

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

# **DECISION AND ORDER**

## EB-2022-0214

# 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

September 8, 2022

### **DECISION AND ORDER**

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on July 20, 2022 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. The assets that are the subject of the proposed transaction are 29 poles, as described in Attachment 1, located along North Townline Road in Amherstburg, 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.

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 maintaining the ownership balance between Bell Canada and Hydro One as per the Joint Use Agreement. The Joint Use Agreement stipulates that in case Bell Canada wishes to do any work in Bell Canada's prime exchange areas, it must hold ownership of the poles. 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 electrical load 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.

This is a cash 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 \$35,213.06. inclusive of HST. The sale price represents the value of the assets based on the residual value tables in the Joint Use Agreement. The residual value has been modified to deduct the cost of removing the poles. 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 Canada.

#### IT IS ORDERED THAT:

1. Hydro One Networks Inc. is granted leave to sell 29 poles described in the Attachment to this Order and which are located in Amherstburg, Ontario to Bell Canada.

**DATED** at Toronto September 8, 2022

### ONTARIO ENERGY BOARD

Brian Hewson Vice President, Consumer Protection & Industry Performance

Attachment 1: Asset List

## Attachment 1-Asset Listing

#### Asset Listing -

Location	Barcode	Vintage Year	Height	Sale Price
WL1	C94PLL	2014	40'	\$1,630.00
WL3	BSNG3F	1961	40'	\$429.00
WL4	BSNFZP	1978	40'	\$647.00
WL11	C8T8HP	2017	40'	\$1,712.00
WL17	BSNFRA	1987	45'	\$1,004.00
WL18	BSNFNG	1987	50'	\$1,020.00
WL19	BSNFKR	1987	45'	\$1,004.00
WL20	BSNFHC	1987	45'	\$1,004.00
WL21	BSNFGX	1987	45'	\$1,004.00
WL22	BSNFFS	1987	50'	\$1,020.00
WL23	BSNFEN	1987	55'	\$1,348.00
WL24	BSNFCD	1987	55'	\$1,348.00
WL25	BSNFBY	1987	55'	\$1,348.00
WL26	BSNF8A	1987	50'	\$1,020.00
WL27	BSNF6Q	1987	50'	\$1,020.00
WL28	BSNF5L	1987	45'	\$1,004.00
WL29	BSNF4G	1987	45'	\$1,004.00
WL30	BSNF3B	1987	45'	\$1,004.00
WL31	BSNEZK	1987	45'	\$1,004.00
WL32	BSNEYF	1987	50'	\$1,020.00
WL33	BSNEXA	1987	45'	\$1,004.00
WL34	BSNEWV	1987	45'	\$1,004.00
WL35	BSNEVQ	1987	45'	\$1,004.00
WL36	BSNEUL	1987	45'	\$1,004.00
WL37	BSNESB	1987	50'	\$1,020.00
WL38	BSNERW	1987	45'	\$1,020.00
WL39	BSNEQR	1987	45'	\$1,020.00

WL40	BSNBVE	1987	45'	\$1,020.00
WL41	BSNBUZ	2000	50'	\$1,472.00
			TOTAL	\$31,162.00