

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

# **DECISION AND ORDER**

## EB-2019-0245

## HYDRO ONE NETWORKS INC.

Application for leave to sell distribution assets to Edgewater Family Camping Resort

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

November 21, 2019

### **DECISION AND ORDER**

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on October 1, 2019 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 Edgewater Family Camping Resort (Edgewater). The assets that are the subject of the proposed transaction are two 50kVA transformers, located at 191 Winns Dr., RR#1, Picton, Ontario.

Specifically, the assets described are:

• 2018 – two 50kVA overhead transformers;

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

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 purposes of transferring ownership of assets that are located on land owned by the recipient. The applicant states that the proposed assets will be sold to Edgewater and will continue to serve the same Hydro One customers. After the proposed transaction, Edgewater will own the assets instead of the utility, and in addition will install a primary metering unit. Hydro One will continue charging Edgewater and Edgewater will be billing its individual services. The applicant states that the transaction will not adversely affect the safety, reliability, quality of service or operational flexibility for customers and that there are no environmental issues associated with the transaction. 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 \$9,397.36 plus \$1,221.65 HST for a total of \$10,619.01. The sale price covers the net book value of the assets.

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 Edgewater.

### IT IS ORDERED THAT:

 Hydro One Networks Inc. is granted leave to sell two 50 kVA transformers located at 191 Winns Dr., RR#1, Picton, Ontario to Edgewater Family Camping Resort.

DATED at Toronto November 21, 2019

#### **ONTARIO ENERGY BOARD**

Original signed by

Brian Hewson Vice President, Consumer Protection & Industry Performance