

Hydro One Networks Inc.

8th Floor, South Tower
483 Bay Street
Toronto, Ontario M5G 2P5
www.HydroOne.com

Tel: (416) 345-5707
Fax: (416) 345-5866
Andrew.skalski@HydroOne.com

Andrew Skalski

Director – Applications
Regulatory Affairs



BY COURIER

April 14, 2009

Ms. Kirsten Walli
Secretary
Ontario Energy Board
Suite 2700, 2300 Yonge Street
P.O. Box 2319
Toronto, ON
M4P 1E4

Dear Ms. Walli:

**Re: Hydro One Networks' Request for Leave to Sell Distribution Assets to Leisure Lake Resort Ent Ltd.
("Leisure Lake")**

Hydro One Networks seeks the Board's approval under Section 86(1)(b) of *the Ontario Energy Board Act ("the Act")*, 1998, for leave to sell assets to Leisure Lake Resort Ent Ltd. ("Leisure Lake"), a trailer park. The proposed sale is consistent with Hydro One policy in regard to trailer parks. Given that the proposed sale has no material effect on any other party, we ask that the Board dispose of this proceeding without a hearing under Section 21(4)(b) of *the Act*.

The assets being sold in this transaction are described in the attached application and are illustrated in the attached map. These assets are necessary in serving the public, and through analysis described in the attached application, it has been determined that there will be no impact on the rate payers or any other parties due to this transaction. There are no environmental issues associated with it, and the sale will not affect the safety, reliability, operational flexibility or economic efficiency of Hydro One Networks or Leisure Lake. Leisure Lake supports Hydro One Networks' request for the Board's approval of this sale without a hearing. The sale price is \$7,863.69 plus GST. This price covers the NBV of the assets.

Should you have any questions on this application, please contact Yoon Kim at (416) 345-5228.

Sincerely,

A handwritten signature in black ink, appearing to read "A. Skalski".

Andrew Skalski

Attachment



Application Form for Applications Under Section 86(1)(b) of the *Ontario Energy Board Act, 1998*

Application Instructions

1. Purpose of This Form

This form is to be used by parties applying under section 86(1)(b) of the *Ontario Energy Board Act, 1998* (the "Act"). Please note that the Board may require information that is additional or supplementary to the information filed in this form and that the filing of the form does not preclude the applicant from filing additional or supplementary information.

2. Completion Instructions

This form is in a writeable PDF. The applicant must either:

- type answers to all questions, print two copies, and sign both copies; or
- print a copy of the form, clearly print answers to all questions, make a copy, and sign both copies.

Please send both copies of the completed form and two copies of any attachments to:

Board Secretary
Ontario Energy Board
P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4

If you have any questions regarding the completion of this application, please contact the Market Operations Hotline by telephone at 416-440-7604 or 1-888-632-6273 or email at market.operations@oeb.gov.on.ca.

The Board's "Performance Standards for Processing Applications" are indicated on the "Corporate Information and Reports" section of the Board's website at www.oeb.gov.on.ca. Applicants are encouraged to consider the timelines required to process applications to avoid submitting applications too late. If the submitted application is incomplete, it may be returned by the Board or there may be a delay in processing the application.

PART I: IDENTIFICATION OF PARTIES

1.1 Name of Applicant

Legal name of the applicant: **Hydro One Networks Inc.**
Name of Primary Contact: **Yoon Kim**
Title/Position: **Applications Analyst - Regulatory Affairs**
Address of Head Office: **483 Bay St. Toronto TCT08 M5G 2P5**
Phone: **416-345-5228**
Fax: **416-345-5866**
Email: **Yoon.Kim@HydroOne.com**

1.2 Other Party to the Transaction (If more than one attach a list)

Name of other party: **Leisure Lake Resort Ent Ltd.**
Name of Primary Contact: **Brad Hammett**
Title/Position:
Address of Head Office: **510 Essex Road 31 RR2, Ruthven, Ontario, N0P 2G0**
Phone: **519-356-1255**
Email : **info@leisurelakecamp.com**

1.3 If the proposed recipient is not a licensed distributor or transmitter, is it a distributor or transmitter that is exempted from the requirement to hold a distribution or transmission licence?

