



*Informational Briefing
Senate*

Committee on Commerce and Consumer Protection

*ELECTRIC UTILITY
REGULATION AND
ENERGY COST ADJUSTMENTS*

*Public Utilities Commission
State of Hawaii*

Carlito P. Caliboso

Chairman

January 15, 2009



Public Utilities Commission State of Hawaii

Regulation of Public Utilities:

- Public utilities required to provide customers with reliable services at just and reasonable rates*
- Provide regulated companies with a fair opportunity to earn a reasonable rate of return*



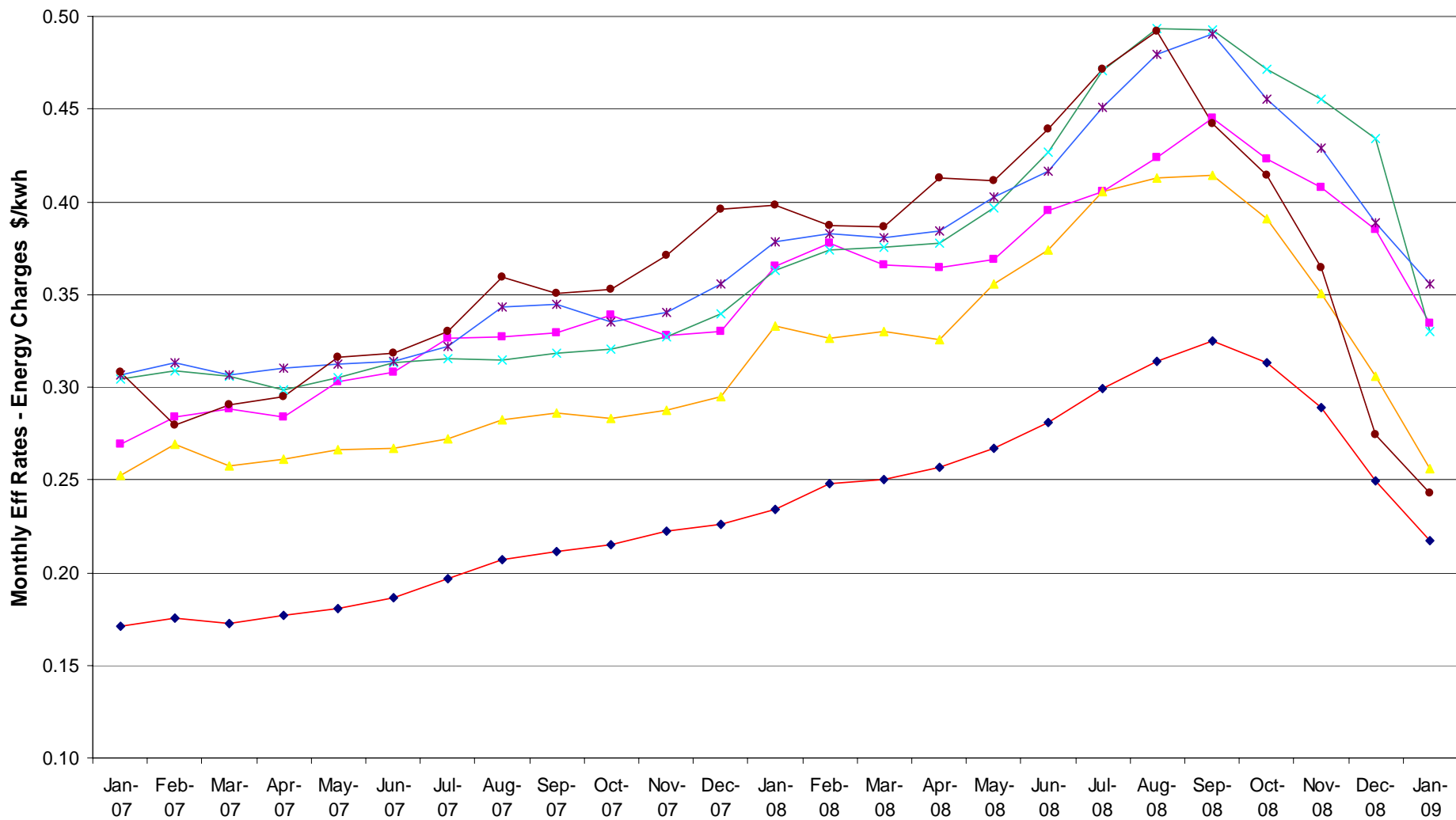
Industries Regulated by Commission

- *Electricity*
- *Telecommunications*
- *Gas*
- *Water Utilities (Private)*
- *Wastewater Utilities (Private)*
- *Transportation - Water Carriers*
- *Transportation - Motor Carriers*
- *Petroleum Monitoring*

