#### BEFORE THE PUBLIC UTILITIES COMMISSION

#### OF THE STATE OF HAWAII

In the Matter of the Application

of

Of

Docket No. 04-0140

PARADISE MERGERSUB, INC. (nka HAWAIIAN

TELCOM COMMUNICATIONS, INC.), GTE

CORPORATION, VERIZON HAWAII INC., BELL

ATLANTIC COMMUNICATIONS, INC., AND

VERIZON SELECT SERVICES INC.

For approval of a merger transaction and related

matters

Docket No. 04-0140

)

#### STIPULATED ORDER NO. 21714

KENT D. MORIHARA, ESQ. MICHAEL H. LAU, ESQ. Ishikawa Morihara Lau & Fong LLP 841 Bishop Street, Suite 400 Honolulu, Hawaii 96813 Telephone: (808) 528-4200 Facsimile: (808) 531-8466

Attorneys for HAWAIIAN TELCOM COMMUNICATIONS, INC. (formerly, PARADISE MERGERSUB, INC. AND HAWAIIAN TELCOM MERGERSUB, INC.)

STEPHEN S. MELNIKOFF General Attorney Regulatory Law Office Office of the Judge Advocate General U.S. Army Litigation Center 901 N. Stuart Street, Suite 700 Arlington, Virginia 22203-1837 Telephone: (7030 696-1643 Facsimile: (703) 696-2960

Attorney for the UNITED STATES DEPARTMENT OF DEFENSE AND ALL OTHER FEDERAL EXECUTIVE AGENCIES

LAURA A. MAYHOOK J. JEFFREY MAYHOOK Mayhook Law, PLLC 34808 NE 14<sup>th</sup> Avenue La Center, WA 98629 Telephone: (360) 263-4340 Facsimile: (360) 263-4343 WILLIAM M. TAM
Alston Hunt Floyd & Ing
American Savings Bank Tower
Suite 1800
1001 Bishop St.,
Honolulu, HI 96813
Telephone: (808) 524-1800
Facsimile: (808) 524-4591

Attorneys for PACIFIC LIGHTNET, INC.

HERBERT R. TAKAHASHI STANFORD H. MASUI DANNY J. VASCONCELLOS REBECCA L. COVERT Takahashi, Masui, Vasconcellos & Covert 345 Queen Street, Room 506 Honolulu, HI 96813 Telephone: (808) 526-3003 Facsimile: (808) 524-7295

Attorneys for Jeremiah C. Genovia and Charles K. Hehekia Jr. and the International Brotherhood of Electrical Workers, Local 1357

LESLIE ALAN UEOKA, ESQ. BLANE T. YOKOTA, ESQ. Verizon Corporate Services Group Inc. P.O. Box 2200 Honolulu, Hawaii 96841 Telephone: (808) 546-3606 Facsimile: (808) 546-7621

Attorneys for GTE CORPORATION, VERIZON HAWAII INC., BELL ATLANTIC COMMUNICATIONS, INC., AND VERIZON SELECT SERVICES INC.

J. DOUGLAS ING
PAMELA J. LARSON
Watanabe Ing Kawashima & Komeiji LLP
First Hawaiian Center
999 Bishop Street, 23<sup>rd</sup> Floor
Honolulu, HI 96813
Telephone: (808) 544-8300
Facsimile Number: (808) 544-8399

Attorneys for TIME WARNER TELECOM OF HAWAII L.P. DBA OCEANIC COMMUNICATIONS

JON S. ITOMURA, ESQ. 335 Merchant Street, Room 326 Honolulu, Hawaii 96813 Telephone: (808) 586-2800 Facsimile: (808) 586-2780

Attorney for DIVISION OF CONSUMER ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

STATE OF HAWAII

# DEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of the Application	)
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PARADISE MERGERSUB, INC. (nka HAWAIIAN TELCOM COMMUNICATIONS, INC.), GTE CORPORATION, VERIZON HAWAII INC., BELL ATLANTIC COMMUNICATIONS, INC., AND VERIZON SELECT SERVICES INC.	) ) ) ) ) ) )
For approval of a merger transaction and related matters	) )

STIPULATED ORDER NO. 21714

and

**CERTIFICATE OF SERVICE** 

Filed April 4,2005

At 2 o'clock P.m.

Moles K. Kure

for Chief Clerk of the Commission

### OF THE STATE OF HAWAII

In the Matter of the Application	
of	) Docket No. 04-0140
PARADISE MERGERSUB, INC. (nka HAWAIIAN TELCOM COMMUNICATIONS, INC.), GTE CORPORATION, VERIZON HAWAII INC., BELL ATLANTIC COMMUNICATIONS, INC., AND VERIZON SELECT SERVICES INC.	) ) ) ) )
For approval of a merger transaction and related matters	) )

#### **STIPULATION**

PARADISE MERGERSUB, INC., nka HAWAIIAN TELCOM
COMMUNICATIONS, INC., GTE CORPORATION, VERIZON HAWAII INC., BELL
ATLANTIC COMMUNICATIONS, INC. d/b/a VERIZON LONG DISTANCE, VERIZON
SELECT SERVICES INC. (collectively, "Applicants"), the DIVISION OF CONSUMER
ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS (the
"Consumer Advocate"), the UNITED STATES DEPARTMENT OF DEFENSE and ALL
OTHER FEDERAL EXECUTIVE AGENCIES ("DOD"), PACIFIC LIGHTNET, INC.
("PLNI") and TIME WARNER COMMUNICATIONS OF HAWAII, L.P. DBA OCEANIC
COMMUNICATIONS ("TWTC") (PLNI and TWTC referred to collectively as
"CLEC Intervenors") (Applicants, the Consumer Advocate, DOD, and CLEC Intervenors referred to collectively as "Parties" and individually as "Party" as the context warrants),
JEREMIAH C. GENOVIA and CHARLES K. HEHEKIA JR. ("Individual Retirees") and the INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, LOCAL 1357
("IBEW") (Individual Retirees and IBEW referred to collectively as "Participant"), by and through their respective attorneys, do hereby stipulate that they accept and/or do not

object to the attached Stipulated Order.

DATED:

Honolulu, Hawaii, this 4th day of April, 2005.

KENT D. MORIHARA

MICHAEL H. LAU

Attorneys for Applicant HAWAIIAN TELCOM COMMUNICATIONS, INC. (formerly, PARADISE MERGERSUB, INC. AND HAWAIIAN TELCOM MERGERSUB, INC.) LESLIE ALAN UEOKA BLANE T. YOKOTA Verizon Corporate Services Group Inc.

Attorneys for Applicants GTE Corporation, Verizon Hawaii Inc., Bell Atlantic Communications, Inc., and Verizon Select Services Inc.

JON S. ITOMURA

Attorney for the Division of Consumer Advocacy Department of Commerce and Consumer Affairs

LAURA A. MAYHOOK J. JEFFREY MAYHOOK WILLIAM M. TAM

Attorneys for Pacific LightNet, Inc.

STEPHEN S. MELNIKOFF

Attorney for the United States
Department of Defense and all other
Federal Executive Agencies

J. DOUGLAS ING PAMELA J. LARSON

Attorneys for Time Warner Telecom of Hawaii L.P. dba Oceanic Communications

HERBERT R. TAKAHASHI STANFORD H. MASUI DANNY J. VASCONCELLOS REBECCA L. COVERT

Attorneys for Jeremiah C. Genovia and Charles K. Hehekia Jr. and the International Brotherhood of Electrical Workers, Local 1357

object to the attached Stipulated Order.

DATED:

Honolulu, Hawaii, this 44 day of April, 2005.

KENT D. MORIHARA MICHAEL H. LAU

Attorneys for Applicant HAWAIIAN TELCOM COMMUNICATIONS, INC. (formerly, PARADISE MERGERSUB, INC. AND HAWAIIAN TELCOM MERGERSUB, INC.) LESLIE ALAN UEOKA
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Attorneys for Jeremiah C. Genovia and Charles K. Hehekia Jr. and the International Brotherhood of Electrical Workers, Local 1357

object to the attached Stipulated Order.

DATED:

Honolulu, Hawaii, this 4th day of April, 2005.

KENT D. MORIHARA MICHAEL H. LAU

Attorneys for Applicant
HAWAIIAN TELCOM COMMUNICATIONS,
INC. (formerly, PARADISE MERGERSUB,
INC. AND HAWAIIAN TELCOM
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JON S. ITOMURA

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LESLIE ALAN UEOKA
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Verizon Corporate Services Group Inc.

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Attorneys for Time Warner Telecom of Hawaii L.P. dba Oceanic Communications

HP LASERJET 3330

object to the attached Stipulated Order.

DATED:

Honolulu, Hawaii, this 4 day of April, 2005.

KENT D. MORIHARA MICHAEL H. LAU

Attorneys for Applicant HAWAIIAN TELCOM COMMUNICATIONS. INC. (formerly, PARADISE MERGERSUB, INC. AND HAWAIIAN TELCOM MERGERSUB, INC.)

