

Wildfire Safety Briefing

Informational briefing to Senate Committees on Commerce and Consumer Protection (CPN), Public Safety and Intergovernmental and Military Affairs (PSM), and Energy, Economic Development, and Tourism (EET)

November 8, 2024

Key takeaways

- Wildfires are a societal and economic threat requiring many lines of defense: Utilities, first responders, landowners, government, public policy, individuals
- Hawaiian Electric will spend ~\$120M on wildfire safety this year and has reduced risk
 of ignition from its equipment by an estimated 60%
- Our Wildfire Safety Strategy currently under development for submission to the PUC aims to balance risk with cost and a long-term goal to reduce ignition risk by 80%
- The company/shareholders are taking responsibility for their share of the Maui litigation settlement customers don't pay





Four key elements of our wildfire safety strategy



Company-specific risk maps

Inspections

Vegetation management

Sparkless fuses

Lightning arresters



Operational Changes

Fast trip & block reclose

Relay upgrades

Public Safety Power Shutoff (PSPS)



Situational Awareness

Video cameras with Al

Weather stations

Fault current indicators



Grid Hardening

Wood pole replacements

Replacing copper with aluminum conductors

Covered conductor

Strategic undergrounding

~\$120 million budgeted for wildfire mitigation work in 2024





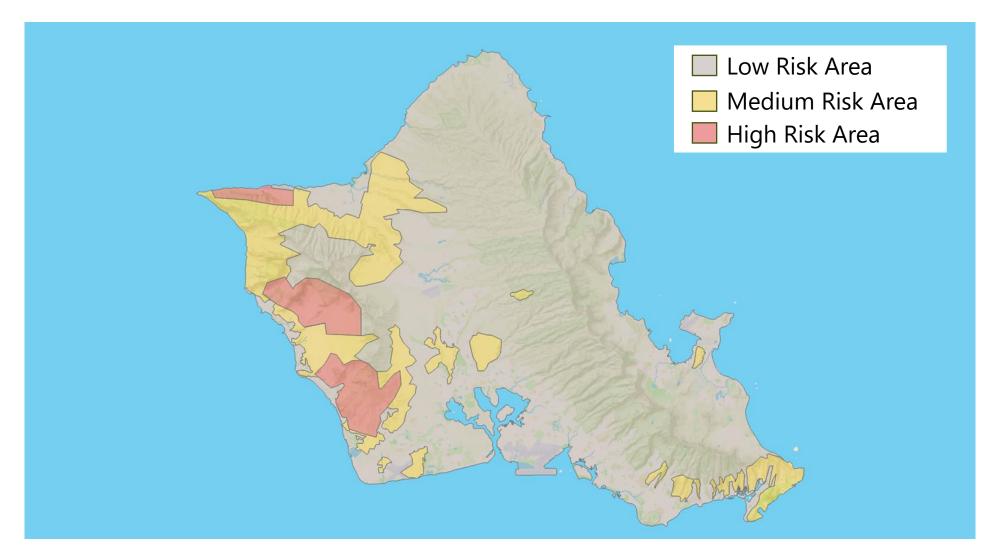
We are spending ~ \$120M in 2024 on wildfire mitigation work

Category	Initiative	2024 Spend
Paradar's advant	Detailed Inspections of Distribution & Transmission Circuits	\$10.3 M
	Vegetation Management	\$6.3 M
Foundational Work	Fire-safe Fuses	\$8.6M
	New Lightning Arresters	\$2.3 M
Operational Changes	Substation Relay Settings Changes (Fast Trip)	\$0.8 M
	Distribution Relay Upgrades for Fast Trip	\$2.8 M
	Single-phase Fault Current Indicators	\$3.1 M
Situational Awareness	360° High-definition Video Cameras w/ Al	\$2.7 M
	Weather Stations	\$1.1M
	Wood Pole Replacements & Upgrades	\$61.9 M
Hardening	Aluminum Reconductor Circuit Miles	\$12.5 M
	Smart Reclosers for PSPS circuits	\$1.3 M
	Pole testing	\$0.6M



