BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

For Approval to Commit Funds in Excess of \$500,000 for Item P0000064, the Waiau Fuel Pipeline Project.

DOCKET NO. 01-0444

2002 OCT 25 P 4: 2

ORDER NO. 19732

Filed Oct. 25, 2002

At 2:00 o'clock P.M.

Kurun Higgs C.

Chief Clerk of the Commission

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

DEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of the Application of)

HAWAIIAN ELECTRIC COMPANY, INC.

For Approval to Commit Funds in Excess of \$500,000 for Item P0000064, the Waiau Fuel Pipeline Project.

Docket No. 01-0444 Order No. 19732

PROCEDURAL ORDER

I.

By an application filed on November 6, 2001, HAWAIIAN ELECTRIC COMPANY, INC. (HECO or Applicant) requests commission approval to commit an estimated \$26.9 million for Item P0000064, relating to its Waiau fuel pipeline project. HECO makes its request in accordance with Section 2.3.g.2 of General Order No. 7, Standards for Electricity Utility Service in the State of Hawaii.

Copies of the application the were served on Division of Consumer Advocacy, Department of Commerce Consumer Affairs (Consumer Advocate). By Order No. 19185, filed on February 4, 2002, the commission granted HECO's request to extend the applicable General Order No. 7, Section 2.3.g.2, deadline, from February 4, 2002 to May 6, 2002. By Order No. 19340, filed on May 8, 2002, the commission granted HECO's request to extend the applicable General Order No. 7, 2002. Section 2.3.q.2 deadline, from May 6, to July 5,

By Order No. 19527 filed on August 20, 2002, the commission granted HECO's request to extend the applicable General Order No. 7, Section 2.3.g.2 deadline, from May 6, 2002 to August 15, 2002 and from August 15, 2002 to September 30, 2002. By Order No. 19684, filed on September 30, 2002, the commission extended the applicable General Order No. 7, Section 2.3.g.2 deadline, from September 30, 2002 to October 7, 2002. By Order No. 19697, filed on October 8, 2002, the commission extended the applicable General Order No. 7 deadline, from October 7, 2002 to October 31, 2002.

By Order No. 19720, filed on October 23, 2002, the commission suspended HECO's application to provide additional time for the commission to complete its investigation and act on the matter. By that same order, the commission ordered the parties to attend a scheduling conference on October 24, 2002 at the commission's Honolulu office at 10:30 a.m. On October 24, 2002, a scheduling conference was held with the parties to establish issues and a procedural schedule, as set forth below.

II.

STATEMENT OF THE ISSUES

The issues in this docket are:

- 1. Whether the proposed project is reasonably pertinent to meet HECO's probable future requirements for utility purposes.
- 2. Whether there are alternatives that would better achieve Applicant's objectives.

3. Whether the Consumer Advocate's proposed conditions are reasonable and in the public interest.

III.

REGULATORY SCHEDULE

The parties shall adhere to the procedural schedule set forth below:

	DATE	PROCEDURAL SCHEDULE
1.	Week of October 28, 2002	Commission will issue Information Requests (IRs)
2.	1 week after commission issues IRs.	HECO's response to the commission's IRs are due.
3.	3 days after HECO's response to the commission's IRs are filed.	Consumer Advocate and the commission to issue Supplemental Information Requests (SIRs), if any.
4.	3 days after the Consumer Advocate and the commission issue their SIRs.	HECO's response to the Consumer Advocate's and the commission's SIRs are due.

The commission reserves the right to hold an evidentiary hearing or implement any other discovery mechanism following the procedural schedule, as may be needed.

IV.

<u>GENERAL</u>

The foregoing procedures shall be applied in a manner consistent with the orderly conduct of this docket. This Procedural Order is subject to amendment by the commission.

DONE at Honolulu, Hawaii this 25th day of October,

2002.

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

By Wayne H. Kimura, Chairman

Wayne n. Kimura, Chairman

By (RECUSED)
Gregg J. Kinkley, Commissioner

APPROVED AS TO FORM:

Kevin M. Katsura Commission Counsel

01-0444.eh

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 19732 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

LORIE ANN NAGATA
TREASURER
HAWAIIAN ELECTRIC COMPANY, INC.
P. O. Box 2750
Honolulu, HI 96840-0001

THOMAS W. WILLIAMS, JR., ESQ. GOODSILL ANDERSON QUINN & STIFEL 1800 Alii Place 1099 Alakea Street Honolulu, HI 96813

for Catherine Sakato

DATED: October 25, 2002