Commission Powers and Rate Regulation

- *General supervisory power over public utilities under Chapter 269, HRS. HRS §269-6(a).*
- *All rates must be just and reasonable. §269-16(b)*
- *Commission approval required for any rate changes, and automatic adjustment clause. HRS §269-16(b), §269-16(g).*

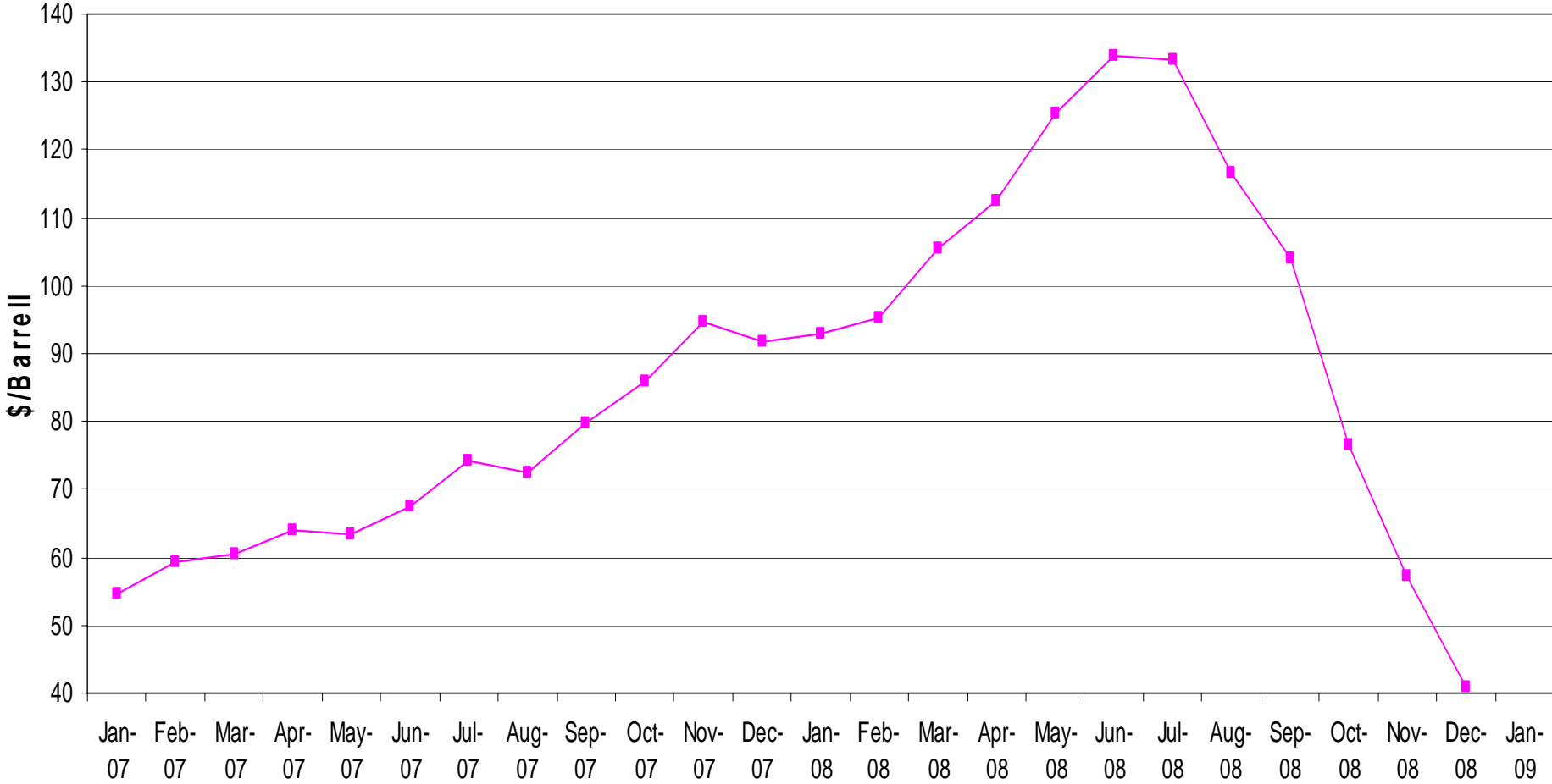
EFFECTIVE RATES



Data Source: HECO Companies' "Effective Rate Summaries" Reports
 KIUC Fuel and Purchased Power Rate Adjustment Reports