Wildfire risk maps based on utility equipment ignition potential



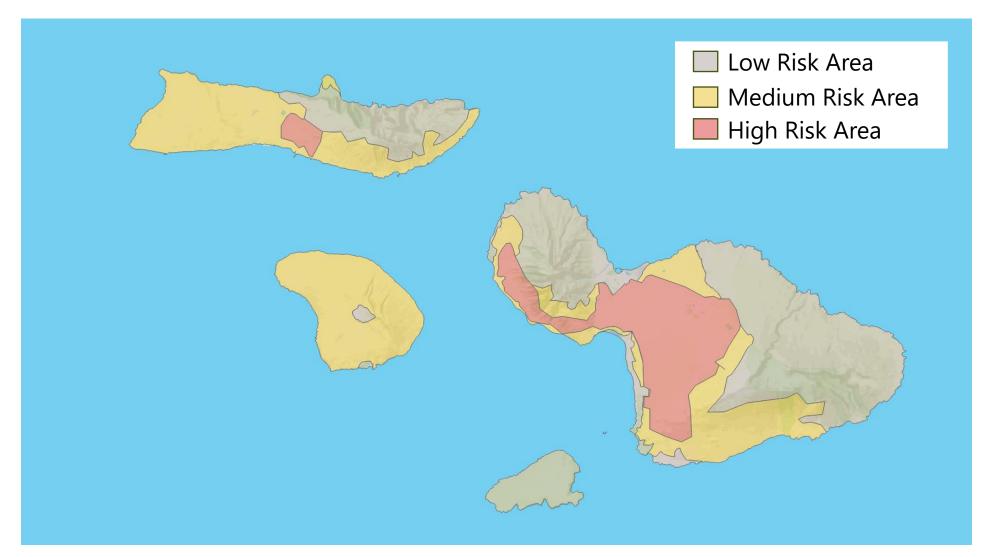






Wildfire risk maps based on utility equipment ignition potential



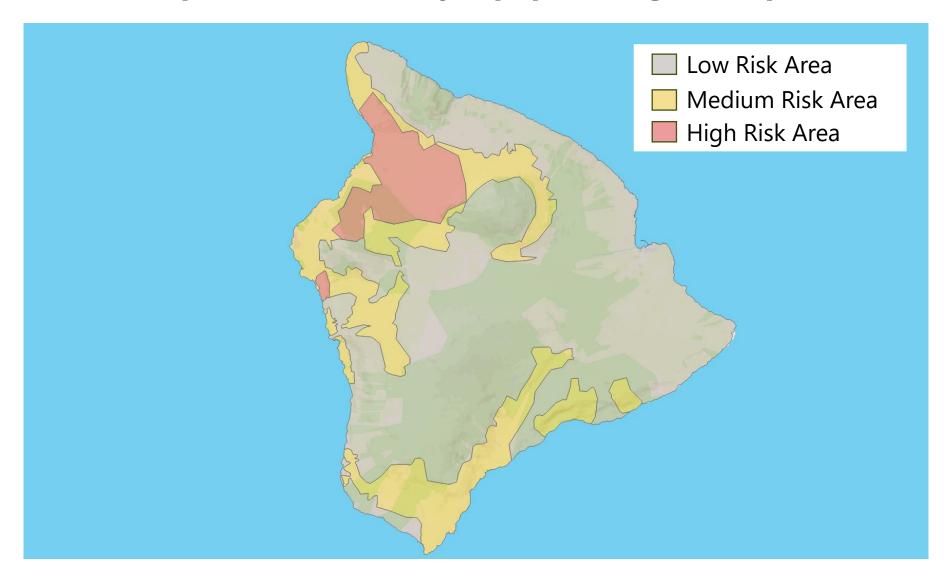






Wildfire risk maps based on utility equipment ignition potential







Inspections in high-risk areas prioritize mitigation, hardening work





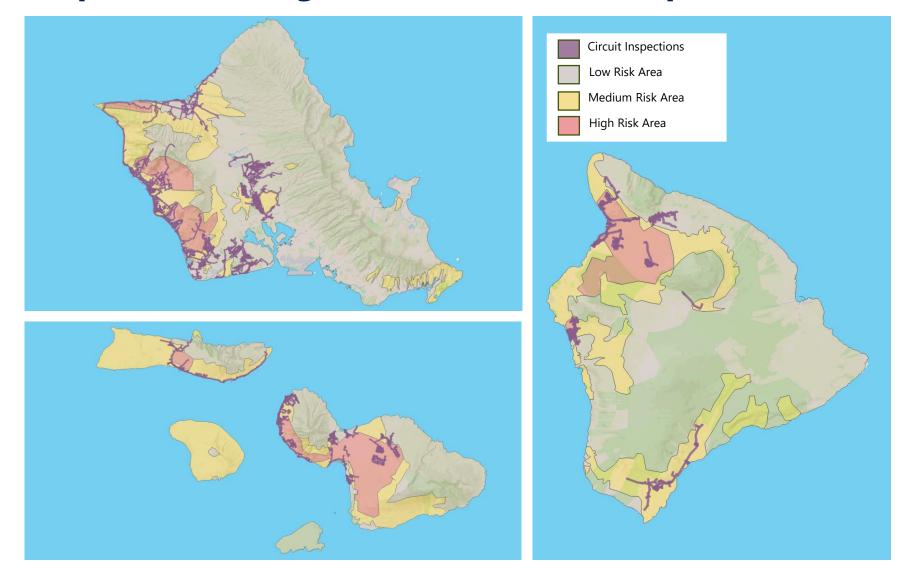






Circuit inspections in higher risk areas first step in resilience work







Vegetation Management











Vegetation major safety, reliability issue



- Number 1 cause of outages during wind events
- Spent \$100M over the last 4 years
- Enhanced vegetation trimming effective in reducing wildfire ignitions and outages
- Partnerships (state, county, utilities, landowners) needed
- We can only trim within our easements and ROWs
- County and state rules do not give private utilities the right to trim on private property







Fire-safe Fuses and Lightning Arresters





Fire-Safe Fuses



	2023-24	2025	2026	2027	2025-2027
Incremental Fire-Safe Fuses	3,534	7,791	1,380	0	9,171
O'ahu	1,000	2,629	0	0	2,629
Maui County	1,652	2,622	470	0	3,093
Hawai'i Island	882	2,540	910	0	3,450
Costs	\$8.6M	\$36.2M	\$7.5M	\$0M	\$43.7M



¹ All figures are budgetary estimates and subject to change based on the results of wildfire risk models, field visits, and input from key stakeholders ² Excludes 6 additional video camera station installations planned for Nov/Dec 2024 (O'ahu-3, Maui County-2, Hawai'i Island-1)

Lightning Arresters



	2023-24	2025	2026	2027	2025-2027
Incremental Lightning Arresters	1,071	1,477	22	-	1,499
O'ahu	482	500	0	-	50
Maui County	341	658	11	-	669
Hawai'i Island	248	565	11	-	576
Costs	\$2.3M	\$7.2M	\$0.2M	\$M	\$7.4M

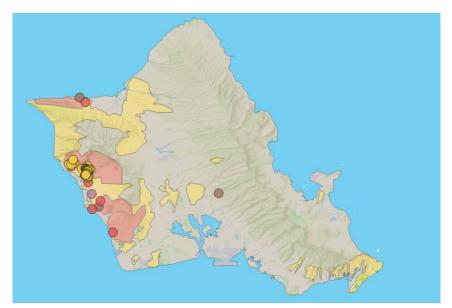


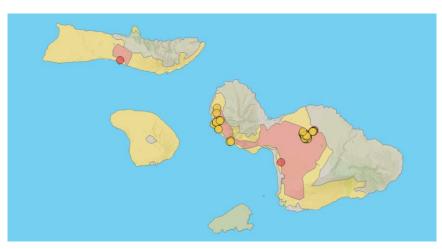
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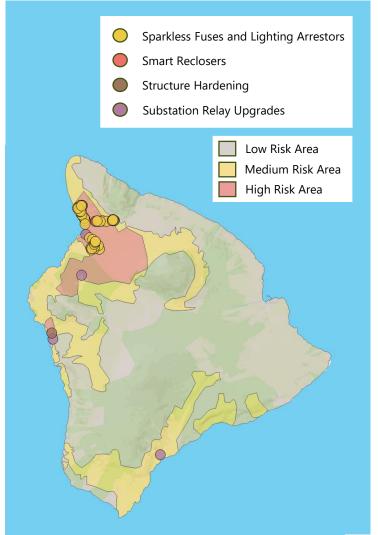
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Additional firesafe equipment and upgrades in high-risk areas







