BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

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

PUBLIC UTILITIES COMMISSION

Instituting a Proceeding to
Investigate Kauai Island Utility
Cooperative's Proposed Revised
Integrated Resource Plan and Demand
Side Management Framework.

ATTEST: A True Copy
KAREN HIGASHI
Chief Clerk, Public Utilities
Commission, State of Hawaii.
BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

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

PUBLIC UTILITIES COMMISSION

Instituting a Proceeding to
Investigate Kauai Island Utility
Cooperative's Proposed Revised
Integrated Resource Plan and Demand
Side Management Framework.

Docket No. 05-0075
Order No. 21883

PROCEDURAL ORDER

By this Order, the commission approves and adopts in
part, and modifies, in part, the proposed Stipulated Procedural
Order, filed on May 23, 2005, by KAUAI ISLAND UTILITY COOPERATIVE
("KIUC") and the DIVISION OF CONSUMER ADVOCACY, DEPARTMENT OF
COMMERCE AND CONSUMER AFFAIRS ("Consumer Advocate"), Attached to
this Order as Exhibit "1".

I.
Discussion

On May 23, 2005, KIUC and the Consumer Advocate
(collectively referred to as "Parties") filed their proposed
Stipulated Procedural Order for commission review and approval,
pursuant to Order No. 21788, issued on April 29, 2005.

Upon review and consideration, we determine that the
following issues and regulatory schedule, shall control the
subsequent course of this proceeding. As set forth below, we
approve and adopt the proposed issues and procedures, set forth
in the Parties' Proposed Stipulated Procedural Order, in their entirety. The Stipulated Regulatory Schedule (designated by the Parties as Exhibit "A" to their Stipulated Procedural Order) is approved, adopted and made part of this Order, subject to the deletion of line item no. 12.

II.

Orders

THE COMMISSION ORDERS that the Parties' Stipulated Procedural Order, filed on May 23, 2005, is approved and adopted in part, and modified in part, consistent with the terms of this Procedural Order. Specifically, the proposed issues and procedures, set forth in the Parties' Proposed Stipulated Procedural Order, are adopted and approved in their entirety. The Stipulated Regulatory Schedule (designated by the Parties as Exhibit "A" to their Stipulated Procedural Order) is approved, adopted and made part of this order, subject to the deletion of line item no. 12.
STIPULATED PROCEDURAL ORDER NO. __________

EXHIBIT "A"

and

CERTIFICATE OF SERVICE

FILED ________________________, 2005

At _________ o’clock ____.m.

___________________________
Chief Clerk of the Commission
BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

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

PUBLIC UTILITIES COMMISSION Docket No. 05-0075

Instituting a Proceeding to Investigate
Kauai Island Utility Cooperative's
Proposed Revised Integrated Resource
Plan and Demand Side Management
Framework.

STIPULATED PROCEDURAL ORDER

KAUAI ISLAND UTILITY COOPERATIVE ("KIUC") and the DIVISION OF
CONSUMER ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER
AFFAIRS (the "Consumer Advocate"), by and through their respective attorneys, do
hereby stipulate to the following provisions of this Stipulated Procedural Order as
mutually acceptable to each.

ACCORDINGLY, IT IS ORDERED that the following Statement of Issues,
Schedule of Proceedings, and procedures shall be utilized in this docket:

I.

STATEMENT OF ISSUES

The issues to be examined in this docket as it pertains to KIUC's proposed
revised integrated resource plan and demand side management framework (entitled
"Kaua'i Island Utility Cooperative Integrated Resource Planning Principles") ("Revised
Framework") filed on December 23, 2004, are:

1. What changes, if any, are required to the Commission's Integrated Resource
Planning ("IRP") Framework set forth in Decision and Order No. 11630 filed on
May 22, 1992 in Docket NO. 6617 to recognize the sharing authority between the
KIUC Board on the one hand and the Commission and Consumer Advocate on the other hand?

a. Is it reasonable to replace the goal of meeting energy needs “in an efficient and reliable manner at lowest reasonable cost” with: “in a manner consistent with KIUC’s Mission and Goal Statements and the planning objectives established by the KIUC Board of Directors”? See Revised Framework, Section II, Subsection A (Goal of IRP).

b. Is it reasonable to include new subsections describing the responsibilities of the KIUC Board of Directors and KIUC management? See Revised Framework, Section II, Subsection C (KIUC Board of Directors’ Responsibility) and Subsection D (KIUC Management’s Responsibility).

c. Is it reasonable to reduce the level of detail regarding how the major steps will be performed? See Revised Framework, Section III, Subsection A (Major Steps).

