



YOUR PACIFIC NORTHWEST TRAVEL EXPERTS: *More Destinations. More Adventures. More Fun.*

June 16, 2010

Mr. David Danner  
Executive Director  
Washington Utilities & Transportation Commission  
P.O. Box 47250  
1300 S. Evergreen Park Dr. SW  
Olympia, WA 98504-7250

ATTN: Records Center  
Via Facsimile – [records@utc.wa.gov](mailto:records@utc.wa.gov)  
Ref: BC 117

Dear Mr. Danner:

San Juan Express, Inc. experienced a catastrophic engine failure on one of the two (2) engines on the "Victoria Clipper III" while en route to Friday Harbor on Sunday, 14 June 2010.

On Monday, 15 June 2010 our engineers working in conjunction with mechanics from Pacific Power determined that the engine was a total casualty. We are in the process of determining the availability of a new or used 16v 149 Detroit Diesel engine. Additionally, we have moved the vessel to the Pac Fish Shipyard in Ballard for disassembly of the damaged engine while we search for a replacement.

We currently have two leads and we are working closely with the owners and Pacific Power to determine their suitability.

In the meantime, a notice has been placed in our Seattle Terminal and at the Port at Friday Harbor.

We have stopped taking reservations through Sunday, 21 June. We are hopeful that we can:

- Acquire an engine
- Install it
- Secure U.S. Coast Guard approval
- Be back in service next week

We will continue to keep your office updated.



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I believe that we have satisfactorily complied with the spirit and intent of WAC 480-51-140. Please let me know if you have any questions.

Yours truly,

Darrell E. Bryan.

President and Chief Executive Officer

San Juan Express, Inc.

Clipper Navigation, Inc.