- Yes
 No

The recipient is not a licensed distributor. While section 57 of the OEB Act ("the Act") requires a distributor to hold a licence, section 4.0.1(1)(b) of Ontario Regulation 161/99 provides an exemption to section 57 of the Act for a distribution system owned or operated by the distributor that is entirely located on land owned or leased by the distributor. As such, since the assets to be sold are entirely on land owned by the recipient, Leisure Lake Resort Ent Ltd. ("Leisure Lake") would be exempted from section 57 of the Act.

PART II: DESCRIPTION OF ASSETS TO BE TRANSFERRED

2.1 Please provide a description of the assets that are the subject of the proposed transaction.

The assets to be sold consist of 14 distribution transformers installed on customer owned poles at the service location.

2.2 Please indicate where the assets are located – whether in the applicant's service area or in the proposed recipient's service area (if applicable). Please include a map of the location.

The assets are located at 510 Essex Road 31 RR2, Ruthven Ontario. (Please see Attachment 2 – Map)

2.3 Are the assets surplus to the applicant's needs?

- Yes
 No

If yes, please indicate why the assets are surplus and when they became surplus.

2.4 Are the assets useful to the proposed recipient or any other party in serving the public?

- Yes
 No

If yes, please indicate why.

The assets are useful only to serve customers of the trailer park.

2.5 Please identify which utility's customers are currently served by the assets.

The assets currently serve a Hydro One customer.

2.6 Please identify which utility's customers will be served by the assets after the transaction and into the foreseeable future.

The assets will continue to serve the same Hydro One customer. After sale, the assets will be owned by the customer instead of the utility, but there is no change in supply utility.

PART III: DESCRIPTION OF THE PROPOSED TRANSACTION

3.1 Will the proposed transaction be a sale, lease or other?

- Sale
 Lease
 Other

If other, please specify.

3.2 Please attach the details of the consideration (e.g. cash, assets, shares) to be given and received by each of the parties to the proposed transaction.

This is a cash sale. The sale price is \$7,863.69 plus GST. The sale price covers the net book value of the assets.

3.3 Would the proposed transfer impact any other parties (e.g. joint users of poles) including any agreements with third parties?

- Yes
 No

If yes, please explain how.

3.4 Would the proposed transfer impact distribution or transmission rates of the applicant?

- Yes
 No

If yes, please explain how.

3.5 Will the transaction adversely affect the safety, reliability, quality of service, operational flexibility or economic efficiency of the applicant or the proposed recipient?

- Yes
 No

If yes, please explain how.

PART IV: WRITTEN CONSENT/JOINT AGREEMENT

4.1 Please provide the proposed recipient's written consent to the transfer of the assets by attaching:

- (a) a letter from the proposed recipient consenting to the transfer of the assets;
- (b) a letter or proposed sale agreement jointly signed by the applicant and the proposed recipient agreeing to the transfer of the assets; or
- (c) the proposed recipient's signature on the application.

(a) Letter is found in Attachment 1.

PART V: REQUEST FOR NO HEARING

5.1 Does the applicant request that the application be determined by the Board without a hearing? If yes, please provide:

- (a) an explanation as to how no person, other than the applicant or licence holder, will be adversely affected in a material way by the outcome of the proceeding; and
- (b) the proposed recipient's written consent to dispose of the application without a hearing.

(a) **The line serving the park terminates at the customer's site. The transfer of ownership will have no effect on any other customers connected to the feeder. There will be no changes in the operation of the feeder, therefore no change in service to other customer or persons.**


(b) **The letter is found in Attachment 1.**

PART VI: OTHER INFORMATION

6.1 Please provide the Board with any other information that is relevant to the application. When providing this additional information, please have due regard to the Board's objectives in relation to electricity.

PART VII: CERTIFICATION AND ACKNOWLEDGMENT STATEMENT

7.1 Certification and Acknowledgment
 I certify that the information contained in this application and in the documents provided are true and accurate.

