BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)

HAWAIIAN ELECTRIC COMPANY, INC. )
)
For Approval to Waive HECO's )
Rule 13 to Allow HECO to Pay for )
a Portion of the Underground )
Conversion Cost for Item P00000530,) the Ka Iwi Scenic Shoreline, )
Phase 1, Increment 2, Project. )
)

ORDER NO. 21064

Filed June 17, 2004
At 10:20 o'clock A .M.

Michele S. U. M. Kau
for Chief Clerk of the Commission
BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)

HAWAIIAN ELECTRIC COMPANY, INC. ) Docket No. 04-0130
For Approval to Waive HECO's ) Order No. 21064
Rule 13 to Allow HECO to Pay for )
a Portion of the Underground )
Conversion Cost for Item P00000530, )
the Ka Iwi Scenic Shoreline, )
Phase 1, Increment 2, Project. )

ORDER

HAWAIIAN ELECTRIC COMPANY, INC. ("HECO") requests a waiver of its Rule 13 tariff ("Rule 13"), thus allowing it to pay approximately $64,923 to convert 12 kilovolt ("kV") overhead lines to 12 kV underground lines for the Ka Iwi Scenic Shoreline, Phase 1, Increment 2, Project (the "Project").¹

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

The Project is initiated at the State of Hawaii, Department of Land and Natural Resources' ("DLNR") request, "in order to improve Kalanianaole Highway near Makapuu Lookout."² The Project's estimated cost is $420,802. Of this amount, DLNR will contribute approximately $355,879 in cash and in-kind

¹HECO's application, filed on May 28, 2004. HECO makes its request pursuant to its Tariff Sheet No. 1. See also Hawaii Revised Statutes § 269-16(b).

²HECO's application, at 2.
contributions in aid of construction. HECO seeks the commission's approval to contribute the remaining balance, $64,923.

In the event the commission waives Rule 13, the construction of HECO's facilities is expected to commence in September 2004, with completion by November 2004. Given this projected timetable, the commission will instruct HECO and the Consumer Advocate (collectively, the "Parties") to submit a procedural schedule for the commission's review and consideration.

THE COMMISSION ORDERS that, within thirty (30) days from the date of this order, the Parties shall submit to the commission a stipulated procedural schedule, incorporating their agreed upon schedule with respect to this proceeding. If they are unable to stipulate to such a schedule, each Party shall submit a proposed procedural schedule for the commission's consideration by the same date.

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3DLNR's share "will actually be shared 80% by the Federal Government and 10% by the State." Id. at 4, footnote 3.

4In the event intervenor or participant status is later granted to any interested person, the commission will amend the procedural schedule accordingly, if necessary.
DONE at Honolulu, Hawaii this 17th day of June, 2004.

PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By __________
Carlito P. Caliboso, Chairman

By (RECUSED)
Wayne H. Kimura, Commissioner

By __________
Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:

Michael Azama
Commission Counsel

04-0130.st
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 21064 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
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DATED:  June 17, 2004