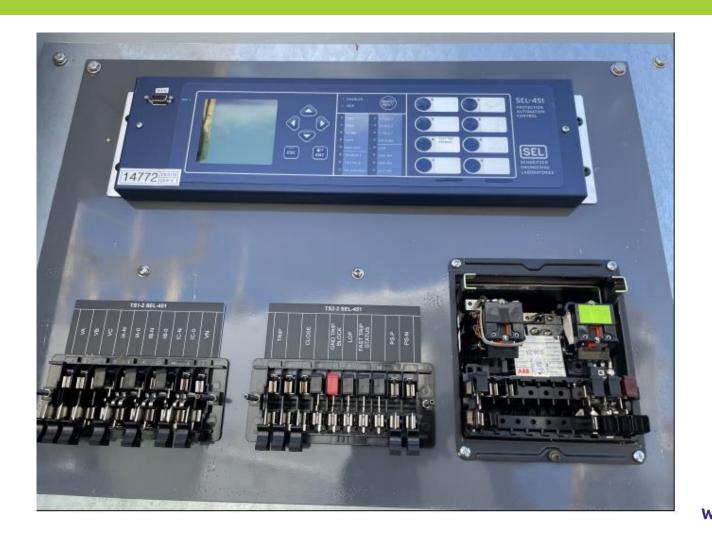






Fast Trip & Block Reclose

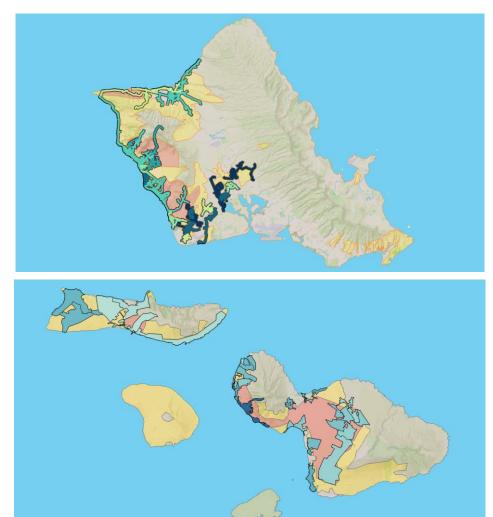


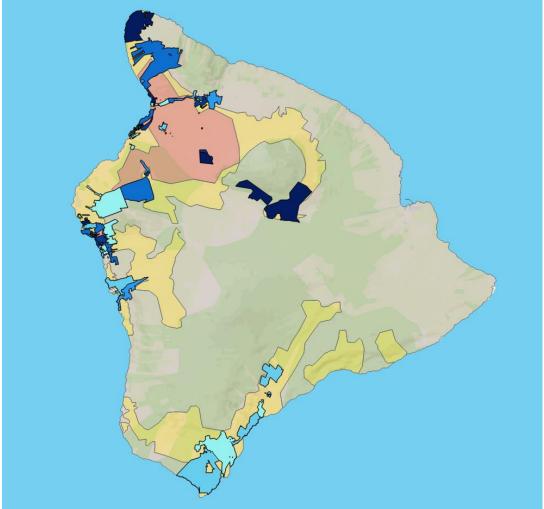




Fast trip & block reclose





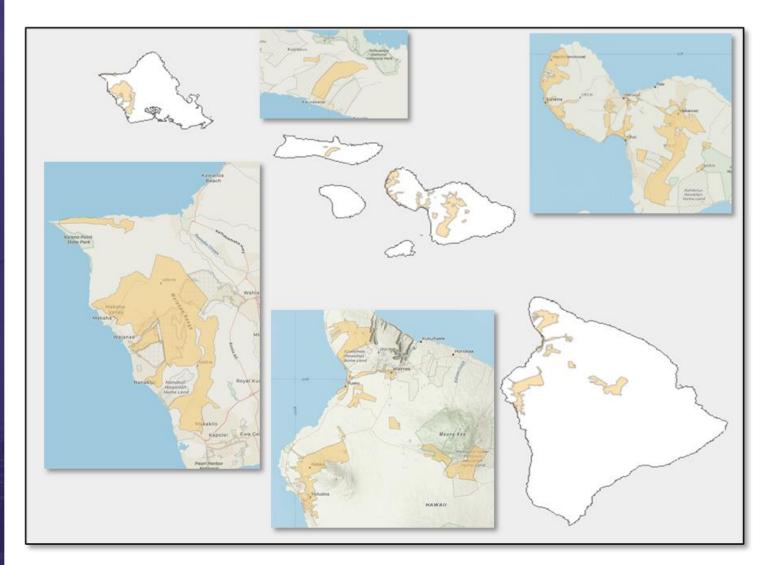






Public Safety Power Shutoff Program operational since July 1





- Developed in coordination with state and county emergency agencies
- Over 60 community meetings across three counties held
- PSPS program includes the addition of cameras and weather stations to operationalize program
- Continuous improvement based on past activations and stakeholder feedback.



