BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

For Approval to Commit Funds in)
Excess of \$500,000 for Item)
M0000482, Purchase of a GE LM2500PE)

Engine for Use as a Spare.

DOCKET NO. 03-0178

DIV. OF CCHSUMER ADVOCACY DEPT. OF COMMERCE AND CONSUMER AFFAIRS STATE OF HAWAH

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<u>ORDER NO. 20434</u>

Filed Sept. 12, 2003 At 9:00 o'clock A.M.

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)

MAUI ELECTRIC COMPANY, LIMITED)

For Approval to Commit Funds in)
Excess of \$500,000 for Item)
M0000482, Purchase of a GE LM2500PE)
Engine for Use as a Spare.)

Docket No. 03-0178
Order No. 20434

<u>ORDER</u>

I.

By an application filed on June 19, 2003, MAUI ELECTRIC COMPANY, LIMITED ("MECO") requests commission approval to commit approximately \$3,400,000 for Item M0000482, purchase of a General Electric model LM2500PE combustion turbine engine for use as a spare ("Proposed Project"), in accordance with paragraph 2.3.g.2 of the commission's General Order No. 7, Standards of Electric Utility Service in the State of Hawaii ("General Order No. 7").

MECO served copies of the application on the Division of Consumer Advocacy, Department of Commerce and Consumer Affairs ("Consumer Advocate"). On July 10, 2003, the Consumer Advocate filed its preliminary statement of position, which stated that it has questions relating to the Proposed Project.

On August 14, 2003, the Consumer Advocate issued information requests ("IRs") to MECO. MECO has not filed its responses to the Consumer Advocate's IRs with the commission.

Paragraph 2.3.g.2 of General Order No. 7 provides that if the commission does not act on a public utility's application and render a decision and order within 90 days of filing ("90-day Review Period"), the utility will be allowed "to include the project in its rate base without the determination by the [c]ommission required by this rule."

In this docket, the 90-day Review Period for the commission to take action on MECO's application will expire on September 17, 2003.

On September 11, 2003, MECO filed a letter requesting the extension of the 90-day Review Period until October 31, 2003 to allow additional time for the filing of MECO's responses to the Consumer Advocate's IRs, the Consumer Advocate's statement of position, and the commission's decision on this matter.

II.

Upon our review, we find good cause to allow MECO additional time to complete and respond to the IRs submitted by the Consumer Advocate and also to allow the Consumer Advocate additional time to review the Proposed Project, serve supplemental IRs upon MECO, if it deems necessary, and submit its statement of position in this docket. Further, we find that establishing a procedural schedule at this juncture will aptly aid in the efficient and timely disposition of this matter. Accordingly, we conclude the following: (1) MECO should file its responses to the Consumer Advocate's IRs by September 19, 2003: (2) The Consumer Advocate should file its statement of position no later

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than by October 20, 2003; and (3) the 90-day Review Period for MECO's application, filed on June 19, 2003, should be extended until October 31, 2003.

III.

THE COMMISSION ORDERS:

- 1. MECO shall file its responses to the Consumer Advocate's IRs by September 19, 2003, unless otherwise ordered by the commission.
- 2. The Consumer Advocate shall file its statement of position by October 20, 2003, unless otherwise ordered by the commission.
- 3. The 90-day Review Period for MECO's application, filed on June 19, 2003, is extended until October 31, 2003.

DONE at Honolulu, Hawaii this 12th day of September, 2003.

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

By Carlito P. Caliboso, Chairman

Wayne H. Kimura, Commissioner

Panner (Tamusa)

APPROVED AS TO FORM:

By (EXCUSED)

Janet E. Kawelo, Commissioner

Catherine P. Awakuni Commission Counsel

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CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 20434 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

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

Karen Higashj

DATED: September 12, 2003