

**Before the
FEDERAL COMMUNICATIONS COMMISSION
Washington, D.C. 20554**

In the Matter of)	
)	
Adams Cable Equipment Inc.)	CSR-8537-Z
)	
Request for Waiver of)	
Section 76.1204(a)(1))	CS Docket No. 97-80
of the Commission's Rules)	

MOTION TO ACCEPT LATE-FILED REPORT

Adams Cable Equipment, Inc. (ACE) hereby submits this motion for the Commission to accept the attached late-filed initial status report as required by the Bureau's July 26, 2013 Memorandum Opinion and Order (the "*Waiver Order*")¹ in the above-captioned proceedings.

The *Waiver Order* required ACE to submit an initial report within six months and ten days of the first sale of integrated set-top boxes made based upon the waiver. ACE made its first sale pursuant to the waiver in August 2013, and therefore this report should have been filed in February 2014. ACE sincerely regrets its oversight in failing to submit a timely report. However, ACE respectfully submits that the public has not been materially harmed by this omission because only a very small number of set-top boxes have been sold to cable operators date under the waiver to date. It would disserve the public interest to terminate the waiver as a punishment for ACE's late filing because, though a small number, there are consumers that have received the benefit of being able to purchase a set-top box at retail as envisioned by Section 629 of the Act, and more will be able to do so in the future if the waiver is continued.

¹ *Adams Cable Equipment, Inc. Request for Waiver of Section 76.1204(a)(1) of the Commission's Rules*, Memorandum Opinion and Order, CSR-8537-Z; CS Docket No. 97-80, DA 13-1658 (M.B. July 26, 2013) ("*Waiver Order*").

ACE's attached report provides data through June 30, 2014. ACE moves that its second report include data through December 31, 2014 and be submitted no later than Monday, January 12, 2015. A report for an additional six-month period would be more useful to the Commission and the public than a report that would otherwise be due in August 2014, only a short time after the initial report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "P. Hudson", is centered below the text "Respectfully submitted,".

Paul B. Hudson
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July 3, 2014

**Before the
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Adams Cable Equipment Inc.)	CSR-8537-Z
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REPORT

Adams Cable Equipment, Inc. (ACE) hereby submits this report pursuant to the Bureau's July 26, 2013 Memorandum Opinion and Order in the above-captioned proceedings.²

As of June 30, 2014, ACE has sold 850 integrated set-top boxes at wholesale to participating cable operators and 202 integrated set-top boxes to retail customers of those cable operators. The retail set-top boxes were sold for an average price of \$53.35. Other details regarding the model and average price of the set-top boxes is provided in the attached Confidential Exhibit 1. ACE has separately submitted a request pursuant to Section 0.459 of the Commission's rules seeking confidential treatment of this Exhibit.

ACE recently lowered its retail prices in attempt to boost retail sales. It currently lists the following prices on its website for retail sale to eligible customers:

Motorola DCT-2000 SD Tuner	\$29
Motorola DCT-6200 HD Tuner	\$39
Motorola DCT-700 SD Digital	\$69
Motorola DCT-6412 HD/DVR	\$89
Motorola DCT-6416 HD/DVR	\$119

While to date not many cable operators or consumers have taken advantage of this new option, ACE's waiver has enabled those consumers who do to reap the intended benefits of

² *Adams Cable Equipment, Inc. Request for Waiver of Section 76.1204(a)(1) of the Commission's Rules, Memorandum Opinion and Order, CSR-8537-Z; CS Docket No. 97-80, DA 13-1658 (July 26, 2013).*

Section 629. There is no countervailing harm to the public interest, as the small scale of these sales poses no threat to the cable industry's common reliance on CableCARDS. Therefore, the waiver should not be terminated and ACE should be permitted to continue its experiment in this new means of providing navigation devices to consumers.

Respectfully submitted,

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