

DECISION AND ORDER

EB-2025-0205

HYDRO ONE NETWORKS INC.

Application for leave to sell distribution assets to Dagmar Resort Ltd.

BY DELEGATION, BEFORE: Brian Hewson

Vice President,

Consumer Protection & Industry Performance

DECISION AND ORDER

Hydro One Networks Inc. (Hydro One) filed an application with the Ontario Energy Board (OEB) on June 23, 2025, 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 Dagmar Resort Ltd. (Dagmar).

The assets that are the subject of the proposed transaction are four transformers (subject assets), which are located in Ashburn, 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.

Hydro One has stated that the subject assets are located on property owned by Dagmar and that the proposed sale is an ownership change, from Hydro One to Dagmar. The sale of these assets is for the purpose of facilitating a load upgrade by Hydro One for Dagmar, and the sale will allow Dagmar to become primary metered and consolidate all of its secondary services, which is financially beneficial to Dagmar. Hydro One also explained that Dagmar will remain a distribution service customer as the subject assets will continue to be used by Hydro One to supply electricity to Dagmar. Dagmar has consented to purchase the subject assets through a consent letter filed as part of the application.

Hydro One has stated that the transaction will not adversely affect its safety, reliability, quality of service, operational flexibility, or economic efficiency.

This is a cash sale. The sale price is \$19,599.42 inclusive of HST. The sale price represents the netbook value of the subject assets. Hydro One has stated that there will be no impact on its distribution rates as a result of the sale of the subject 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 subject assets described above to Dagmar.

IT IS ORDERED THAT:

1. Hydro One Networks Inc. is granted leave to sell four transformers described in the Attachment to this Order, which are located in Ashburn, Ontario to Dagmar Resort Ltd.

DATED at Toronto July 29, 2025

ONTARIO ENERGY BOARD

Brian Hewson Vice President, Consumer Protection & Industry Performance

Attachment: Asset List

Attachment – Asset List

Transformer #	Size	Type	Vintage	Cost
80447	300 kVA	Pole-mount	1989	\$2,280.02
80468	225 kVA	Pole-mount	1989	\$1,565.67
83911	500 kVA	Pad-mount	1991	\$5,375.52
80936	75 kVA	Pole-mount	2023	\$8,123.41
Total				\$17,344.62