d. Is it reasonable for the KIUC Board to establish criteria for determining when a new plan should be prepared and should management evaluate these criteria annually and make a recommendation to KIUC’s Board whether to develop a new plan in that year? See Revised Framework, Section III, Subsection B (The Planning Cycle).

e. Is it reasonable to reduce the level of detail concerning the content of the reports specified in the existing framework? See Revised Framework, Section III, Subsection D (Reports).

f. Should the Advisory Group have an expanded role? See Revised Framework, Section III, Subsection E (Public Participation).
g. Should the existing cost recovery provisions and incentive options be deleted in light of the utility being a cooperative as opposed to investor owned entity? See Revised Framework, Section III, Subsection F (Cost Recovery and Incentives).

h. Should KIUC’s Management be required to develop and submit for the KIUC Board’s approval, a Scoping document that will specify the objectives that the plan will seek to achieve, the planning horizon, and the data and analytic methods to be used? See Revised Framework, Section IV, Subsection A (Scoping Document).

i. Is it reasonable to reduce the level of detail regarding how the forecast will be provided? See Revised Framework, Section IV, Subsection B (Forecast).

j. Should there be a reduction in the focus on cost and the increase in the KIUC’s ability to consider non-cost attributes? See Revised Framework, Section IV, Subsections E (Resource Options), F (Data Collection), I (Analyses), and J (Resource Optimization).

2. What is the effect, impact, and appropriateness of KIUC’s proposed Scoping Document?

II.

SCHEDULE OF PROCEEDINGS

The parties shall adhere to the schedule of proceedings set forth in the Stipulated Regulatory Schedule attached hereto as Exhibit "A." Notwithstanding the above, the parties may amend the Stipulated Regulatory Schedule as may be agreed in writing by the parties from time to time. However, the intent of the parties in agreeing to a
schedule at this time is to promote the efficient and cost-effective allocation of resources. Therefore, any changes to the schedule should be proposed only when there is an urgency or substantial competing need that cannot be reasonably accommodated without a change.

III.

REQUESTS FOR INFORMATION

Information requests may be submitted by the Consumer Advocate to KIUC at any time within the period set forth in Exhibit “A” attached hereto, unless otherwise agreed to by KIUC. Information requests may be submitted by KIUC to the Consumer Advocate at the time(s) set forth in Exhibit “A” attached hereto, unless otherwise agreed to by the Consumer Advocate. After the scheduled date for submitting information requests has passed, no additional information requests shall be allowed except upon stipulation by the parties.

To the extent practical, responses will be submitted no later than the time periods set forth in Exhibit “A” attached hereto. If a party is unable to provide the information requested within that time period, it should so indicate to the inquiring party as soon as possible. The parties shall then endeavor to agree upon a later date for submission of the requested information. If the parties are unable to agree, the responding party may seek approval for the late submission of responses from the Commission upon a showing of good cause. It is then within the Commission’s discretion to allow such filings.

Notwithstanding anything herein to the contrary, including Part V, infra, in lieu of responses to information requests that would require the reproduction of voluminous documents or materials (documents over 100 pages), the documents or materials may
be made available for reasonable inspection and copying at a mutually agreeable
designated location and time. In the event such information is available on computer
diskette or other readily usable electronic medium, the party responding to the
information request may make the diskette or such electronic medium available to the
other parties and the Commission. A party shall not be required, in a response to an
information request, to provide data that is already on file with the Commission or
otherwise part of the public record, or that may be stipulated to pursuant to Part IV, infra. The responding party shall, in lieu of production of a document in the public
record, include in its response to the information request an identification of the
document with reasonable specificity sufficient to enable the requesting party to locate
and copy the document. In addition, a party shall not be required, in a response to an
information request, to make computations, compute ratios, reclassify, trend, calculate,
or otherwise rework data contained in its files or records.

A party may object to responding to an information request that it deems to be
irrelevant, immaterial, unduly burdensome, onerous or repetitious, or where the
response contains information claimed to be privileged or subject to protection
(confidential information). If a party claims that information requested is confidential,
and withholds production of all or a portion of such confidential information, the party
shall: (1) provide information reasonably sufficient to identify the confidential
information withheld from the response, without disclosing privileged or protected
information; (2) state the basis for withholding the confidential information (including, but
not limited to, the specific privilege applicable or protection claimed for the confidential
information and the specific harm that would befall the party if the information were
disclosed); and (3) state whether the party is willing to provide the confidential
information pursuant to the protective order governing this docket.

A party seeking production of documents notwithstanding a party’s claim of confidentiality, may file a motion to compel production with the Commission.

The responses of each party to information requests shall adhere to a uniform system of numbering agreed upon by the parties. For example, the first information request submitted by the Consumer Advocate in this docket shall be referred to and designated as "CA-IR-1," and a response to this information request shall be referred to and designated as "Response to CA-IR-1."

