



Hawaiian Electric Company

N E W S • R E L E A S E

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FOR IMMEDIATE RELEASE
February 1, 2011

Hawaiian Electric seeks suppliers of biodiesel for Campbell Industrial Park Generating Station

(Honolulu, Hawaii) -- Hawaiian Electric Company has issued a call for a supply of three to seven million gallons of biodiesel per year for the 110-megawatt Campbell Estate Industrial Park Generating Station. Included is a request to supply 250,000 gallons per year for the 8 MW Honolulu International Airport Emergency Power Facility which is projected to be in service in summer of 2012.

The request for proposals (RFP) states Hawaiian Electric's preference for locally produced biodiesel. In addition, Hawaiian Electric places a qualitative value on biodiesel made in the United States from domestic feedstocks. If Hawaii-produced biodiesel is not available for near term use in the CIP generating station to meet the requirements of the RFP, bidders may propose biodiesel made outside Hawaii or a combined supply of locally produced biodiesel with biodiesel and/or feedstock that originates outside of Hawaii.

As with all fuel and power purchase contracts, the final agreement will be submitted for review and approval to the Hawaii State Public Utilities Commission.

The CIP generating station currently uses biodiesel from Renewable Energy Group (REG), an Iowa-based supplier providing biodiesel from yellow grease or waste animal fat. That contract ends in July 2012. The RFP seeks a supply to commence upon expiration of that contract for three years with an option to renew.

Campbell Industrial Park Generation Station is the largest commercial power plant in the world powered exclusively by biodiesel. The planned Honolulu International Airport Emergency Facility is a partnership to serve the State Department of Transportation and Hawaiian Electric customers with four biodiesel-fueled generators able to provide 8 MW to the grid.

This use of renewable biofuels is one of many paths Hawaiian Electric is pursuing to reduce Hawaii's dependence on fossil fuel, including getting more energy from other renewable sources such as solar, wind, geothermal, biomass, and the ocean,.

Prospective bidders will find more information at <http://biodieselsupply.heco.com>. The deadline to submit proposals is March 15, 2011. All biofuel provided to any Hawaiian Electric Company must conform to environmental guidelines for the sustainable use of biofuels developed by Hawaiian Electric Company in partnership with the Natural Resources Defense Council.

In addition, the Hawaii Biofuels Foundation is currently developing guidelines for sustainable production of local biofuels in partnership with the Roundtable on Sustainable Biofuels.

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