The 53 deployed weather stations provide real-time wind and humidity data to support our PSPS program



Illustrative (simplified) example of October 16th PSPS watch weather dashboard

Circuit	Wind Gust (mph)	Humidity (%RH)	PSPS criteria met
Kaheawa 2	51.67	60.34	no
Kaheawa 1	51.67	60.34	no
MPP-Lahainaluna	51.67	60.34	no
MPP-Kaheawa 1	51.67	60.34	no
MPP-Kaheawa 2	51.67	60.34	no
Waena-Pukalani	41.36	44.47	no
Waena-Kealahou	41.36	44.47	no



New Message Broadcast tool for PSPS notification



SMS TEXT

- Dynamic, outbound SMS text directly to customers in PSPS area
- Best for providing updates



Online Tool

Multiple methods to reach customer



EMAIL

- Provides links to additional information
- Less intrusive for those who don't want an automated voice call

- 24/7 messaging system
- Delivers targeted messages to residents of PSPS areas
- Ability to send messages in different languages
- Can receive responses
- Confirms message received



AUTOMATED VOICE

- Outbound voice recordings to phone
- Leave voicemail messages



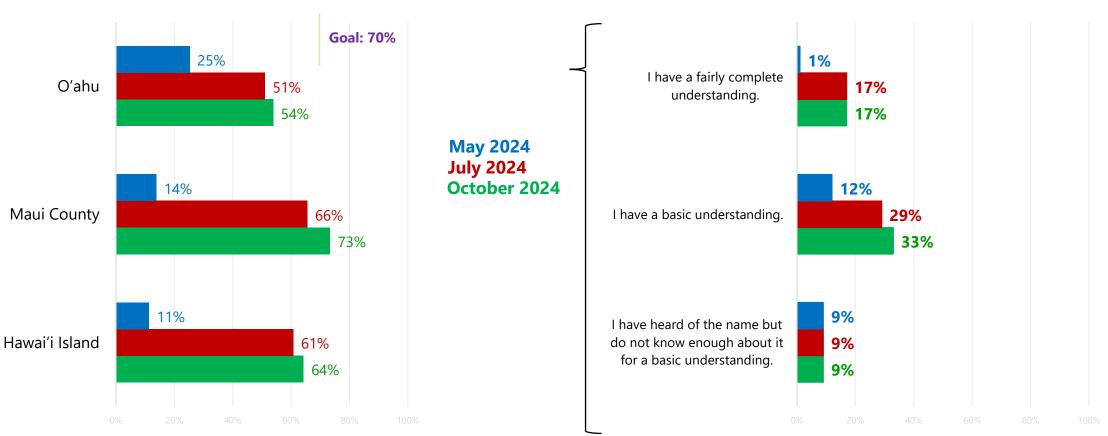




In 5 months, PSPS awareness has significantly increased; Communication work continues to expand level of public's understanding

Awareness of PSPS

Level of Understanding

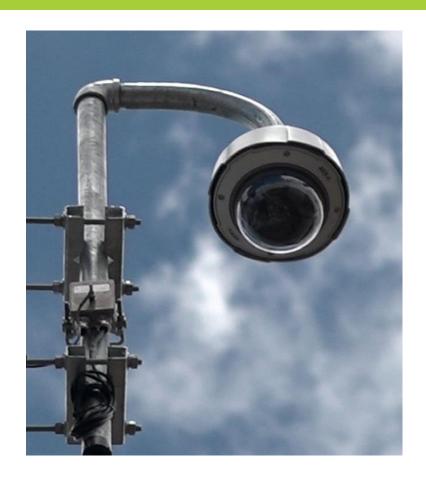






Video Cameras with Al









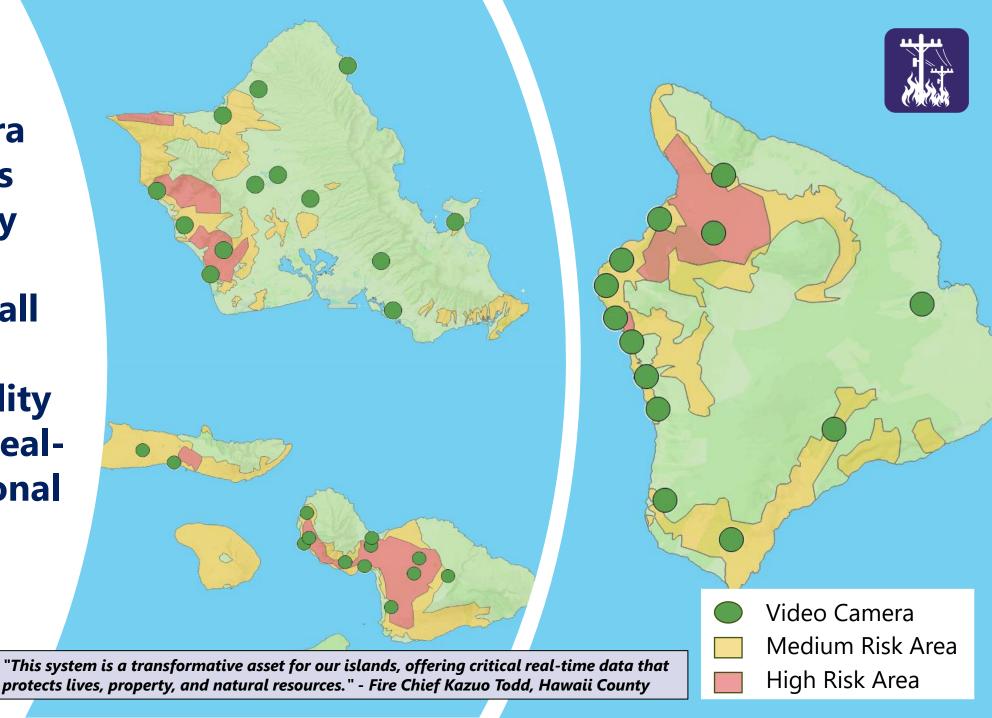




Best Estimate Location **: 20.7705, -156.447872



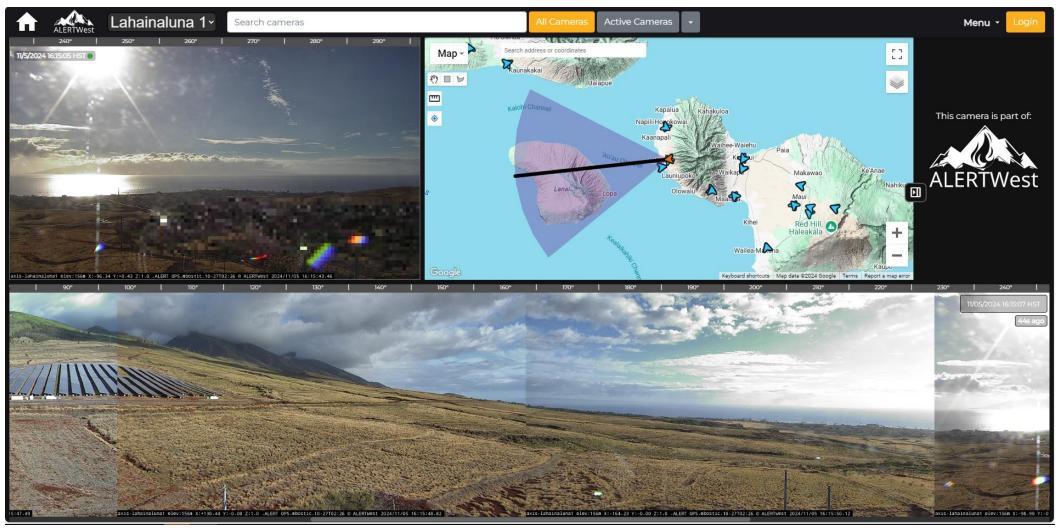
Video camera deployments provide early detection of ignitions of all sources and provides utility operations realtime situational awareness