Each response shall be provided on a separate page and shall recite the entire question asked and set forth the response and/or reference the attached responsive document, indicating the name of the respondent for each response.

IV.

MATTERS OF PUBLIC RECORD

In order to provide a means to reduce unnecessary reproduction of documents and to facilitate these proceedings, identified matters of public record, such as reports that KIUC have filed with the Commission, published scientific or economic statistical data, material and textbooks, technical or industry journals relating to utility matters, and specified parts of the record in previous Commission dockets shall be admissible in this proceeding without the necessity of reproducing each document; provided that the document to be admitted is clearly identified by reference to the place of publication, file or docket number, and the identified document is available for inspection by the Commission and the parties; and further provided that any party has the right to explain, qualify or conduct examination with respect to the identified document.
V.

COPIES OF FILINGS AND INFORMATION REQUESTS

1. Filings: Copies of all filings with the Commission shall be provided to the following parties, unless a protective order issued in connection with this docket states otherwise:

   PUBLIC UTILITIES COMMISSION
   465 South King Street
   First Floor
   Honolulu, HI 96813
   Original plus 9 copies

   DIVISION OF CONSUMER ADVOCACY
   335 Merchant Street
   Room 326
   Honolulu, HI 96813
   5 copies
   E-Mail: Cheryl.S.Kikuta@dcca.hawaii.gov
   Facsimile Number: 586-2780

   DUTCH ACHENBACH
   President and Chief Executive Officer
   Kauai Island Utility Cooperative
   4463 Pahe'e Street
   Lihue, Hawaii 96766-2032
   1 copy
   E-Mail: dachenba@kiuc.coop
   Facsimile Number: (808) 246-4335

   JOSEPH MCCAWLEY
   MICHAEL YAMANE
   Kauai Island Utility Cooperative
   4463 Pahe'e Street
   Lihue, Hawaii 96766-2032
   2 copies
   E-Mail: jmccawle@kiuc.coop
   myamane@kiuc.coop
   Facsimile Number: (808) 246-8268

   KENT D. MORIHARA, ESQ.
   MICHAEL H. LAU, ESQ.
   Ishikawa Morihara Lau & Fong LLP
   841 Bishop Street, Suite 400
   Honolulu, HI 96813
   3 copies
   E-Mail: kmorihara@imlfgroup.com and mlau@imlfgroup.com
   Facsimile Number: (808) 531-8466
2. **Information Requests and Responses:** Copies of all information requests and information request responses shall be provided to the following parties, unless a protective order issued in connection with this docket states otherwise:

- **PUBLIC UTILITIES COMMISSION**
  465 South King Street
  First Floor
  Honolulu, HI 96813
  Original plus 9 copies

- **DIVISION OF CONSUMER ADVOCACY**
  335 Merchant Street
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  Facsimile Number: (808) 246-4335

- **JOSEPH McCAWLEY**
  MICHAEL YAMANE
  Kauai Island Utility Cooperative
  4463 Pahe'e Street
  Lihue, Hawaii 96766-2032
  2 copies
  E-Mail: jmccawle@kiuc.coop
  myamane@kiuc.coop
  Facsimile Number: (808) 246-8268

- **KENT D. MORIHARA, ESQ.**
  MICHAEL H. LAU, ESQ.
  Ishikawa Morihara Lau & Fong LLP
  841 Bishop Street, Suite 400
  Honolulu, HI 96813
  3 copies
  E-Mail: kmorihara@imlfgroup.com and mlau@imlfgroup.com
  Facsimile Number: (808) 531-8466

3. **All pleadings, briefs and other documents required to be filed with the Commission** shall be filed at the office of the Commission in Honolulu within the time
limit prescribed pursuant to Chapter 61, Subchapter 2, Section 6-61-15 of the Commission's Rules of Practice and Procedure.

4. Copies of all filings, information requests and information request responses should be sent to the other parties by hand delivery or via facsimile. In addition, if available, all parties shall provide copies of their filings, information requests and information request responses to the other parties via diskette or e-mail in a standard electronic format that is readily available by the parties. The parties agree to use Word 97 or Word 2000 as the standard programming format for filings in this case. However, if workpapers, documentation, or exhibits attached to any filing are not readily available in an electronic format, a party shall not be required to convert such workpapers, documentation, or exhibits into an electronic format. Also, existing documents produced in response to requests need not be converted to Word 97/Word 2000 as long as the applicable format is identified. In the event a copy of a filing, information request or information request response is delivered to a party via diskette or e-mail, unless otherwise agreed to by such party, the same number of copies of such filing, information request or information request response must still be delivered to such party by hand delivery or via facsimile as provided in Parts V.1 and V.2 above.

