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STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

Black Rock Cable, Inc.

2544 Mt. Baker Hwy.
Bellingham, WA 98226
360-734-7930
MAK1997100@AOL.COM

29 Oct 99

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities & Transportation Commission
1300 S. Evergreen Park Dr. SW
Olympia, WA 98504-7250

LETTER OF TRANSMITTAL

Dear Ms. Washburn,

Please find enclosed an original and two copies of a completed application and petition, price list and declaration for Black Rock Cable, Inc.

Black Rock Cable, Inc. requests to be registered as a telecommunications company and classified as a competitive telecommunications company per the enclosed documents.

The contact person for Black Rock Cable, Inc. is myself, Mr. John J. Kehres. I can be contacted at the above address and phone number.

Sincerely,



John J. Kehres,
Black Rock Cable, Inc.

PART A - GENERAL INFORMATION AND APPROVED PRICE LIST

In the matter of the Application and Petition of
Black Rock Cable, Inc. for)

(Company))

Registration as a Telecommunications Company and)
 Classification as a Competitive Telecommunication)
 Company)

.)

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 STATE OF WASH.
 UTIL. AND TRANSP.
 COMMISSION

Application is hereby made by Black Rock Cable, Inc.
 (Company)

to the Washington Utilities and Transportation Commission for an order authorizing its registration as a telecommunications company, classification as a competitive telecommunications company and approval of its price list. The following general information and specific exhibits are furnished in support thereof:

GENERAL INFORMATION

1. APPLICANT

Company Name: Black Rock Cable, Inc.

Applicant Name: John Kehres

Phone #: 360-734-7930

Fax #: Call First

Consumer Complaint Phone#: N/A

E-mail: MAK1997100@aol.com

Web Site: N/A

Debit Card 1-800# (if applicable): N/A

Unified Business Identification Number(UBI) #: 601-216-288

2. BUSINESS (MAILING) ADDRESS:

2544 Mt. Baker Hwy.
 Bellingham, WA 98226

3. NAME AND ADDRESS OF REGISTERED AGENT:

(Must be Washington Agent if located outside state)

John J. Kehres
 2544 Mt. Baker Hwy. Bellingham, WA 98226

4. FORM OF ORGANIZATION (CHECK ONE):

Individual Partnership Corporation
 State of Incorporation Nevada

PART A - GENERAL INFORMATION AND APPROVED PRICE LIST

5. IF A CORPORATION, THE NAMES AND ADDRESSES OF THE TEN COMMON STOCKHOLDERS OF APPLICANT OWNING THE GREATEST NUMBER OF SHARES OF COMMON STOCK AND THE NUMBER OF SUCH SHARES OWNED BY EACH AS FOLLOWS:

<u>Name</u>	<u>Address</u>	<u>Shares Owned</u>	<u>% of All Shares Outstanding</u>	<u>% of Voting Control</u>
John J. Kehres	2544 Mt. Baker Hwy	100	100%	100%

6. DESCRIPTION OF THE PROPERTY OWNED BY APPLICANT:

The applicant currently does not own any telecommunications property.

7. OFFICERS AND DIRECTORS OF APPLICANT:

<u>Name</u>	<u>Title</u>	<u>Address</u>
John J. Kehres	President	2544 Mt. Baker Hwy. Bellingham, WA 98226

8. AFFILIATED INTERESTS OF APPLICANT: (Holder of 5% or more of the voting securities of the applicant. Please attach and mark as **Attachment 1** any management agreements between applicant and its affiliates.)

<u>Name</u>	<u>Address</u>	<u>Amount/Character of Ownership</u>
None		

9. SUBSIDIARIES OWNED OR CONTROLLED BY APPLICANT:

<u>Name</u>	<u>Address</u>
None	

PART B - REGISTRATION APPLICATION

EXHIBIT A

Indicate the telecommunication services the applicant intends to provide.
Fiber optic and copper pair connectivity.

EXHIBIT B

Prepayments, Deposits?
Black Rock will not require prepayments or deposits.

EXHIBIT C

Long Distance Services?
Black Rock will not be providing long distance services.

EXHIBIT D

Balance Sheet attached.

EXHIBIT E

Income statement attached.

EXHIBIT F

Business plan not required if Balance Sheet and Income Statement are attached.

