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PUBLIC UTILITIES COMMISSION

The Honorable Chair and Members of the Hawai'i Public Utilities Commission Kekuanao'a Building, First Floor 465 South King Street Honolulu, Hawai'i 96813

Dear Commissioners:

Subject: Docket No. 2017-0352 – To Institute a Proceeding Relating to a Competitive Bidding Process to Acquire Dispatchable and Renewable Generation Submission of Final Variable Requests for Proposals

The Hawaiian Electric Companies¹ respectfully submit their final variable requests for proposals ("RFPs") for O'ahu, Maui and Hawai'i Island ("Final Variable RFPs") in accordance with Order No. 35286 Approving the Hawaiian Electric Companies' Proposed Final Variable Requests for Proposals, with a Modification issued by the Commission on February 20, 2018 in the subject proceeding ("Order 35286").

In Order 35286, the Commission "approve[d], with a modification, the Proposed Final Variable Requests for Proposals, filed by the Companies on February 2, 2018."

The Companies' Final Variable RFPs and supporting documentation are organized as follows:

- Exhibit 1 Final RFP for Variable Renewable Dispatchable Generation on the Island of O'ahu, not including the final drafts of the Renewable Dispatchable Generation Power Purchase Agreement ("RDG PPA") for both photovoltaic ("PV") and wind (excluding Appendices C1 and C2)²
- Exhibit 2 Final RFP for Variable Renewable Dispatchable Generation on the Island of Maui (excluding Appendices C1 and C2)²

¹ The "Hawaiian Electric Companies" or "Companies" are Hawaiian Electric Company, Inc. ("Hawaiian Electric"), Hawai'i Electric Light Company, Inc. ("Hawai'i Electric Light"), and Maui Electric Company, Limited ("Maui Electric").

² The Companies' RDG PPAs for both PV and wind have not changed from the versions filed on February 2, 2018 and are therefore, due to the size of these files, not reproduced as part of this filing. PV and wind versions of the RDG PPA are available on the Companies' respective websites and through the PowerAdvocate Platform for each RFP. The provisions of the RDG PPAs that are island specific, such as Exhibit 7 and Exhibit 8 to the Companies' February 2, 2018 filing, are incorporated into the respective versions for Maui and Hawai'i Island.

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- Exhibit 3 Final RFP for Variable Renewable Dispatchable Generation on the Island of Hawai'i (excluding Appendices C1 and C2)²
- Exhibit 4 Redline of Final RFP for Variable Renewable Dispatchable Generation on the Island of O'ahu against February 2, 2018 Proposed Final Draft RFP³
- Exhibit 5 Redline of Final RFP for Variable Renewable Dispatchable Generation on the Island of Maui against February 2, 2018 Proposed Final Draft RFP³
- Exhibit 6 Redline of Final RFP for Variable Renewable Dispatchable Generation on the Island of Hawai'i against February 2, 2018 Proposed Final Draft RFP³

With respect to the modification required by Order 35286, the Companies revised the Maui variable RFP to "eliminate the requirement that one of the awarded projects on Maui be located at the Waena site."

The Final Variable RFPs contain several other improvements for clarity to further simply the proposal process, including:

- Site Control The Companies clarified the definition of the Threshold Requirement for Site Control in Section 4.3 of the Final Variable RFPs for consistency with supporting documentation on February 16, 2018 in their Corrections and Errata to Submitted Proposed Final Draft Variable Requests for Proposals in the subject proceeding.
- Proposer's Response Package (Appendix B to the RFPs) and PowerAdvocate
 User Information (Appendix E to the RFPs) The Companies improved and
 clarified the RFP appendices related to the use of the "Sourcing Intelligence"
 Electronic Procurement Platform developed by PowerAdvocate
 ("PowerAdvocate Platform") and the submission of proposal information through
 the PowerAdvocate Platform as described on February 23, 2018 in their Clarified
 and Reformatted Instructions (Appendices B & E) for Proposed Final Draft
 Variable Requests for Proposals in the subject proceeding.
- Updated RFP Timelines The Companies' updated RFP timelines, filed as Exhibit 5 to their February 2, 2018 filing, have been incorporated into Table 1 of each RFP reflecting the February 27, 2018 date of issuance of the RFPs.

The remainder of the revisions are shown in the redlines provided as Exhibits 4, 5 and 6 referenced above.

³ Because the changes to the RFPs are minimal, only the pages containing changes have been included in this Exhibit.

⁴ Order 35286 at 21.

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The Final RFPs have been made available to the public on Hawaiian Electric's website at www.hawaiianelectric.com/competitivebidding and through the PowerAdvocate Platform at www.poweradvocate.com.

The Companies appreciate the Commission's guidance, as well as the IOs' feedback and assistance, in developing these Final Variable RFPs. The Companies look forward to commencing the successful execution of this phase of the competitive bidding process.

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Enclosures

C: Division of Consumer Advocacy