OIL PRICES (WTI)

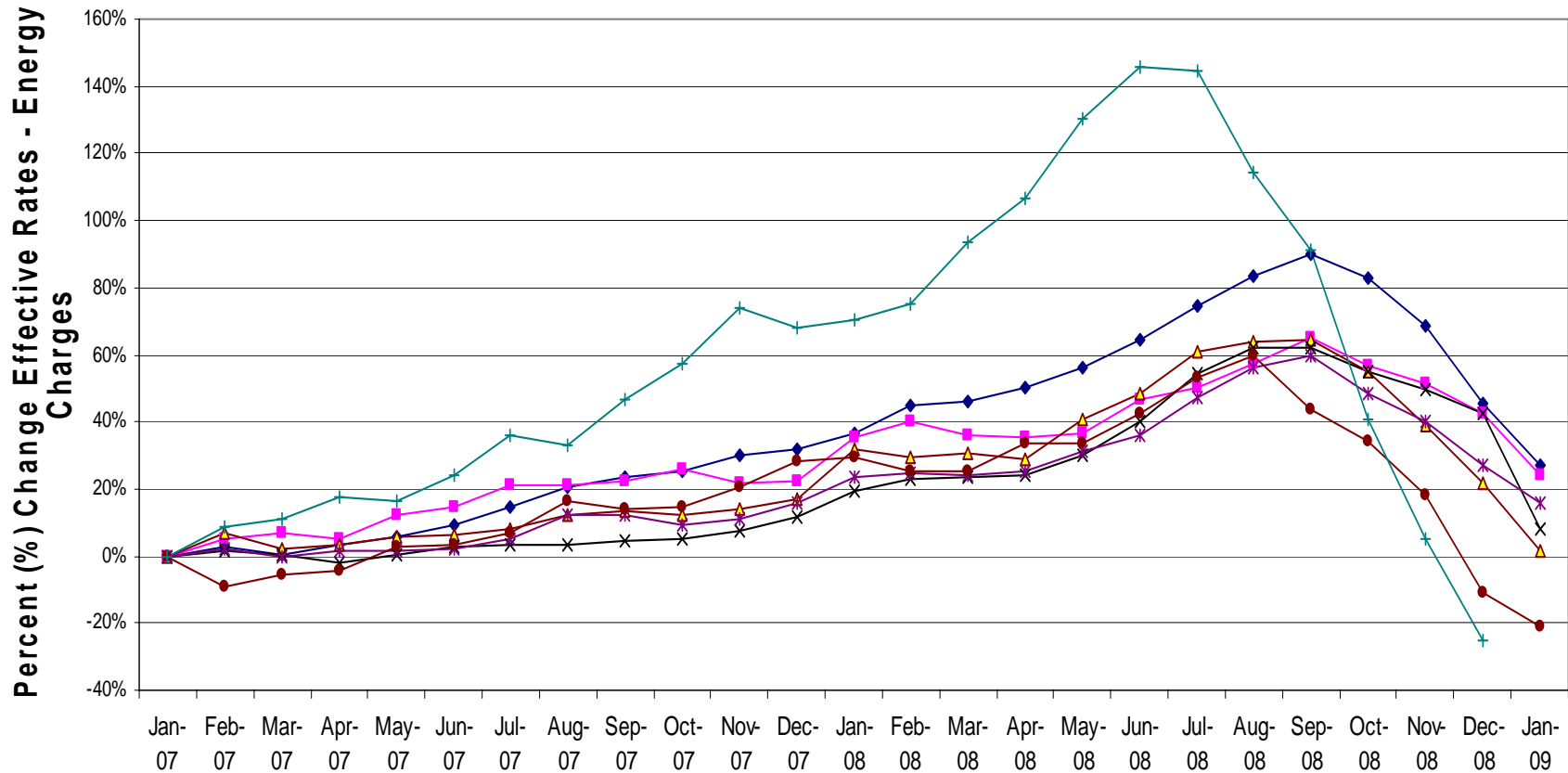
OIL WTI



Data Source: U.S. DOE Energy Information Administration
http://tonto.eia.doe.gov/dnav/pet/pet_pri_spt_s1_m.htm

EFFECTIVE RATES AND OIL PRICE CHANGES SINCE JANUARY 1, 2007

◆ OAHU
 ■ HAWAII
 ▲ MAUI
 ✕ LANAI
 ✱ MOLOKAI
 ● KAUAI
 + OIL



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http://tonto.eia.doe.gov/dnav/pet/pet_pri_spt_s1_m.htm