Video Cameras – Live Feed (Click on image for live feed)

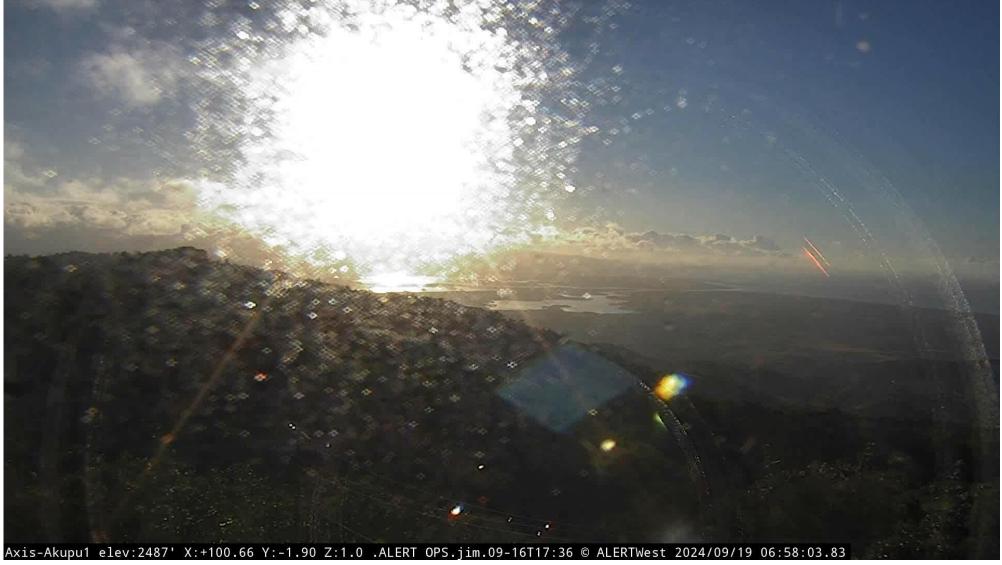






Timelapse of ALERTWest-detected anomaly and HFD Response









Video Camera Stations¹



	2023-24	2025	2026	2027	2025-2027
Incremental Video Camera Stations	46	32	-	-	32
O'ahu	16	8	-	-	8
Maui County	16	11	-	-	11
Hawai'i Island	14	13	-	-	13
Costs	\$2.7M	\$3.0M	-	-	\$3M

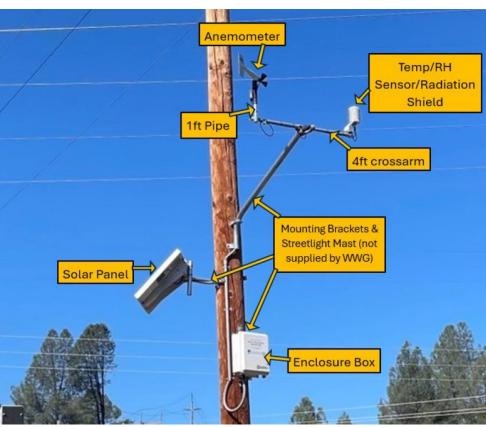
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Weather Stations

