

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)
HAWAIIAN ELECTRIC COMPANY, INC.)
For approval of Low Sulfur Fuel Oil))
Contract Amendments with Chevron)
Products Company and Tesoro Hawaii)
Corporation and to include Contract))
Amendments Costs in HECO's Energy)
Cost Adjustment Clause.)
_____)

DOCKET NO. 04-0128

ORDER NO. 21107

DIV. OF CONSUMER ADVOCACY
DEPT. OF COMMERCE AND
CONSUMER AFFAIRS
STATE OF HAWAII

2004 JUL -9 A 8:14

RECEIVED

Filed July 8, 2004
At 8:00 o'clock A.M.

Karen Higashi
Chief Clerk of the Commission

ATTEST: A True Copy
KAREN HIGASHI
Chief Clerk, Public Utilities
Commission, State of Hawaii.

K. Higashi

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of))	
HAWAIIAN ELECTRIC COMPANY, INC.))	Docket No. 04-0128
)	
For approval of Low Sulfur Fuel Oil))	Order No. 21107
Contract Amendments with Chevron))	
Products Company and Tesoro Hawaii))	
Corporation and to include Contract))	
Amendments Costs in HECO's Energy))	
Cost Adjustment Clause.))	
<hr/>)	

I.

Introduction

On May 28, 2004, HAWAIIAN ELECTRIC COMPANY, INC. ("HECO") filed an application requesting the commission to approve contract amendments for the purchase of Low Sulfur Fuel Oil ("LSFO") from Chevron Products Company, a Division of Chevron U.S.A. Inc. ("Chevron") and Tesoro Hawaii Corporation ("Tesoro"). HECO also requests commission approval to include the costs of the fuel oil and related taxes in HECO's Energy Cost Adjustment Clause to the extent that the costs are not recovered in Applicant's base rates, pursuant to Hawaii Administrative Rules § 6-60-6.

HECO served copies of the application on the Division of Consumer Advocacy, Department of Commerce and Consumer Affairs ("Consumer Advocate").

The commission finds that establishing a procedural schedule at this juncture would aid in the efficient and timely disposition of the instant proceeding. Thus, the commission

concludes that Applicant and the Consumer Advocate should meet to formulate the issues, procedures and schedule with respect to this proceeding, to be set forth in a stipulated scheduling order that shall be submitted for commission approval 20 days from the date of this order. In the alternative, if the parties are unable to stipulate to such order, we conclude that each party shall submit a proposed scheduling order for the commission's consideration 20 days from the date of this order.


II.

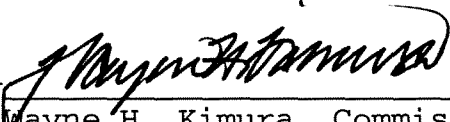
Order


THE COMMISSION ORDERS that Applicant and the Consumer Advocate shall meet informally to formulate the issues, procedures, and schedule with respect to this proceeding, to be set forth in a scheduling order. This stipulated scheduling order shall be submitted for commission approval within 20 days from the date of this order. If unable to stipulate to such an order, each party shall submit its own proposed scheduling order for the commission's consideration within 20 days from the date of this order.

DONE at Honolulu, Hawaii this 8th day of July, 2004.

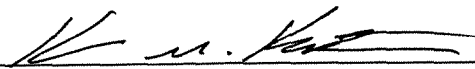
PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By 
Carlito P. Caliboso, Chairman

By 
Wayne H. Kimura, Commissioner

By 
Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:


Kevin M. Katsura
Commission Counsel

04-0128.eh

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 21107 upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
DIVISION OF CONSUMER ADVOCACY
P. O. Box 541
Honolulu, HI 96809

WILLIAM A. BONNET
VICE PRESIDENT, GOVERNMENT AND COMMUNITY AFFAIRS
HAWAIIAN ELECTRIC COMPANY, INC.
P.O. Box 2750
Honolulu, HI 96840-0001

PATSY H. NANBU
DIRECTOR, REGULATORY AFFAIRS
HAWAIIAN ELECTRIC COMPANY, INC.
P.O. Box 2750
Honolulu, HI 96840-0001



Karen Higashi

DATED: July 8, 2004