



NEIL ABERCROMBIE
GOVERNOR

SHAN S. TSUTSUI
LT. GOVERNOR

STATE OF HAWAII
CABLE TELEVISION DIVISION
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
335 MERCHANT STREET
P.O. Box 541
HONOLULU, HAWAII 96809
(808) 586-2620
FAX (808) 586-2625

KEALI'I S. LOPEZ
DIRECTOR

JO ANN M. UCHIDA TAKEUCHI
DEPUTY DIRECTOR

VIA EMAIL & U.S. MAIL

June 13, 2013

Francis K. Mukai, Esq.
Vice President & Associate General Counsel
Hawaiian Telcom Services Company, Inc.
P.O. Box 2200
Honolulu, Hawai'i 96841

Dear Mr. Mukai:

Re: Letter Order -- Payment of Remaining 2013 Capital Fund Payments to 'Ölelo

Pursuant to the Letter Order dated December 21, 2012, the Department of Commerce and Consumer Affairs ("DCCA") directed Hawaiian Telcom Services Company, Inc. ("HTSC") to pay fifty percent (50%) of the 2013 capital contributions to 'Ölelo. In addition DCCA directed HTSC to maintain the remaining fifty percent (50%) balance of the 2013 capital fund payments in its non-interest bearing concentration account with a federally insured financial institution in the State pending further order of DCCA. HTSC was allowed to recover reasonable costs of administering the separate liability account records. Interest on the remaining balance held in the concentration account would be prorated and imputed based on the prevailing interest rate paid on savings accounts by financial institutions and later disbursed to 'Ölelo.

DCCA and 'Ölelo have agreed to extend the PEG access agreement for another six-month period to expire on December 31, 2013.

Accordingly, pursuant to Hawaii Revised Statutes section 440G-12, Sections IV.J. of Decision and Order No. 352, and the Letter Order dated December 21, 2012, DCCA hereby directs HTSC to:

1. Pay the remaining fifty percent (50%) of the 2013 capital contributions, subject to the provisions of this Letter Order, to 'Ölelo on or about July 1, 2013 and submit to the DCCA copies of all payment checks and calculation supporting documents; and

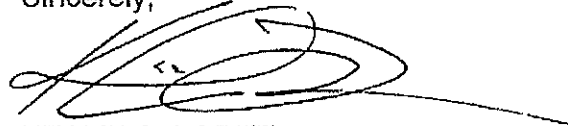
Mr. Francis Mukai
June 13, 2013
Page 2

2. By separate check, pay the interest upon the remaining fifty percent (50%) capital fund balance prorated and imputed based on the prevailing interest rate paid on savings accounts by financial institutions to 'Ōlelo by July 31, 2013 and submit to the DCCA copies of all payment checks and calculation supporting documents.

Except as provided herein, the remaining provisions in DCCA's December 21, 2012 Letter Order shall remain in effect.

Thank you for your attention to and cooperation in this matter. Please call me if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'KEALI'I S. LOPEZ', with a long horizontal line extending to the right.

KEALI'I S. LOPEZ
Director
Department of Commerce and
Consumer Affairs

c: Cathy Takase, CATV
Roy Amemiya, 'Ōlelo
Marlon Wedemeyer, HENC