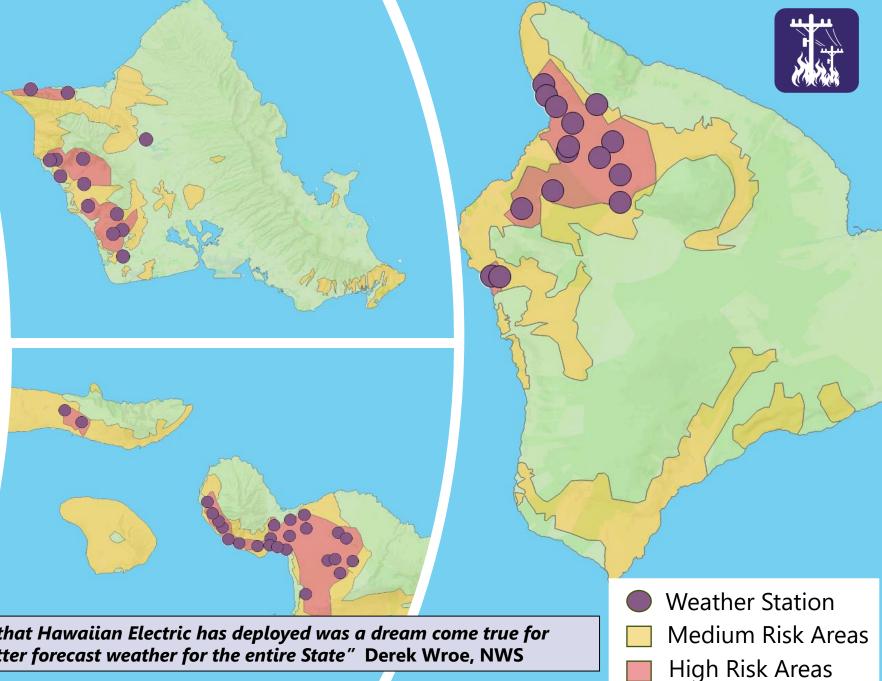








Weather station deployments aid in PSPS and other operational actions



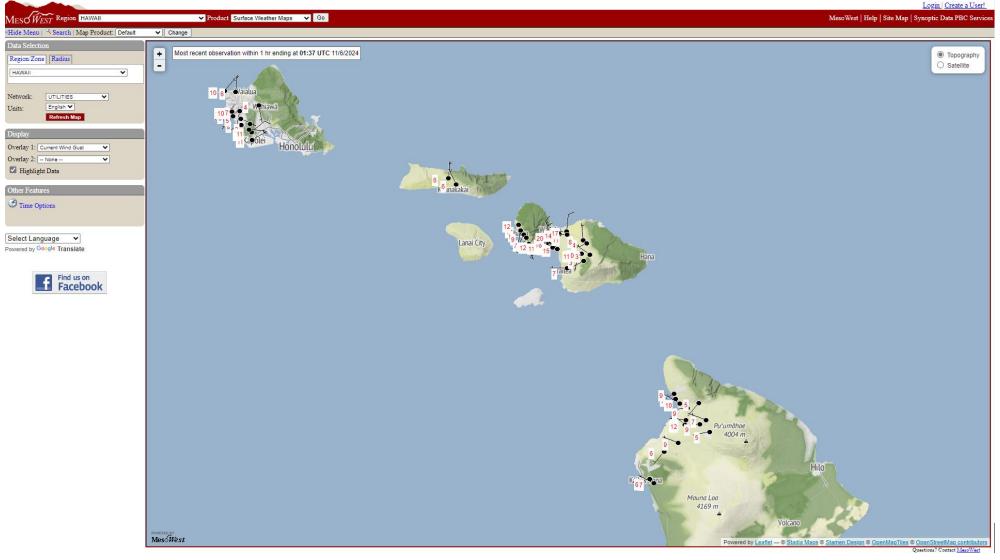


"The weather stations that Hawaiian Electric has deployed was a dream come true for them in their use to better forecast weather for the entire State" Derek Wroe, NWS



Data Sharing (Click on image for live feed)







Weather Stations¹



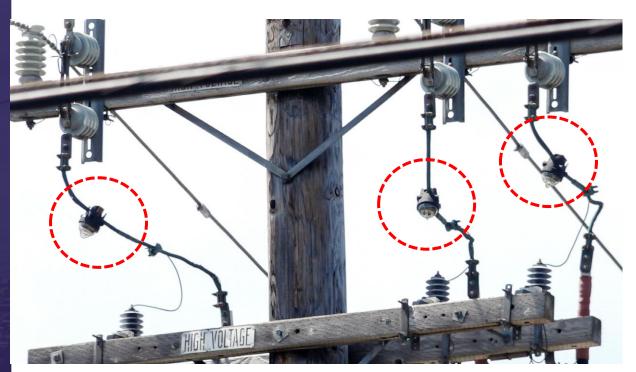
	2023-24	2025	2026	2027	2025-2027
Incremental Weather Stations	53	75	75	100	250
O'ahu	13	19	19	25	63
Maui County	25	35	35	47	117
Hawai'i Island	15	21	21	28	70
Costs	\$1.1M	\$2.7M	\$2.7M	\$3.6M	\$9.0M

¹ All figures are budgetary estimates and subject to change based on the results of wildfire risk models, field visits, and input from key stakeholders



Fault Current Indicators – detect the direction in which a fault has occurred and shorten response times











Fault Current Indicators



	2023-24	2025	2026	2027	2025-2027
Incremental FCIs	4,514	5,000	2,898	0	7,898
O'ahu	1,740	1,125	0	0	1,125
Maui County	686	2,011	833	0	2,844
Hawai'i Island	1,119	1,864	2,065	0	3,929
Costs	\$4.1M	\$6.1M	\$5.9M	\$0M	\$12.0M

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Upgrade of poles to stronger designs, both wood and steel



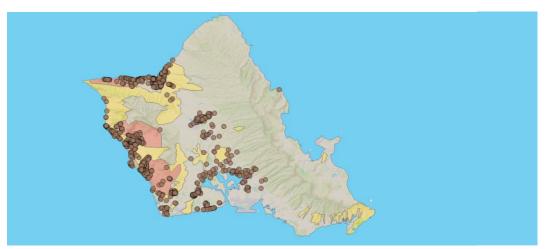




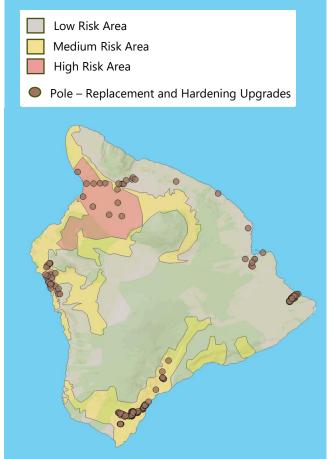


Over 2,000 stronger poles with hardware upgrades have been installed in high risk areas













Pole Replacement (#Poles & Upgrades)



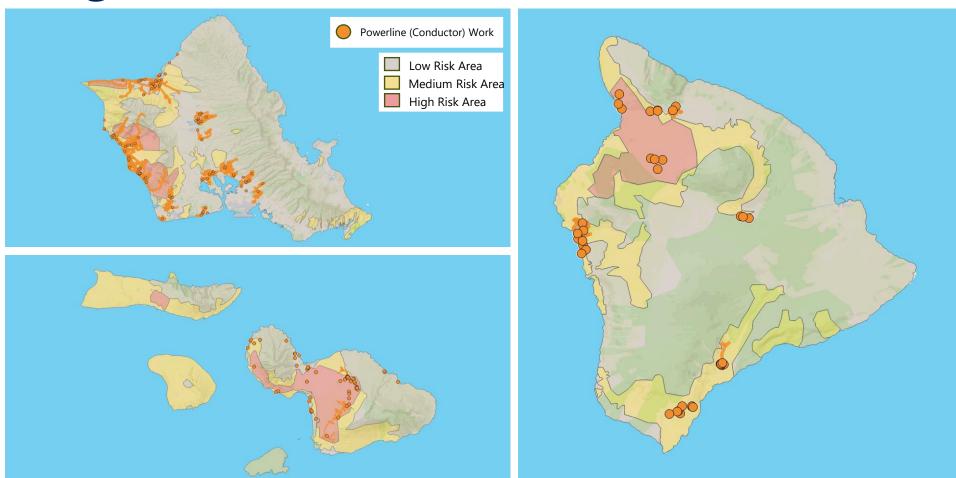
	2023-24	2025	2026	2027	2025-2027
Incremental Pole Replacements	2,202	1,793	320	TBD	2,113
O'ahu	942	483	0	TBD	483
Maui County	533	782	160	TBD	942
Hawai'i Island	301	528	160	TBD	688
Costs	\$62.6M	\$53.5M	\$5.4M	TBD	\$58.9M





