BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

In the Matter of the PUBLIC UTILITIES COMMISSION Instituting a Proceeding to Investigate North Shore Wastewater Treatment, L.L.C.

and its Predecessors-in-Interest,) including Kuilima Resort Company.)

DOCKET NO. 05-0238

Chief Clerk, Public Utilities Commission, State of Hawaii. 03

<u>ORDER NO.</u> 22120

 \mathfrak{D} \square C m Ē m ç \bigcirc $\overline{\infty}$ Filed NOV. 10 , 2005 At 2:30 o'clock P .M. Chief Clerk of the (commission ATTEST: A True Copy KAREN HIGASHI

BEFORE THE PUBLIC UTILITIES COMMISSION

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In the Matter of the) PUBLIC UTILITIES COMMISSION) Instituting a Proceeding to) Investigate North Shore) Wastewater Treatment, L.L.C.) and its Predecessors-in-Interest,) including Kuilima Resort Company.

Docket No. 05-0238 Order No. 22120

<u>ORDER</u>

The commission issues this prehearing order as a result of the prehearing conference held on November 10, 2005, in preparation for the Order to Show Cause ("OSC") hearing scheduled to commence on November 15, 2005.

I.

Introduction

On November 10, 2005, the commission held a prehearing conference pursuant to Hawaii Administrative Rules ("HAR") § 6-61-36, with representatives from NORTH SHORE WASTEWATER TREATMENT, L.L.C. ("NSWT"), its predecessor-in-interest, KUILIMA RESORT COMPANY ("KRC"), the ASSOCIATION OF APARTMENT OWNERS for the KUILIMA ESTATES WEST and KUILIMA ESTATES EAST (collectively, the "AOAOs"), and the Department of Commerce and Consumer Affairs, Division of Consumer Advocacy ("Consumer Advocate").¹

¹NSWT, KRC, the AOAOs, and the Consumer Advocate are collectively referred to as the "Parties."

The commission issues this prehearing order, in accordance with HAR § 6-61-37.

II.

Prehearing Order

For this proceeding NSWT and KRC are jointly designated as Respondents, while the AOAOs are jointly designated as Petitioners.

As previously stated by the commission, the purpose of the OSC hearing is for Respondents to "show cause as to why the commission should not suspend or abate NSWT's initial tariff rates on a permanent basis, and to address the issues identified in Section I [of Order No. 22045]."² Docket No. 05-0238 is not a general rate case proceeding, and NSWT's rate design approved by the commission in Docket No. 04-0298, and the methodology used in calculating the rate design, will not be at issue in the OSC hearing.

Consistent with the agreements reached and actions taken at the prehearing conference, and unless modified otherwise by the commission, the following terms shall control this proceeding:

1. The Parties' exhibits shall be pre-marked as NSWT-___ (or KRC-___), AOAO-___, and CA-___, as applicable.

2. As early as practicable on Monday morning, November 14, 2005, Petitioners and the Consumer Advocate shall deliver to each of the Parties, copies of their respective

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²Order No. 22045, filed on September 21, 2005, at 11 and 14.

exhibits and exhibit list (if any), and file the same with the commission.

3. Unless waived, the Parties will commence with opening statements, as follows: (A) Respondents; (B) Petitioners; and (C) the Consumer Advocate. The Parties agree to dispense with closing statements.

The order of witness presentation 4. and the cross-examination of witnesses, unless directed otherwise by the commission, shall proceed as follows: (A) Respondents; the (B) Petitioners, and (C) Consumer Advocate. Crossexamination of each witness shall follow the same order as the witness presentations, as applicable.

The number of witnesses for the OSC hearing will 5. consist of: (A) Respondents, the two (2) witnesses who filed written testimonies; and (B) the Consumer Advocate, no more than one (1) witness, if necessary. Following the Consumer Advocate's review of Petitioners' documents on Monday morning, November 14, 2005, the Consumer Advocate, through its counsel, will notify the commission and other Parties of the identity of its witness. Petitioners, through its counsel, will notify the commission and other Parties possible of the as soon as number and identification of Petitioners' witnesses.

6. Respondents, at their option, may orally summarize their written testimonies at the OSC hearing. Respondents agree to a maximum of approximately five (5) minutes per witness for oral summary.

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7. Post-hearing briefs are due no later than two (2) weeks following receipt of the hearing transcripts, subject to a Party's or the Parties' timely request for an extension of time to file the post-hearing briefs. Any extension, if granted, shall apply to all of the Parties. No rebuttal post-hearing briefs shall be filed.

III.

<u>Order</u>

THE COMMISSION ORDERS that the terms set forth in this Order shall govern the remainder of this proceeding, unless modified or ordered otherwise by the commission.

DONE at Honolulu, Hawaii _____

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PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

Bv

Carlito P. Caliboso, Chairman

APPROVED AS TO FORM:

Michael Azama Commission Counsel

05-0238.cs

By_ (EXCUSED) Wayne H. Kimura, Commissioner

By

Janet E. Kawelo, Commissioner

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the 22120 upon the following parties, by foregoing Order No 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 96809 Honolulu, HI

HY ADELMAN NORTH SHORE WASTEWATER TREATMENT, L.L.C. 57-091 Kamehameha Highway Kahuku, HI 96731

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Counsel for NORTH SHORE WASTEWATER TREATMENT, L.L.C. and KUILIMA RESORT COMPANY

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Counsel for KUILIMA ESTATES WEST AOAO and KUILIMA ESTATES EAST AOAO

Maren Higashi

NOV 1 0 2005 DATED: