



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

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## **DECISION AND ORDER**

**EB-2020-0119**

### **TORONTO HYDRO-ELECTRIC SYSTEMS LIMITED**

**Application for leave to sell distribution assets to 2664835 Ontario  
Inc.**

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

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**June 11, 2020**

## DECISION AND ORDER

Toronto Hydro-Electric Systems Limited (THESL) filed an application with the Ontario Energy Board (OEB) on April 1, 2020 under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (OEB Act), for an order granting THESL leave to sell distribution system assets to 2664835 Ontario Inc. The assets that are the subject of the proposed transaction are three 500kVa transformers, located at 425 Alness St., Toronto, Ontario.

Specifically, the assets described are:

- 2018 – three 500kVA single phase transformers (XTS);

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 inside a vault owned by 2664835 Ontario Inc. The applicant states that the proposed assets will be sold to 2664835 Ontario Inc., a current THESL customer. The sale is part 2664835 Ontario Inc.’s reconfiguration of its customer-owned substation in order to accommodate the installation of new customer-owned high voltage switchgear. After the proposed transaction, THESL will continue serving 2664835 Ontario Inc. A letter agreeing to the sale was provided and signed by both parties. THESL states that the transaction will not adversely affect the reliability or quality of distribution services provided by THESL, including to 2664835 Ontario Inc.

The applicant and 2664835 Ontario Inc. have agreed to a cash price of \$58,772.40 plus \$7,640.41 HST for a total of \$66,412.81. 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 on quality, reliability or price of electricity services provided by THESL. It is therefore in the public interest to grant THESL leave to sell the assets described above to 2664835 Ontario Inc.

**IT IS ORDERED THAT:**

1. Toronto Hydro-Electric System Limited is granted leave to sell three 500 kVA transformers located at 425 Alness St., Toronto, Ontario to 2664835 Ontario Inc.

**DATED** at Toronto June 11, 2020

**ONTARIO ENERGY BOARD**

*Original signed by*

Brian Hewson  
Vice President, Consumer Protection & Industry Performance