EXHIBIT G

Applicant is a Sub-S Corporation and does not produce annual reports.

EXHIBIT H

Black Rock Cable, Inc., as part of its federally certified open video system, intends to offer fiber optic and copper pair connectivity throughout all of its federally certified and locally franchised communities within Washington State.

EXHIBIT I

Applicant does not operate as a telephone company in any state.

EXHIBIT J

Applicant is in compliance with all applicable federal, state and local telecommunications technical and business regulations. Yes No

EXHIBIT K

No other facts in support of the application.

EXHIBIT D

10/28/99

**Black Rock Cable, Inc.
Balance Sheet
As of September 30, 1999**

	<u>Sep 30, '99</u>
ASSETS	
Current Assets	
Checking/Savings	
1000 · Checking Account	431.75
1050 · Bellingham CD	3,218.99
Total Checking/Savings	<u>3,650.74</u>
Total Current Assets	3,650.74
Fixed Assets	
Computers	
1570 · Computers	9,815.78
1571 · Accum Depn - Computers	<u>-7,798.73</u>
Total Computers	2,017.05
Vehicles	
1650 · Vehicles	103,121.37
1651 · Accum Depn - Vehicles	<u>-33,217.88</u>
Total Vehicles	<u>69,903.49</u>
Total Fixed Assets	<u>71,920.54</u>
TOTAL ASSETS	<u><u>75,571.28</u></u>
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
2810 · Loans from J.K.	50,924.35
2860 · Contract Payable - Ford	<u>17,153.10</u>
Total Long Term Liabilities	<u>68,077.45</u>
Total Liabilities	68,077.45
Equity	
3010 · Common Stock	200,000.00
3030 · Addl. Paid In Capital	116,800.00
3035 · Addl. Paid In Capital - JK	50,976.84
3060 · Dividend Distributions	-966,760.00
3900 · *Retained Earnings	626,820.53
Net Income	<u>-20,343.54</u>
Total Equity	<u>7,493.83</u>
TOTAL LIABILITIES & EQUITY	<u><u>75,571.28</u></u>

EXHIBIT D

Black Rock Cable BALANCE SHEET DECEMBER 31, 1998

ASSETS

CURRENT ASSETS:

Checking Account	\$	47.52	
Bellingham CD		3,218.99	

TOTAL CURRENT ASSETS	\$		3,266.51

PROPERTY AND EQUIPMENT:

Computer	\$	9,815.78	
Accum Depn - Computer	(7,151.45)	
Vehicles		103,121.37	
Accum Depn - Vehicles	(21,792.38)	

TOTAL PROPERTY AND EQUIPMENT	\$		83,993.32

OTHER ASSETS:

Lease Deposit	\$	425.00	

TOTAL OTHER ASSETS	\$		425.00

TOTAL ASSETS			\$	87,684.83

LIABILITIES AND EQUITY

NON-CURRENT LIABILITIES:

Loans from J.K.	\$	16,099.51	
Lease Payable Ford		26,594.85	
Contract Payable Ford II		17,153.10	

TOTAL NON-CURRENT LIABILITIES	\$		59,847.46

EQUITY:

Common Stock	\$	200,000.00	
Addl. Paid-In Capital		116,800.00	
Addl. Paid-In Capital J.K.		50,976.84	
Retained Earnings		649,026.70	
Dividend Distributions	(966,760.00)	
NET INCOME (LOSS)	(22,206.17)	

