



William A. Bonnet
Vice President
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June 12, 2008

The Honorable Chairman and Members of the
Hawaii Public Utilities Commission
465 South King Street, First Floor
Kekuanaoa Building
Honolulu, Hawaii 96813

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PUBLIC UTILITIES
COMMISSION

Dear Commissioners:

Subject: Docket No. 2007-0331
Competitive Bidding Process for Renewable Energy on Oahu

On May 19, 2008, Hawaiian Electric Company, Inc. (“Hawaiian Electric”) respectfully submitted a copy of its proposed Final Request for Proposals for Non-Firm Renewable Energy Projects, Island of Oahu, May 2008 (“RFP”). Hawaiian Electric offers the following corrections to the Proposed Final RFP and Model Power Purchase Agreement (“Model PPA”):

Corrections to the Proposed Final RFP:

1. Section 3.1, Chart 2. Anticipated Date for the Tentative Bidder’s Conference, replaced “2009” with “2008”.
2. Section 4.3. Experience of the bidder: inserted on second line, p. 23 after parenthetical “, consultants, contractors or subcontractors”.
3. Appendix B, Section 4. Pricing Information. On page B-5, lines 1 and 4, replaced “required” with “requested”.
4. Appendix B, Section 7. Financial/Legal. On page B-34, Section 7.3, third line, replaced “subsidiaries and providers of capital.” with “subsidiaries, providers of capital, and percentage interest of each party.”
5. Appendix B, Section 15. Required Interconnection Technical Information. On page B-44, Section 15.1, first line, inserted “preliminary” after “Provide”.

Corrections to the Model PPA:

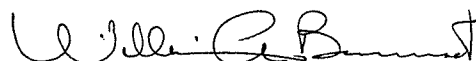
1. PPA Section 2(a), p. 14. Deleted “(energy)” in the eleventh line.
2. PPA Section 6(c), p. 20, in the posted version states: “In order to make Seller’s forecasts as accurate as possible, Seller will install and maintain, among other equipment, instrumentation to measure and record wind speed and direction.” was replaced with:

“In order to make Seller’s forecasts as accurate as possible, Seller will install and maintain appropriate equipment for that purpose. In the case of a wind farm, such equipment would include, but not be limited to, instrumentation to measure and record wind speed and direction.”
3. Section 29(i), p. 56. Deleted “j” at the end of the sentence.
4. Performance Standards. Appendix B, Section 3.a, sixth line, p. B-9. Replaced “the leading and lagging power factor” with “the reactive power range”.
5. Performance Standards. Appendix B, Section 3.b, p. B-9, after heading “Reactive Amount”, added “[These requirements may change based on the outcome of the IRS.]”

The corrections to the Proposed Final RFP and Model PPA include changes that Hawaiian Electric had previously agreed to make that were inadvertently left out of the documents that were submitted on May 19, 2008. Nothing new has been added. These corrections have been reviewed and have been concurred with by the Independent Observer (“IO”). A corrected copy of the Proposed Final RFP dated June 2008 (including the Model PPA) is attached as Exhibit A.¹ Hawaiian Electric is also providing a redlined copy to show the corrections made as indicated above to the Proposed Final RFP (including the Model PPA). (See Exhibit B.)

Electronic notice of these corrections to the Proposed Final RFP will be made to all parties who have submitted an expression of interest to our Solicitation of Interest and Draft RFP and will be posted on Hawaiian Electric’s Generation Bidding website (<http://generationbidding.heco.com>).

Sincerely,



Attachments

cc: Division of Consumer Advocacy (with Attachments)

¹ RFP Appendices D, E, F and G have not been revised and are not included with this submittal.

