULE A

The distribution assets being sold by Hydro One to Sturgeon Woods are described below:

Asset Description	Number of Item(s)
50 kVA Overhead Transformer, in service date: 1970, Serial Number: K200360-28	1
4.8 kVA Overhead Transformer, in service date: 1983, Serial Number: 975056	1
50 kVA Overhead Transformer, in service date: 1977, Serial Number: 2962501977	1
25 kVA Overhead Transformer, in service date: 2010, Serial Number: 202042-593	1
50 kVA Overhead Transformer, in service date: 2009, Serial Number: N/A, Moloney	1
50 kVA Overhead Transformer, in service date: 2010, Serial Number: N/A, Camtran	1
50 kVA Overhead Transformer, in service date: 1984, Serial Number: 1022-3	1
50 kVA Overhead Transformer, in service date: 1988, Serial Number: 8803E4073003	1
75 kVA Overhead Transformer, in service date: 2010, Serial Number: 202042-710	1

Table 1 - List of assets being sold by Hydro One to Sturgeon Woods