Signature of Key Individual 	Print Name of Key Individual Andrew Skalski	Title/Position Director – Applications
	Date <i>Apr. 14/09.</i>	Company Hydro One Networks Inc.

(Must be signed by a key individual. A key individual is one that is responsible for executing the following functions for the applicant: matters related to regulatory requirements and conduct, financial matters and technical matters. These key individuals may include the chief executive officer, the chief financial officer, other officers, directors or proprietors.)

ATTACHMENT 1- Letters



**P.O. Box 130, Beachville, Ontario N0J 1A0
 1-800-957-7756 OR (519) 423-6253
 Fax Number 1-888-281-4589**

January 23, 2008

Leisure Lake Ent Ltd
 Attn: Brad Hammett
 510 Albuna Townline
 RR 2
 Ruthven On N0P 2G0

Re: Leisure Lake Trailer Park

Dear Sir:

This letter is to advise you of the progress that is being made regarding the sale of Hydro One assets in the Leisure Lake Trailer Park.

Based on your response to our initial letter, you have elected to purchase all assets excluding meters.

Within the Leisure Lake Trailer Park there are 14 transformers with a net book value of \$7863.69 + GST for a total purchase price of \$8256.87.

Please sign below indicating your intention to purchase the assets as noted above, and return to us in the self addressed envelope. Upon receipt of the signed letter, we will proceed to obtain approval from the Ontario Energy Board.

After official approvals have been obtained, the Leisure Lake Trailer Park will proceed with the installation of their own load break switch and bring the electrical system within the park up the Electrical Safety Inspection standards, if required, as noted by the report completed by ESA. Hydro One will install a primary metering unit, to meter the park .

* The Leisure Lake Ent Ltd. agrees to purchase 14 transformers now owned by Hydro One, with the boundaries of the Leisure Lake Trailer Park for a total price including GST of \$8256.87.

Signature of Leisure Lake Representative

BRAD HAMMETT
 Name (please print)

[Handwritten Signature]
 Signature

FEB 4 / 08
 Date

Thank you for your co-operation in this matter.

Sincerely,

[Handwritten Signature]

C Fallak
 Cosr
 Zone 1 Beachville FBC

Enc - duplicate copy of letter
 return envelope



March 11, 2008

Hydro One Networks Inc.
TCT 13 B6
483 Bay Street
Toronto, Ontario
M5G 2P5

Re: Leisure Lake Ent Ltd

It is our understanding that approval is required by the Ontario Energy Board (OEB) for the sale of assets by Hydro One. Leisure Lake Ent Ltd fully supports Hydro One's actions with the Board to obtain approval of this minor transaction without a hearing.

We would like to expedite this process as ownership of the assets enables us to complete work on the campground.

Furthermore, no other party would be affected by this sale. Therefore, we would appreciate an approval of this transaction as soon as possible.

Thank-you for your assistance in this matter.

PARKBRIDGE LIFESTYLE COMMUNITIES
Name Owner: LEISURE LAKE Signature:

