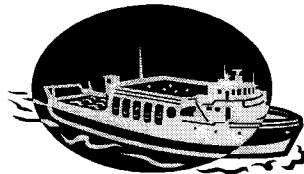


TS-121395-CT

1300 S. Evergreen Park Drive SW  
P.O. Box 47250  
Olympia, WA 98504-7250  
Phone: 360-664-1222  
Fax: 360-586-1181  
TTY: 360-586-8203  
or  
1-800-416-5289  
E-mail: transportation@wutc.wa.gov



### COMMERCIAL FERRY APPLICATION

Application is made in accordance with RCW 81.84 for a Certificate of Public Convenience and Necessity to operate vessels in furnishing Passenger Ferry Service.

**\$200.00 APPLICATION FEE MUST ACCOMPANY THIS APPLICATION**

Complete this application in its entirety, adding additional sheets if necessary.

FOR OFFICIAL USE ONLY		
RECEPTION NO. <u>039533</u>	MAP _____	DATE REC'D <u>8/24/12</u>
AMOUNT \$ <u>200<sup>00</sup></u>	INSURANCE _____	ID NO. <u>M30104</u>
(111-0268-0216-02) <u>CK# 55968</u>	SAFETY INSP. CERT. _____	DOCKET NO. _____
	TARIFF _____	
	TIME SCHEDULE _____	
	SHIPPER SUPPORT _____	

<u>INDICATE TYPE OF APPLICATION:</u> (Only one type per application)		<u>INDICATE TYPE OF SERVICE APPLYING FOR:</u>	
<input checked="" type="checkbox"/>	Original Certificate		
<input type="checkbox"/>	Extension of Authority	<input checked="" type="checkbox"/>	Certificated commercial ferry
<input type="checkbox"/>	Transfer all Authority	<input type="checkbox"/>	Launch Service only
<input type="checkbox"/>	Transfer a Portion of Authority		
<input type="checkbox"/>	Temporary Certificate		
<input type="checkbox"/>	Acquisition of Control		

**RECEIVED**

AUG 24 2012

WASH. UT. & TP COMM

- 1. Name of Applicant **Pacific Cruises Northwest, Inc.**
- 2. Trade Name, if applicable **San Juan Cruises**
- 3. Physical Address **355 Harris Avenue, #104, Bellingham, WA, 98225**
- 4. Mailing Address (same)

Telephone Number ( 360 ) 738-8099 Fax Number ( 360 ) 738-7685

UBI # 600-585-288

Email **drew@whales.com**

List names and addresses of all persons having an interest in the business. If a CORPORATION, give names and addresses of two principal officers, noting their titles, and indicate in which state incorporated. If a PARTNERSHIP, attach a certified copy of the partnership agreement, which sets forth the responsibility of the interested individuals.

Drew M. Schmidt

2815 Goshen Road

Bellingham, WA 98226

5. List the territory in which you wish to operate: (attach additional sheet if necessary)

Bellingham to Friday Harbor

6. Attach a map which shows in detail the proposed routes, clearly showing beginning, ending, and intermediate points to be served. Also show the routes of other carriers giving similar service into the same or neighboring territory (if known to applicant).

7. Will an attorney be representing you at the hearing?  Yes  No

If yes, give specific attorney's name \_\_\_\_\_

Telephone Number ( ) \_\_\_\_\_ Address \_\_\_\_\_

8. Attach a copy of the tariff you propose using. The tariff must contain proposed fares and rates to be assessed for service and the rules and regulations governing same. The tariff must comply with WAC 480-51-080 and the rules in the Commission's Tariff Circular No. 6 (WAC 480-149).

9. Attach a copy of the time schedule you propose using. The schedule must show routes, trips, times, points served, distances and available facilities. The time schedule must comply with WAC 480-51-090 of the Commission's Laws and Rules Relating to Commercial Ferry Service.

10. List vessels which are owned (unless otherwise stated) and will be used in the proposed service  
(Attach additional sheet if needed)

Name	Passenger Freight or Ferry Type	Power	Passenger Capacity	Freight Capacity	Owned, Leased, other?
Victoria Star 2	Passenger	Diesel	149	1,000	Owned
Viking Star	Passenger	Diesel	42		Owned
Island Scout	Passenger	Diesel	56	500	Owned

--	--	--

11. List the docks which will be used in the proposed service. (List all facilities giving names, location, description, value if owned, and any other information of value showing the proposed service)

Bellingham Cruise Terminal – long term lease – 21<sup>st</sup> year

Port of Friday Harbor – long term customer – 26<sup>th</sup> year

12. Complete the following financial statement:

**FINANCIAL STATEMENT**

Cash on hand and in bank	\$	78,272	Notes payable	\$	122,716
Notes receivable		8,000	Accounts payable		25,721
Accounts receivable			Other liabilities:		
Stocks in other companies					
Vessels (listed above)		607,907	Deposits		92,152
Bonds			Sales Tax Payable		16,090
Docks (listed above)					
Machinery, tools, etc.		108,177			
Other assets (listed below)		8,000			
Accumulated Depreciation		<592,450>	Retained Earnings		<38,773>
<b>Total</b>	<b>\$</b>	<b>217,906</b>	<b>Total</b>	<b>\$</b>	<b>217,906</b>

a. List all Real Estate as to location and value (List here only such property as cannot be listed under item 10)

n/a	\$	
	\$	
	\$	

b. List total "Other Assets" mentioned above:

Note receivable – Sean McNamara	\$	8,000
Licenses	\$	8,000
	\$	

13. List conditions that exist which would justify the granting of a Certificate of Public Convenience and Necessity:

Granting the requested application will be consistent with the public interest in

allowing the applicant to facilitate the transportation of the public.

