

LINDA LINGLE
GOVERNOR

JAMES R. AIONA, JR.
LT. GOVERNOR

STATE OF HAWAII
OFFICE OF THE DIRECTOR
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
335 MERCHANT STREET, ROOM 310
P.O. Box 541
HONOLULU, HAWAII 96809
Phone Number: 586-2850
Fax Number: 586-2856
www.hawaii.gov/dcca

LAWRENCE M. REIFURTH
DIRECTOR

RONALD BOYER
DEPUTY DIRECTOR

VIA FACSIMILE AND U.S. MAIL

February 9, 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 Olelo, Hoike, and Na Leo

By Letter Order dated January 28, 2010, the Department of Commerce and Consumer Affairs ("DCCA") directed Time Warner Entertainment Company, L.P. ("TWE") to deposit the 2010 Access Operating Fees and capital contributions for Hoike – Kauai Community Television, Inc. ("**Hoike**"), Na Leo O Hawaii, Inc. ("**Na Leo**"), and 'Ōlelo Community Television ("**Ōlelo**") in interest bearing accounts pending further order of the Department.

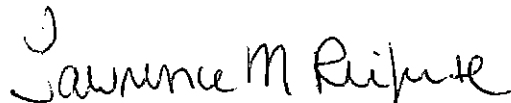
Accordingly, pursuant to Hawaii Revised Statutes section 440G-12; Sections 4.2(c), 12.8, and 12.9 of D&O No. 173, as amended; Sections 4.2(c), 12.8, and 12.9 of D&O No. 174, as amended; Sections 4.2(b), 12.8, and 12.9 of D&O No. 185, as amended; Sections 4.2(c), 12.8, and 12.9 of D&O No. 241, as amended; and Sections 4.2(c), 11.8, and 11.9 of D&O No. 291, as amended; Section II.D of D&O No. 321; Sections II.A and II.B of D&O No. 335, Section II.C of D&O No. 345; and Sections IV.I and IV.J of D&O No. 346, DCCA hereby directs TWE to:

1. Pay fifty percent (50%) of the appropriate 2010 Access Operating Fees to Olelo, Na Leo, and Hoike as soon as possible.
2. Maintain the remaining fifty percent (50%) balance of the 2010 Access Operating Fees in an interest bearing account in any federally insured financial institution authorized in the State of Hawaii.

3. Pay fifty percent (50%) of the appropriate 2010 capital fund payments to Olelo, Na Leo, and Hoike as soon as possible.
4. Maintain the remaining fifty percent (50%) balance of the 2010 capital fund payments in an interest bearing account in any federally insured financial institution authorized in the State of Hawaii.
5. TWE shall maintain separate accounting records for the 2010 Access Operating Fees and capital fund payments 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.
6. Upon further direction by the Director, TWE shall disperse the remaining amounts of 2010 Access Operating Fees and capital contributions in the bank accounts to these PEG access organizations or to the Director's designee.
7. TWE may recover reasonable costs of administering the bank accounts, including the tax impact of any interest earned, from the interest on the accounts.
8. Any interest earned on the bank accounts shall be prorated and disbursed as further directed by the DCCA. TWE shall keep separate any interest earned on the 2010 Access Operating Fees from the capital contributions.

Thank you for your attention to and cooperation in this matter. Please call Mr. Clyde Sonobe, Cable Television Administrator, if you have any questions. Thank you for your assistance 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 Sonobe