BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of the Application of)

HAWAII ELECTRIC LIGHT COMPANY, INC.)

For Approval of: (1) a Contract Between HELCO and the Army for the) Acquisition and Upgrade of the Army's Pohakuloa Training Area and) Kilauea Military Camp (Island of Hawaii) Electrical Distribution Systems; (2) a Pole Attachment and) Duct Use Agreement; (3) an Interim) Billing Arrangement with the Army;) (4) a Waiver of HELCO Rule 14; and) (5) an Interim Order For Waiver of) HELCO Rule 14.

DOCKET NO. 05-0321

ORDER NO. 23372

Chief Clerk of the (dommission

ATTEST: A True Copy KAREN HIGASHI Chief Clerk, Public Utilities Commission, State, of Hawaii.

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Systems; (2) a Pole Attachment and)
Duct Use Agreement; (3) an Interim)
Billing Arrangement with the Army;)
(4) a Waiver of HELCO Rule 14; and)
(5) an Interim Order For Waiver of)
HELCO Rule 14.

Docket No. 05-0321 Order No. 23372

ORDER

By this Order, the commission approves HAWAII ELECTRIC LIGHT COMPANY, INC.'s ("HELCO") request, filed on April 5, 2007, to suspend this proceeding, including the suspension of the remainder of the procedural schedule.

I.

Background

By Application filed on December 20, 2005, HELCO requests commission approval of: (1) Contract No. W912CN-04-0008, effective June 16, 2004, as amended, between HELCO and the United States Army ("Army") for the acquisition and upgrade of the Army's Pohakuloa Training Area ("PTA") and Kilauea Military Camp ("KMC") electrical distribution systems; (2) a Pole

Attachment and Duct Use Agreement, dated September 29, 2004, between HELCO and the Army; (3) an interim billing arrangement between HELCO and the Army for the PTA and KMC; and (4) a waiver of HELCO's Tariff Rule 14(A)(2)(a) to allow HELCO to pay for a portion of the service connection costs, which are generally paid for by the customer.¹

In general, the Army seeks to transfer the ownership, operation, and maintenance of the PTA and KMC electrical distribution systems to HELCO. In lieu of paying the Army for the PTA and KMC electrical distribution systems, HELCO will upgrade, operate, and maintain the PTA and KMC electric distribution systems, at either no cost to the Army or with the Army being responsible for a portion of the estimated cost of such work. The Army is authorized to utilize the KMC property under a special use permit with the United States Department of Interior, National Parks Service ("NPS").

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HELCO's Application, Exhibits A through C and E through V, and Certificate of Service, filed on December 20, 2005, as supplemented by HELCO's letter dated December 20, 2005, with Exhibits D and X through Z attached (collectively, "Application"). The Parties in this proceeding are HELCO and the Department of Commerce and Consumer Affairs, Division of Consumer Advocacy ("Consumer Advocate"), an ex officio party, pursuant to Hawaii Revised Statutes § 269-51 and Hawaii Administrative Rules § 6-61-62(a). HELCO served copies of its Application upon the Consumer Advocate.

Suspension of the Proceeding

Stipulated Procedural Order No. 23200, filed on January 16, 2007, sets forth the remainder of the procedural schedule that governs this proceeding:

HELCO's responses to Consumer April 5, 2007 Advocate's supplemental information requests

Parties' technical meeting April 26, 2007

Consumer Advocate's Statement of May 21, 2007

Position

HELCO's Statement of Position June 4, 2007 (if necessary)

By letter dated April 5, 2007, HELCO requests that the commission suspend this proceeding, including the remainder of the procedural schedule, in order to allow: (1) the Army additional time to address and resolve the issues raised by the NPS regarding the privatization of KMC's electrical distribution system; and (2) HELCO to continue its discussions with the Army regarding an increased contribution from the Army for the higher for the service expected costs connection than HELCO explains that: (1) the Army recently informed HELCO that it needs additional time to address the issues raised by the NPS; (2) at this time, the amount of additional time that will be needed by the Army is uncertain; and (3) the resolution of the amount of the Army's increase in contribution to HELCO "is dependent on the actions the Army agrees to take in resolving the it may involve altering meter inasmuch as concerns installations to address historical preservation concerns at the

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lodges." Lastly, HELCO represents that the Consumer Advocate does not object to HELCO's request to suspend this proceeding.

The Army's efforts in attempting to resolve the issues raised by the NPS are on-going, with the amount of additional time needed by the Army to resolve these matters uncertain. The commission, in this instance, finds good cause to approve HELCO's request to suspend this proceeding, including the remainder of the procedural schedule. HELCO shall promptly notify the commission of the resolution of the unresolved matters, and the Parties shall submit their revised procedural schedule to the commission within twenty days thereafter.

III.

Orders

THE COMMISSION ORDERS:

- 1. HELCO's request, dated April 5, 2007, to suspend this proceeding, including the remainder of the procedural schedule, is approved.
- 2. HELCO shall promptly notify the commission of the resolution of the unresolved matters, and the Parties shall submit their revised procedural schedule to the commission within twenty days thereafter.

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²HELCO's letter, dated April 5, 2007, at 2.

³Telephone conversation between commission counsel and HELCO's representative, on April 5, 2007, informing the commission of the Consumer Advocate's non-objection to HELCO's request.

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

Carlito P. Caliboso,

APPROVED AS TO FORM:

Commission Counsel

05-0321.eh

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing $\underbrace{23372}$ upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

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Counsel for HELCO

Karen Higashi

DATED: APR 1 9 2007