VI.

COMMUNICATIONS

Chapter 61, Subchapter 3, Section 6-61-29 of the Commission's Rules of Practice and Procedure concerning ex parte communications is applicable to any communications between a party and the Commission. However, the parties may communicate with Commission counsel through their own counsel or designated official only as to matters of process and procedure.
Communications between the parties should either be through counsel or through designated representatives. All pleadings, papers, and other documents filed in this proceeding shall be served on the opposing party.

All motions, supporting memoranda, briefs, and the like shall also be served on opposing counsel.

VII.

GENERAL

The foregoing procedures shall be applied in a manner consistent with the orderly conduct of this docket.

Pursuant to Chapter 61, Subchapter 3, Section 6-61-37 of the Commission's Rules of Practice and Procedure, this Stipulated Procedural Order shall control the subsequent courses of the proceeding, unless modified at or prior to the hearings, if any, to prevent manifest injustice.

This Stipulated Procedural Order may be executed by the parties in counterparts, each of which shall be deemed an original, and all of which taken together shall constitute one and the same instrument. The parties may execute this Stipulated Procedural Order by facsimile for initial submission to the Commission to be followed by the filing of originals of said facsimile pages.

DATED: Honolulu, Hawaii, this 20th day of May, 2005.

KENT D. MORIHARA
MICHAEL H. LAU
Attorneys for KAUAII ISLAND UTILITY COOPERATIVE

JON S. ITOMURA
Attorney for DIVISION OF CONSUMER ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
APPROVED AND SO ORDERED AT HONOLULU, HAWAII THIS ______ DAY OF __________________, 2005.

PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By __________________________
Carlito P. Caliboso, Chairman

By ___________________________
Wayne H. Kimura, Commissioner

By ___________________________
Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:

________________________________
Kevin M. Katsura, Esq.
Commission Counsel
## EXHIBIT "A"

### STIPULATED REGULATORY SCHEDULE

**Docket No. 05-0075**

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<td>1</td>
<td>Thursday, March 24, 2005</td>
<td>Order No. 21707 filed by Commission</td>
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<td>2</td>
<td>Friday, May 27, 2005</td>
<td>KIUC Response Statement to Issues Set Forth by Order No. 21707</td>
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<td>Thursday, June 30, 2005</td>
<td>Consumer Advocate Submission of Information Requests (IRs) to KIUC</td>
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<td>KIUC’s Responses to Consumer Advocate’s IRs</td>
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<td>Friday, October 14, 2005</td>
<td>Consumer Advocate Statement of Position</td>
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<td>Friday, October 28, 2005</td>
<td>Technical Meeting Between Consumer Advocate and KIUC (if necessary)</td>
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<td>Friday, November 4, 2005</td>
<td>KIUC Submission of IRs to Consumer Advocate</td>
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<td>Wednesday, November 16, 2005</td>
<td>Consumer Advocate’s Responses to KIUC IRs</td>
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<td>Wednesday, November 30, 2005</td>
<td>KIUC Response/Rebuttal to Consumer Advocate Statement of Position</td>
</tr>
<tr>
<td>12</td>
<td>By Friday, December 16, 2005</td>
<td>Decision and Order</td>
</tr>
</tbody>
</table>
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Stipulated
Procedural Order No. ________________ upon the following parties by hand delivery
or by mail, postage prepaid and properly addressed.

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

DUTCH ACHENBACH
President and Chief Executive Officer
Kauai Island Utility Cooperative
4463 Pahe'e Street
Lihue, Hawaii  96766-2032

JOSEPH MCCAWLEY
MICHAEL YAMANE
Kauai Island Utility Cooperative
4463 Pahe'e Street
Lihue, Hawaii  96766-2032

KENT D. MORIHARA, ESQ.
MICHAEL H. LAU, ESQ.
Ishikawa Morihara Lau & Fong LLP
841 Bishop Street, Suite 400
Honolulu, Hawaii  96813

Dated: ________________________, 2005

______________________________
Karen Higashi, Chief Clerk
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 21883 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

DUTCH ACHENBACH
PRESIDENT AND CHIEF EXECUTIVE OFFICER
KAUAI ISLAND UTILITY COOPERATIVE
4463 Pahe’e Street
Lihue, HI  96766-2032

JOSEPH McCAWLEY
MICHAEL YAMANE
KAUAI ISLAND UTILITY COOPERATIVE
4463 Pahe’e Street
Lihue, HI  96766-2032

KENT D. MORIHARA, ESQ.
MICHAEL H. LAU, ESQ.
ISHIKAWA MORIHARA LAU & FONG, LLP
841 Bishop Street, Suite 400
Honolulu, HI  96813

DATED:  JUN 20 2005

Karen Higashi