TOTAL EQUITY	\$		27,837.37

TOTAL LIABILITIES AND EQUITY			\$	87,684.83

EXHIBIT E

10/28/99

**Black Rock Cable, Inc.
Profit and Loss
January through September 1999**

	<u>Jan - Sep '...</u>
Ordinary Income/Expense	
Income	
4000 · Construction Revenue	11,507.52
Total Income	11,507.52
Expense	
6110 · Vehicle Repairs	29.16
6120 · Bank Charges	8.00
6160 · Depreciation Expense	12,072.78
6180 · Dues & Subscriptions	100.00
6200 · Construction Expense	4,622.79
6231 · Officers - Health Insura...	1,229.39
6240 · Insurance - General	200.00
6260 · Interest Expense	231.97
6270 · Legal Expense	1,000.00
6274 · Accounting Expense	440.00
6280 · Miscellaneous Expense	125.90
6300 · Office Expense	268.85
6340 · Postage Expense	362.10
6360 · Rent Expense	472.07
6492 · Taxes - Sales	2,056.59
6520 · Telephone	1,075.13
6541 · Travel	1,914.76
6550 · Fees & Licenses	934.50
6570 · Power Expense	227.20
6600 · Vehicle Gas & Oil	1,416.42
6630 · Powers Reimbursable	3,097.46
Total Expense	31,885.07
Net Ordinary Income	-20,377.55
Other Income/Expense	
Other Income	
7300 · Other Income	34.01
Total Other Income	34.01
Net Other Income	34.01
Net Income	<u><u>-20,343.54</u></u>

EXHIBIT E

Black Rock Cable STATEMENT OF INCOME AND EXPENSES FOR THE PERIOD(S)

	12/01/98 - 12/31/98		01/01/98 - 12/31/98	
	ACTUAL \$	Pct %	ACTUAL \$	Pct %
INCOME:				
Misc Income	\$ 0.00	0.0%	\$ 4,120.43	95.8%
Misc Refunds	0.00	0.0	5.00	0.1
Interest Income	176.51	100.0	176.51	4.1
TOTAL INCOME	176.51	100.0	4,301.94	100.0
EXPENSES:				
Vehicle Repairs	107.06	60.7	881.87	20.5
Bank Charges	9.00	5.1	88.20	2.1
Depreciation Expense	1,497.95	848.6	14,439.30	335.6
Dues & Subscriptions	0.00	0.0	390.25	9.1
Officers - H Ins.	464.71	263.3	2,931.34	68.1
Insurance - General	1,504.00	852.1	1,504.00	35.0
Insurance - Work Comp	0.00	0.0	10.00	0.2
Insurance - Unemployment	0.00	0.0	10.00	0.2
Interest Expense	76.99	43.6	986.90	22.9
Accounting Expense	0.00	0.0	690.00	16.0
Other Prof Expense	0.00	0.0	150.00	3.5
Misc. Expense	0.00	0.0	364.53	8.5
Office Expense	335.15	189.9	2,748.71	63.9
Postage Expense	71.75	40.6	453.04	10.5
Rent Expense	9,530.15	999.9	10,005.55	232.6
Taxes - Sales	29.70	16.8	472.88	11.0
Telephone	366.03	207.4	1,413.25	32.9
Travel	330.19	187.1	582.01	13.5
Fees & Licenses	59.00	33.4	1,361.85	31.7
Vehicle Gas & Oil	251.45	142.5	1,671.02	38.8
Cable Plus Expenses	0.00	0.0	355.68	8.3
TOTAL EXPENSES	14,633.13	999.9	41,510.38	964.9
NET OPERATING INCOME (LOSS)	(14,456.62)	(99.9)	(37,208.44)	(99.9)
OTHER (INCOME) AND EXPENSES:				
Other (Income) & Expense	(15,000.00)	(99.9)	(15,002.27)	(99.9)
TOTAL OTHER (INCOME) AND EXP	(15,000.00)	(99.9)	(15,002.27)	(99.9)
NET INCOME (LOSS) BEFORE TAX	543.38	307.8	(22,206.17)	(99.9)
NET INCOME (LOSS)	\$ 543.38	307.8%	\$ (22,206.17)	(99.9)

PART C - COMPETITIVE CLASSIFICATION

As evidenced below, the services of Black Rock Cable, Inc.,
(Company)
are subject to effective competition and good cause exists to grant this petition for competitive classification.

Attachment 2

PART C - COMPETITIVE SHOWING

Applicant is subject to effective competition and good cause exists to grant this petition for competitive classification.

(A) Services which petitioner contends are subject to effective competition:

All of the services offered by Black Rock Cable, Inc. are subject to effective competition.

(B) Names of Competing Service Providers:

Numerous companies provide fiber optic and copper pair connectivity. Carriers that may compete with Black Rock Cable, Inc. include AT&T, MCI Communications, LDDS WorldCom, Sprint, U S West and others.

(C) Prices, Terms, and Conditions of Competing Services:

Terms and conditions of competing services are comparable. Many incumbent carriers offer fiber and copper connectivity. Fiber optic and copper pair connectivity is usually based a contractual arrangement between the parties. Black Rock Cable, Inc. terms and conditions meet Washington regulatory requirements and are stated in the company's proposed price list on file with the WUTC.

