BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

----- In the Matter of -----)

HMH PAYPHONES, INC.

Notice of Failure to Comply
With Hawaii Revised Statutes
and Commission's Regulations
Order to Show Cause Why
Respondent's Operating
Authority Should Not Be
Suspended or Revoked.

DOCKET NO. 03-0335

ORDER NO. 20536

2003 OCT 28 A 9: 51

Filed Oct. 27, 2003
At 8:00 o'clock A. .M.

Chief Clerk of the Commission

ATTEST: A True Copy
KAREN HIGASHI
Chief Clerk, Public Utilities

Compission, State of Hawaii.

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

----- In the Matter of -----)

HMH PAYPHONES, INC.

Docket No. 03-0335 Order No. 20536

Notice of Failure to Comply With Hawaii Revised Statutes and Commission's Regulations Order to Show Cause Why Respondent's Operating Authority Should Not Be Suspended or Revoked.

NOTICE OF VIOLATION, ORDER TO SHOW CAUSE, AND NOTICE OF HEARING

HMH PAYPHONES, INC. ("Respondent") is the holder of a certificate of registration ("COR"), issued pursuant to Hawaii Administrative Rules ("HAR") § 6-80-18. The commission authorized Respondent to provide payphone telecommunications services in the State of Hawaii ("State") under the COR.

HAR § 6-80-91 requires Respondent to file an annual financial report ("AFR") by March 31 of each year. Hawaii Revised Statutes ("HRS") § 269-30 requires Respondent to pay a public utility fee ("Fee") in July and December of each year. Respondent filed its 2001 AFR, but failed to pay the Fee that was due on December 31, 2002.

HAR § 6-80-19 authorizes the commission, after notice and hearing, to suspend or revoke any COR, in part or in whole, if the commission finds the holder violated any applicable State laws or commission rules. Accordingly, the commission may

suspend or revoke Respondent's COR for failure to comply with the legal requirements set forth above, unless Respondent is able to show why such suspension or revocation should not occur.

THE COMMISSION ORDERS:

- 1. Respondent shall appear at 465 South King Street, Room B3, Honolulu, Hawaii 96813, at 9:00 a.m., on November 26, 2003 to show cause why Respondent's COR should not be suspended or revoked for failure to comply with the legal requirements set forth in this order.
- 2. Respondent may be represented by counsel. If Respondent does not retain counsel, Respondent may be represented at the hearing as follows: (a) an individual may appear on his or her own behalf; (b) a partner may represent a partnership; and (c) an officer or authorized employee of a corporation, trust, or association may represent the corporation, trust, or association.
- 3. If Respondent fails to appear at the scheduled hearing, Respondent's COR shall be revoked.

03-0335

DONE at Honolulu, Hawaii this 27^{th} day of October, 2003.

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

By_G

Carlito P. Caliboso, Chairman

Ву

Wayne H. Kimura, Commissioner

Ву_

Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:

Catherine P. Awakuni Commission Counsel

03-0335.eh

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 20536 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

HMH PAYPHONES, INC. 738 Kaheka Street, Suite 212 Honolulu, HI 96814

(CM # 7002 2030 0006 6812 7219)

Karen Highshi

DATED: October 27, 2003