Over 16 miles of conductors have been replaced with larger, more resilient materials









Conductor replacements



	2023-24	2025	2026	2027	2025-2027
Incremental Conductor Replacements (miles)	33	23.6	3.7*	*	26.6
O'ahu	11.4	3.4	0	0	1.8
Maui County	16.6	17	2.5	0	54.2
Hawai'i Island	5.0	2.2	1.2	0	11.5
Costs	\$13.2M	\$12.6M	\$2.7M	\$0M	\$15.3M

^{*}Covered conductor miles is included in the next table & may overlap in miles





Use of more resilient materials and covered conductors over traditional bare conductors can significantly reduce ignitions and improve reliability







Draft O'ahu Covered Conductor Deployments





~150 miles Covered Conductor

Note: These are high level visualizations of risk model output. **NOT** meant to be precise.





Draft Maui County Covered Conductor Deployments





~250 miles Covered Conductor

Note: These are high level visualizations of risk model output. **NOT** meant to be precise.





Draft Hawai'i Covered Conductor Deployments





Covered Conductor

~400 miles Covered Conductor

Note: These are high level visualizations of risk model output. **NOT** meant to be precise.



Covered Conductor installation



	2023-24	2025	2026	2027	2025-2027	
Incremental Covered Conductor (miles)	-	-	54	54	108	
O'ahu	-	-	5	5	10	
Maui County	-	-	22	22	44	
Hawai'i Island	-	-	27	27	54	
Costs	-	-	\$100.7M	\$100.7M	\$201.4M	

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Undergrounding among safety strategies

- 51% of company distribution lines are underground
- Working with Lahaina residents we know this is what they want. We are pursuing grants and innovative funding strategies to minimize cost impact. Need county rebuilding plans first.
- \$11M per mile vs \$1M/mile for overhead
- In some areas, less expensive tactics like covered conductor can be just as effective
- Permitting and environmental/cultural issues add significantly to timeline







Core Concept 2: Wildfire risk can be reduced

There is a lot we can do to reduce wildfire occurrence, fire spread, & severity



Reduce ignitions



Manage land & reduce fuel



Make homes & towns safer & ignition-resistant

Core Concept 4: Everyone plays a role

Everyone has a role in adapting to wildfire



Land Stewards Residents

Policy-makers
& Community
Leaders

Emergency responders

Planners
Developers
Utilities

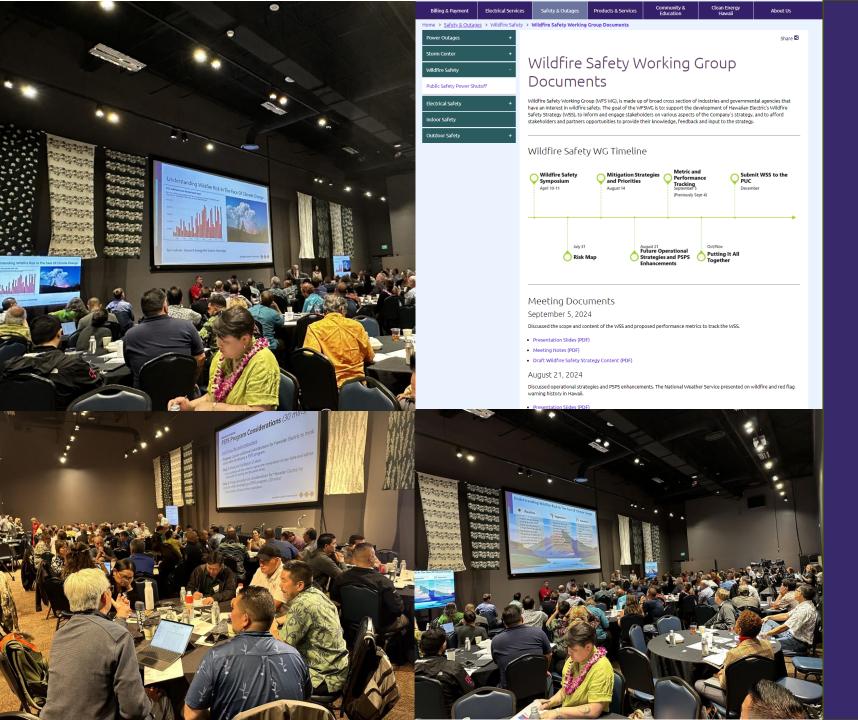
Wai'anae school firebreak project

- Removed invasive grass on DHHL land behind school, will replant with native species, overseen by nonprofit
- \$150,000 project 50/50 funding match from feds
- Similar community benefits projects being developed on all islands
- Details on project at https://www.youtube.com/watch?v=oc mHW2h8Ki4



