

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)
)
HAWAIIAN ELECTRIC COMPANY, INC.) Docket No. 03-0206
)
For Approval to Commit Fund in Excess of)
\$500,000 for Item P0000893, the Honolulu 8)
Generator Rotor Rewind Project; and for)
Waiver of Paragraph 2.3 (g) (2) of General)
Order No. 7)
_____)

STIPULATED PROCEDURAL ORDER NO. 21655

Filed February 25, 2005
At 2 o'clock P.M.

Karen Higzel.
Chief Clerk of the Commission

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

2005 FEB 28 A 8:03

RECEIVED

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)
)
HAWAIIAN ELECTRIC COMPANY, INC.) Docket No. 03-0206
)
For Approval to Commit Fund in Excess of)
\$500,000 for Item P0000893, the Honolulu 8)
Generator Rotor Rewind Project; and for)
Waiver of Paragraph 2.3 (g) (2) of General)
Order No. 7)
_____)

STIPULATED PROCEDURAL ORDER

Applicant Hawaiian Electric Company, Inc. (“HECO”) and the Division of Consumer Advocacy of the Department of Commerce and Consumer Affairs (the “Consumer Advocate”) hereby stipulate that the attached Stipulated Procedural Order is mutually acceptable to each respective party.

DATED: Honolulu, Hawaii, February 15, 2005.



WILLIAM A. BONNET
Vice President, Government and
Community Affairs
Hawaiian Electric Company, Inc.



JOHN E. COLE
Executive Director
Division of Consumer Advocacy
Department of Commerce and Consumer Affairs

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)
)
HAWAIIAN ELECTRIC COMPANY, INC.) Docket No. 03-0206
)
For Approval to Commit Fund in Excess of)
\$500,000 for Item P0000893, the Honolulu 8)
Generator Rotor Rewind Project; and for)
Waiver of Paragraph 2.3 (g) (2) of General)
Order No. 7)
_____)

STIPULATED PROCEDURAL ORDER

On July 21, 2003, Hawaiian Electric Company, Inc. (“HECO”) filed an application requesting Commission approval to commit approximately \$570,995 for Item P0000893, the Honolulu 8 Generator Rotor Rewind project (“Proposed Project”) pursuant to Paragraph 2.3(g) (2) of General Order No. 7 (“G.O. No. 7”). HECO also requested a waiver of the paragraph 2.3(g) (2) requirement of G.O. No. 7 that its application “be submitted to the Commission for review at least 60 days prior to the commencement of construction or commitment for expenditure, whichever is earlier” (“60-day Notice Period”).

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

By Order No. 20367, filed on August 6, 2003, the Commission granted HECO’s request for a waiver of the 60-day Notice Period.

The Consumer Advocate issued information requests to HECO on September 6, 2003 and HECO responded to the information requests on October 17, 2003.

By Order No. 20581, filed on October 17, 2003, the Commission granted HECO's October 15, 2003 request for an extension of the G.O. No. 7 requirement that the Commission render a decision and order within 90 days from the date of the application until December 5, 2003.

On October 31, 2003, the Consumer Advocate filed a Statement of Position that stated the Consumer Advocate did not object to the project, provided that HECO provided the costs estimates (1) to purchase a new Westinghouse rotor, and (2) for an equivalent shop rewind. The Consumer Advocate however, objected to HECO's proposed accounting treatment to capitalize the expenditures associated with the proposed project.

By Order No. 20711, filed on December 11, 2003, the Commission approved HECO's December 5, 2003 request for an extension of the G.O. No. 7 requirement that the Commission render a decision and order within 90 days from the date of the application until January 9, 2004.

HECO filed a reply to the Consumer Advocate's Statement of Position on December 12, 2003, addressing the Consumer Advocate's recommendations regarding providing the cost estimates and the reasons why the project is a betterment project and the expenditures should be capitalized. HECO also requested a hearing or an oral argument if the differences between the parties cannot be satisfactorily resolved by stipulation.

On November 30, 2004, the Commission issued Order No. 21485 requesting a status report on this docket, including without limitation, any request for a hearing or oral arguments, within 15 days of the date of the order.

On December 15, 2004, HECO requested an extension of time until February 15, 2005 to file a status report. The Commission approved the request by letter dated December 17, 2004.

HECO and the Consumer Advocate have discussed their positions, however, additional time is required to determine if a stipulation can be reached. Due to a number of other workload requirements, HECO and the Consumer Advocate request a further extension of time (from February 15, 2005 to April 15, 2005) to submit a status report or a stipulation in this proceeding.

Hawaii Administrative Rules §6-61-23(a)(1) provides the Commission with the discretion, for good cause shown, to enlarge a period by which a required act must be completed, if a written request is made before the expiration of the period originally prescribed. The Commission finds good cause in this instance to enlarge the deadline (from February 15, 2005 to April 15, 2005) to comply with Order No. 21485, and the request is granted and so ordered.

DONE at Honolulu, Hawaii, this 25th day of February, 2005.

PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By Carlito P. Caliboso
Carlito P. Caliboso, Chairman

By Wayne H. Kimura
Wayne H. Kimura, Commissioner

By Janet E. Kawelo
Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:

Benedyne S. Stone
Benedyne S. Stone
Commission Counsel

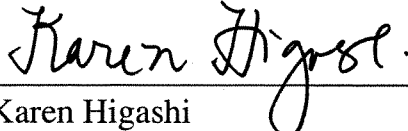
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Stipulated Procedural Order No. 21655 upon the following parties and participant, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party or participant.

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
DIVISION OF CONSUMER ADVOCACY
335 Merchant Street, Room 326
Honolulu, Hawaii 96813

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
P.O. Box 2750
Honolulu, HI 96840-0001



Karen Higashi

DATED: FEB 25 2005