MARCH 12, 2009
Date

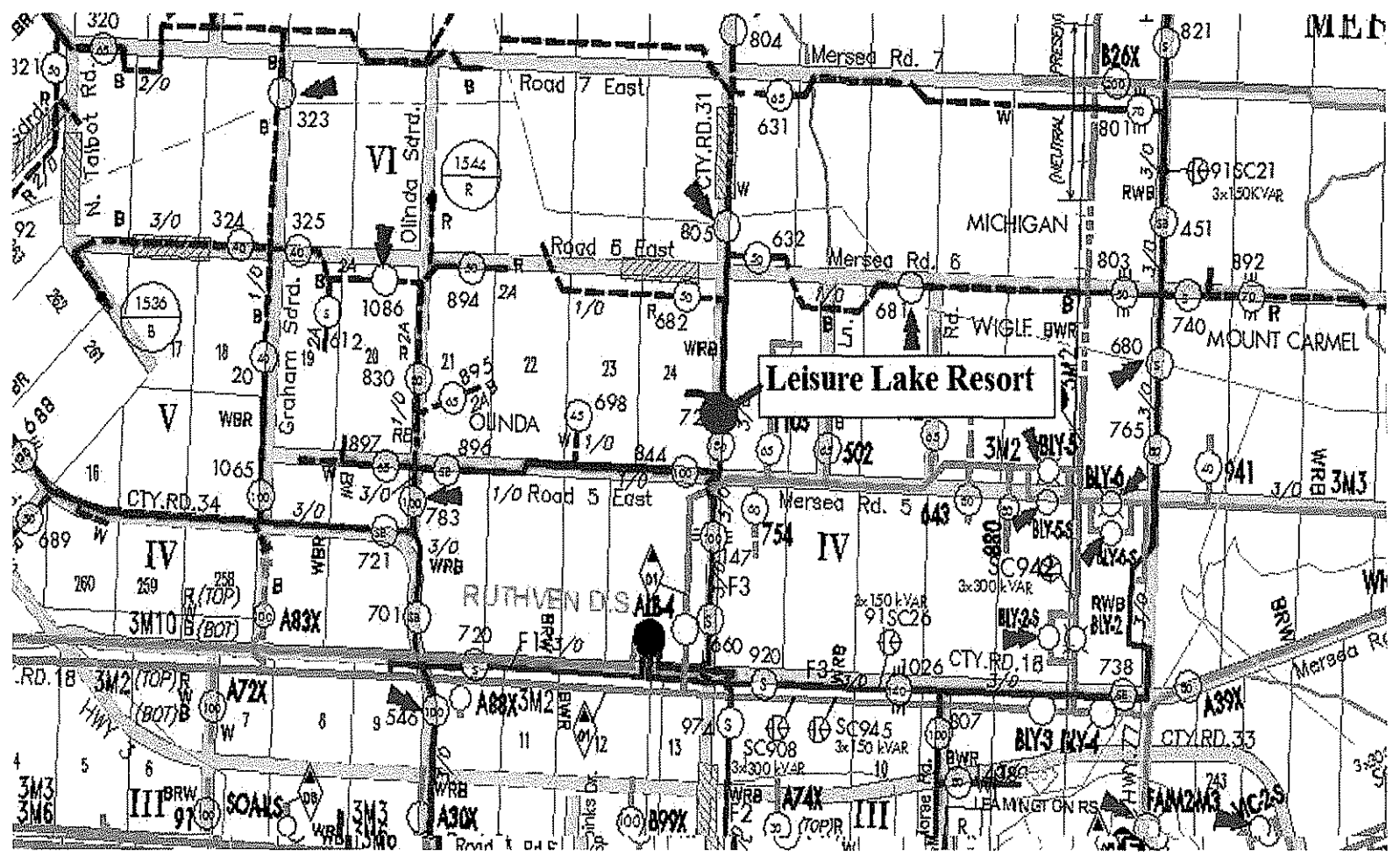
Name Owner

Signature

Date

Leisure Lake Ent Ltd
Attn: Brad Hammett
510 Auburn Township
RR 2
Rushven On N0P 2G0

ATTACHMENT 2- Map



LEGEND	
SYMBOL	DESCRIPTION
	3Ø PRIMARY (4.8/8.32 kV)
	2Ø PRIMARY
	1Ø PRIMARY
	1234 SWITCHING VAULT
	456LL7 OPENER & NUMBER
	2345 SWITCH, NUMBER & FUSE SIZE
	1254 AIR BREAK SWITCH
	4444 LOAD BREAK SWITCH
	3456 RECLOSER, NUMBER, TYPE & SIZE
	RABBIT - STEP DOWN TRANSFORMER
	CAPACITOR
	METERING UNIT
	OPEN POINT
	UNDERGROUND CABLE
	D.S. NAME DISTRIBUTION STATION
	12345 SINGLE REGULATOR & SIZE
	12345 2-PHASE REGULATOR & SIZE
	12345 3-PHASE REGULATOR & SIZE