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For approval of a merger transaction and related matters	, ) )

#### STIPULATED ORDER

Pursuant to Decision and Order No. 21696 ("Decision and Order") filed on March 16, 2005, the Commission approved the merger transaction contemplated by the Application filed on June 21, 2004 with the imposition of various regulatory conditions.

In accordance with Hawaii Administrative Rule ("HAR") §§6-61-137, 6-61-21 and/or 6-61-22, Applicants were required to file a motion for reconsideration and clarification of the Decision and Order by no later than Monday, March 28, 2005.

Pursuant to that certain Motion filed on March 23, 2005, Applicants sought to enlarge the time until Monday, April 4, 2005 to file a motion for reconsideration and clarification of the Decision and Order. Applicants represented the additional time was needed to allow Applicants to analyze the regulatory conditions imposed by the Decision and Order, their impact on the contemplated merger transaction, and whether any motion may be needed to request reconsideration or clarification of the Decision and Order.

Pursuant to Order No. 21708 filed on March 28, 2005, the Commission approved Applicants' request.

Applicants represent that the extension of time granted by Order No. 21708 has given them the opportunity to discuss how they may be able to comply with the regulatory conditions. Despite those good faith and diligent efforts, Applicants represent that additional time is needed to allow them to complete this analysis and to determine the potential impact of the additional regulatory conditions on the transaction.

In that connection, Applicants request an additional extension of time to file a motion, if any, from Monday, April 4, 2005 until Friday, April 8, 2005. Relying on Applicants' representations, the other Parties and Participant do not object to this request.

HAR §6-61-23(a)(1) provides the Commission with 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 described. The Commission finds good cause in this instance to further enlarge the deadline for a filing of a motion for reconsideration and clarification by Applicants from Monday, April 4, 2005 until Friday, April 8, 2005, and the request is hereby granted and so ordered.

OF	APPROVEDANDS	O ORDERED AT , 2005.	HONOLULU, HAWAII THIS <u>4th</u> DAY
			PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII  By Carlito P. Caliboso, Chairman  By Janet E. Kawelo, Commissioner
APPR	OVED AS TO FORM	<b>:</b>	
Ji/Soo Comm	k Kim nission Counsel		

#### CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Stipulated Order upon the following Parties and Participant by hand delivery or No. 21714 by mail, postage prepaid and properly addressed. DIVISION OF CONSUMER ADVOCACY 3 copies 335 Merchant Street Room 326 Honolulu, HI 96813 HAWAIIAN TELCOM COMMUNICATIONS, INC. 2 copies c/o The Carlyle Group 1001 Pennsylvania Avenue, N.W. Washington, D.C. 20004-2505 Attn: Mr. William E. Kennard GTE CORPORATION, VERIZON HAWAII INC., 2 copies BELL ATLANTIC COMMUNICATIONS, INC., AND VERIZON SELECT SERVICES INC. c/o P.O. Box 2200 Honolulu, HI 96841 Attn: Mr. Joel K. Matsunaga KENT D. MORIHARA, ESQ. 3 copies MICHAEL H. LAU, ESQ. Ishikawa Morihara Lau & Fong LLP 841 Bishop Street, Suite 400 Honolulu, HI 96813 ALAN M. OSHIMA, ESQ. 1 copy 1001 Bishop Street 18th Floor, Pauahi Tower Honolulu, HI 96813 LESLIE ALAN UEOKA, ESQ. 2 copies BLANE T. YOKOTA, ESQ. Verizon Corporate Services Group Inc. P.O. Box 2200 Honolulu, HI 96841

STEPHEN S. MELNIKOFF, ESQ. 1 copy General Attorney Regulatory Law Office Office of the Judge Advocate General U.S. Army Litigation Center 901 N. Stuart Street, Suite 700 Arlington, Virginia 22203-1837 LAURA A. MAYHOOK, ESQ. 1 copy J. JEFFREY MAYHOOK, ESQ. Mayhook Law, PLLC 34808 NE 14<sup>th</sup> Avenue La Center, WA 98629 **WILLIAM M. TAM** 1 copy ALSTON HUNT FLOYD & ING 1001 Bishop St., 18th Floor Honolulu, HI 96813 J. DOUGLAS ING, ESQ. 1 copy PAMELA J. LARSON, ESQ. Watanabe Ing Kawashima & Komeiji LLP First Hawaiian Center 999 Bishop Street, 23rd Floor Honolulu, HI 96813 HERBERT R. TAKAHASHI 1 copy STANFORD H. MASUL DANNY J. VASCONCELLOS REBECCA L. COVERT Takahashi, Masui, Vasconcellos & Covert 345 Queen Street, Room 506

Dated: April 4 .2005

Honolulu, HI 96813

Karen Higashi Chief Clerk