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GOVERNOR  
  
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LT. GOVERNOR

STATE OF HAWAII  
OFFICE OF THE DIRECTOR  
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LAWRENCE M. REIFURTH  
DIRECTOR  
  
RONALD BOYER  
DEPUTY DIRECTOR

VIA FACSIMILE AND U.S. MAIL

January 28, 2010

Mr. Nate Smith  
President  
Time Warner Entertainment Company, L.P.  
200 Akamainui Street  
Mililani, HI 96789-3999

Dear Mr. Smith:

Re: Letter Order — Payment of 2010 Access Operating Fees and  
Capital Contributions to Hoike, Hoike, and Na Leo

In accordance with Decision and Order (“D&O”) Nos. 261, 291, and 346, Time Warner Entertainment Company, L.P. (“TWE”) is required to pay an annual Access Operating Fee to Hoike - Kauai Community Television, Inc. (“Hoike”), Na Leo O Hawaii, Inc. (“Na Leo”), and Olelo Community Television (“Olelo”) that the Department of Commerce and Consumer Affairs (“DCCA”) contracted with to provide PEG access services to the public.

TWE is also required to make capital contributions to these PEG access organizations to acquire or purchase PEG access assets (i.e., facilities and equipment) pursuant to D&O No. 346 (Oahu franchise area), D&O No. 327 (Kauai County), and D&O No. 335 (County of Hawaii franchise areas).

Typically, the PEG Access Operating Fees and capital contributions are paid on January 31<sup>st</sup> of each year. However, DCCA and these PEG access organizations are currently in the process of finalizing and executing Letter Agreements regarding ownership of the PEG access assets acquired or purchased with the 2010 and future PEG Access Operating Fees and capital fund payments. Thus, DCCA hereby directs TWE to:

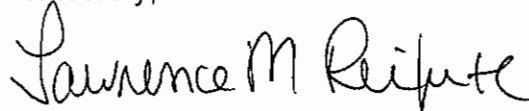
1. Deposit the 2010 Access Operating Fees and capital contributions for Hoike, Na Leo and Olelo in interest bearing accounts in any federally

insured financial institution authorized by the State of Hawai'i by January 31, 2010.

2. TWE shall maintain separate accounting records for the 2010 Access Operating Fees and capital contributions attributable to each PEG access organization. Upon request from DCCA, TWE shall promptly provide DCCA with documentation of the bank accounts and accounting records regarding the 2010 Access Operating Fees and capital contributions.
3. Upon direction by DCCA, TWE shall pay the 2010 Access Operating Fees and capital contributions in the bank accounts to these PEG access organizations or the Director's designee.
4. TWE may recover the reasonable costs of administering the bank accounts, including the taxes on any interest earned, from the interest on the accounts.
5. Any interest earned on the bank accounts shall be prorated and disbursed as further directed by DCCA. TWE shall keep separate any interest earned on the 2010 Access Operating Fees from the capital contributions.

If you have any questions on the above, please do not hesitate to contact Mr. Clyde Sonobe, the Cable Television Administrator, at (808) 586-2620. Thank you for your attention to and cooperation in this matter.

Sincerely,



Lawrence M. Reifurth  
Director of Commerce and Consumer  
Affairs

c: Brian Kang, Esq.  
Kealii Lopez, Olelo  
J Robertson, Hoike  
Juergen Denecke, Na Leo  
Marlon Wedemeyer (HENC)  
Clyde Sakamoto, Chancellor (MENC)  
Clyde Sonobe