(D) Geographic Delineation of the Relevant Market:

Black Rock Cable, Inc., in conjunction with its federally certified open video system, will offer service throughout the federally certified and locally franchised areas within the State of Washington.

(E) Market Share:

Black Rock Cable, Inc. currently has no customers in Washington. Black Rock Cable, Inc. does not expect to gain more than a modest share of telecommunications market in Washington.

Attachment 2 Continued

PART C - COMPETITIVE SHOWING

(F) Ease of Market Entry:

Entry into the fiber and copper connectivity business is accomplished with relative ease. Black Rock Cable, Inc. must secure a franchise to use the rights-of-way of the local community where it intends to operate.

(G) Statement of Extent of Captive Customer Base:

Black Rock Cable, Inc. will serve no captive customers. Potential Black Rock Cable, Inc. customers choosing to terminate their fiber and/or copper connectivity service will be able to choose from existing alternate providers.

(H) Method of Notice of Price List Changes:

Pricing of fiber optic and copper pair connectivity will be done by agreement between the parties and therefore no notice of price change will be required.

Attachment 3

Part C - Request for Waivers of Regulatory Requirements

RCW 80.04.300	Budgets to be filed by companies--Supplementary budgets
RCW 80.04.310	Commission's control over expenditures
RCW 80.04.320	Budget rules
RCW 80.04.330	Effect of unauthorized expenditure--Emergencies
RCW 80.04.360	Earnings in excess of reasonable rate-- Consideration in fixing rates
RCW 80.04.460	Investigation of accidents
RCW 80.04.520	Lease of utility facilities
RCW 80.36.100	Tariff schedules to be filed and open to public
RCW 80.36.110	Tariff changes--Statutory notice--Exception
Chapter 80.08 RCW obligated)	Securities (except RCW 80.08.140, State not
Chapter 80.12 RCW	Transfers of Property
Chapter 80.16 RCW	Affiliated interests
Chapter 480-80 WAC	Tariffs
Chapter 480-140 WAC	Budgets
Chapter 480-143 WAC	Transfers of Property
Chapter 480-146 WAC	Securities and affiliated interests
WAC 480-120-026	Tariffs
WAC 480-120-031	Accounting
WAC 480-120-032 education activities	Accounting-Political information and political
WAC 480-120-036 property	Finance--Securities, affiliated interest, transfer of
WAC 480-120-046	Services offered
WAC 480-120-131	Reports of accidents

PART D - PRICE LIST

BLACK ROCK CABLE, INC.
PRICE LIST

Original Page No. 1

BLACK ROCK CABLE, INC.
2544 MT. BAKER HWY. BELLINGHAM, WA 98226
(360) 734-7930
JOHN J. KEHRES – (360) 734-7930

Describe All Services Offered; and All Prices, Charges, Terms and
Conditions
Pertaining Thereto:

**Black Rock Cable, Inc. intends to offer fiber optic and copper pair
connectivity under negotiated contracts between the parties.**

**All contracts will be filed with the Commission within 5 days of
execution.**

**The Definitions, Rules and Regulations are omitted because they are
not applicable.**

**The rules regulating Competitive Classified Companies
presubscribed by the Commission are adopted and by this reference are
made a part of this Price List unless otherwise waived by order of the
Commission.**

Effective Date: Dec. 1, 1999

Issued By: Black Rock Cable, Inc.


PART E

DECLARATION OF APPLICANT

The applicant, Black Rock Cable, Inc., is in
(Company)
compliance with all federal, state and local telecommunications technical and business regulations. I further understand that all of the information contained herein is true and correct and failure to provide correct information is a violation of Title 80 RCW and could result in revocation of registration as a telecommunications company.

The undersigned applicant requests that the Washington Utilities and Transportation Commission enter an order authorizing registration as a telecommunications company to provide service to the public in the state of Washington, approving the petition for classification as a competitive telecommunications company and approving the proposed Price List.

I declare under penalty of perjury of the laws of the state of Washington that the foregoing is true and correct.



(Signature)

President

(Title)

Date Signed: 10/29/99

City & State: Bellingham, WA