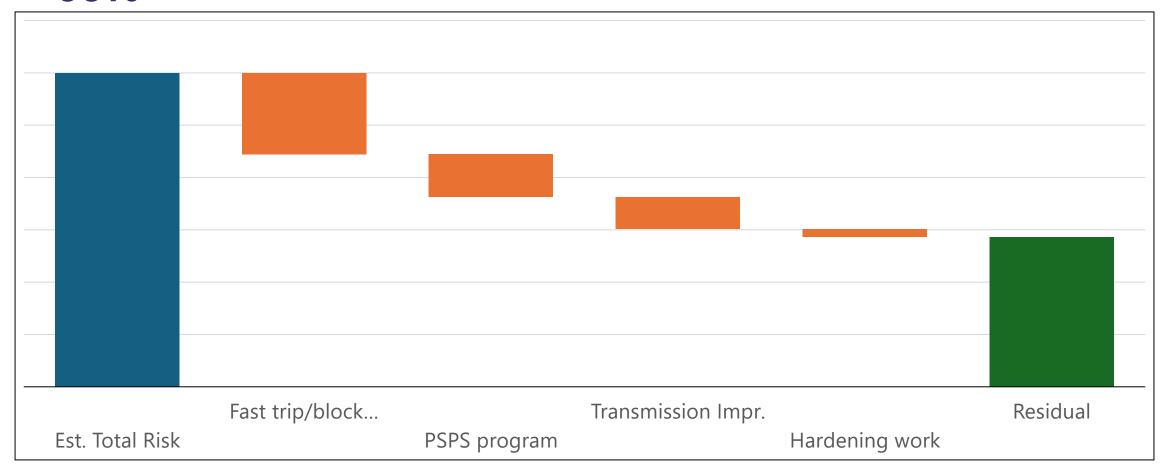






2025-2027 Wildfire Safety Strategy

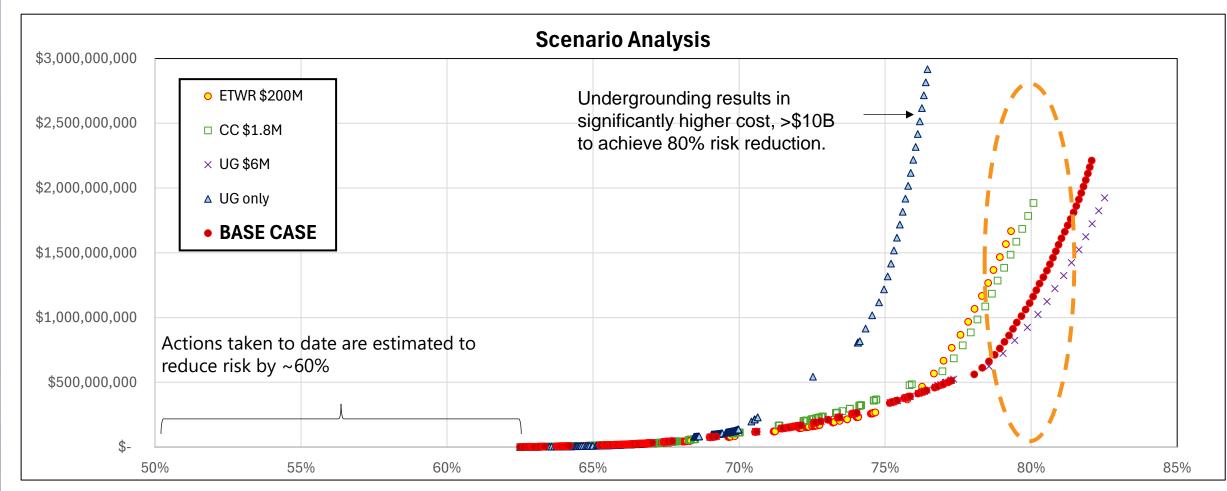
Preliminary risk modeling indicates that wildfire mitigation work performed to date has reduced by ~60%







Preliminary risk modeling targets a goal of overall risk reduction of ~80%









We are aggressively pursuing federal grants and other sources of funding to reduce customer impacts and accelerate work

Title of Opportunity	Application Title	Awarding Agency	Status	Federal Match	Cost Share	Total	Cost Share
GRIP 1 Topic 1 - Grid Resilience (grid hardening)	IIJA GRIP, Round 1	DOE	Awarded	\$95,313,716	\$95,313,718	\$190,627,434	50%
GRIP 1 Topic 2 - Grid Flex (Grid Mod Phase II)	IIJA GRIP, Round 1	DOE	Not Selected	\$50,000,000	\$54,443,273	\$104,443,273	52%
GRIP 2 Topic 1 - Grid Resilience (wildfire focus)	IIJA GRIP, Round 2	DOE	Not Selected	\$100,000,000	\$100,000,000	\$200,000,000	50%
GRIP 2 Topic 2 - Grid Modernization	IIJA GRIP, Round 2	DOE	Not Selected	\$100,000,000	\$105,000,000	\$205,000,000	51%
GRIP 2 Topic 3 -State-wide Grid innovation (HECO and KIUC subapplicants)	IIJA GRIP, Round 2	DOE	Not Selected	\$250,124,367	\$250,124,387	\$499,999,955	50%
Koʻolaupoko Critical Customer Hubs (3)	BRIC	FEMA	Submitted to FEMA	\$8,329,318	\$3,569,707	\$11,899,025	30%
West Maui (Lahaina) Critical Customer Hubs	BRIC	FEMA	Not Selected	\$3,808,500	\$1,269,500	\$5,078,000	25%
Lahaina Critical Customer Hubs (2)	HMGP	FEMA	Preparing Application	\$3,808,500	\$1,269,500	\$5,078,000	25%
Wildfire Risk Model	HMGP	FEMA	Preparing Application	\$750,000	\$250,000	\$1,000,000	25%
Deployable batteries for PSPS areas	HMGP	FEMA	Not Selected	\$15,000,000	\$5,000,000	\$20,000,000	25%
Al for Vegetation Management	HMGP	FEMA	Not Selected	\$7,575,000	\$2,525,000	\$10,100,000	25%
North Kohala Microgrid	HMGP	FEMA	Not Selected	\$22,500,000	\$7,500,000	\$30,000,000	25%
Hazard tree removal - Maui	HMGP	FEMA	Not Selected	\$2,250,000	\$750,000	\$3,000,000	25%
Total				\$659,459,401	\$627,015,085	\$1,286,225,687	

Maui litigation settlement summary

- Company will pay \$1.99B as its share of \$4B global settlement; final settlement agreement between individual plaintiffs and defendants made public this week.
- Company share includes \$75M contribution to One 'Ohana Fund for claims for wrongful death and serious physical injury
- No customer bill impact company and shareholders will pay the settlement
- First of four payments will come from \$550M stock sale in September and will be paid in late 2025. Company is pursuing options for financing remaining payments.
- Hawai'i Supreme Court expected to rule in early 2025 on key questions relating to insurers' challenge to individual plaintiffs' claim to settlement money





Questions?