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14. List names and addresses of all persons, firms, or corporations now furnishing similar service between any of the points or along any portion of the route proposed to be served:

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---

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15. State applicant's prior experience, if any, in providing commercial ferry service:

---

Applicant has been actively involved in the intrastate and international commercial ferry  
Industry for over 30 years including having held a commercial ferry certificate for over 25 years

---

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16. All applicants must attach separate sheets containing the following information:

- a. Pro forma financial statement of operations (projections of incomes and expenses for first year operations).
- b. Ridership and revenue forecasts.
- c. The cost of service for the proposed operation.
- d. An estimate of the cost of the assets to be used in providing service.
- e. Certificate from United States Coast Guard on inspection.
- f. Evidence of proper insurance as required by WAC 480-51-070.

17. If certificate is granted, carrier will begin operations within 120 days of that grant.

**18. If this is a transfer application, you must:**

- Complete attachment A.
- If this application is for transfer of a portion of certificated authority, attach document clearly showing authority to be transferred and a document clearly showing the authority to be retained.

**If this is an application for a temporary certificate you must:**

- Attach proof of insurance
- Attach statements from potential customers showing immediate and urgent need for service.
- Attach proof that all vessels to be operated under the temporary are inspected and found to be safe and seaworthy.

**If this is an acquisition of control of the stock, you must:**

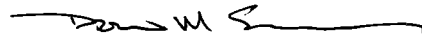
- Attach copy of the corporate minutes authorizing such transfer.



The applicant certifies he/she is familiar with the provisions of Chapter 81.84 RCW and Chapter 480-51 WAC, Laws and Rules of the Washington Utilities and Transportation Commission, governing the operation of vessels and ferries upon the waters of the state of Washington. Applicant further certifies that vessels operated under Certificates of Public Convenience and Necessity are in no way released from the necessity of observing all Federal and State laws providing for the registration of vessels, the observance of navigation and maritime rules and regulations, and other matters subject to Federal or State enactments.

Applicant affirms that its operations shall be at all times within the provisions of such acts, and requests the Washington Utilities and Transportation Commission to make its order granting a Certificate of Public Convenience and Necessity as provided in Chapter 81.84 RCW and Chapter 480-51 WAC.

The applicant swears or affirms that he/she has read the foregoing application and knows the contents, that the same is true of his/her own knowledge, except as to matters which are therein stated on information or belief, and as to those matters he/she believes them to be true.



---

Signature of Applicant

8-22-12

---

Date

**PACIFIC CRUISES NORTHWEST, INC.**  
D/B/A  
**SAN JUAN CRUISES**

Operating Under

CERTIFICATE \_\_\_\_\_

TARIFF NO. 1

NAMING

PASSENGER FARES

AND RULES AND REGULATIONS

GOVERNING SAME

BETWEEN

PASSENGER AND FREIGHT SERVICE

Between: Bellingham and Friday Harbor.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

FOR COMMISSION USE ONLY:

**Section 1**

RULES AND REGULATIONS

Application of Tariff:

REGULAR ROUTES:

PASSENGER-ONLY FERRY SERVICE - Between Bellingham and Friday Harbor.

ANIMALS:

Dogs, cats, and other animals or birds will only be carried in an airline approved carrier.  
Exception: "Seeing Eye" and "Hearing Ear" dogs accompanying a blind and/or deaf person who pays the standard fare will be carried free of charge. Said dog must be properly harnessed and must lie or stand at the feet of its master.

APPLICATION OF FARES:

- (1) The Fares authorized herein are one-way and round-trip Fares, and are payable in lawful United States money or its equivalent.
- (2) The Fares authorized herein will apply between any two (2) points in the Continental United States and from all points on the lines of the Issuing Carriers to all points on the lines of the Issuing Carriers.
- (3) The Fares authorized herein may not be used as Basing Fares to construct Fares to or from points beyond stations on the lines of the Issuing Carriers.

APPLICATION OF FARES - CHILDREN:

- (1) Children under 12 years of age must be accompanied by an adult passenger.
- (2) Children under 6 years of age, not occupying seats to the exclusion of other passengers, will be carried free of charge.
- (3) Children under 6 years of age, occupying seats to the exclusion of other passengers, and children 6 years and under 17 years of age will be charged a Youth fare.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

### ARTICLES OF UNUSUAL VALUE

The following articles will be accepted in Baggage Service subject to a MAXIMUM Liability of \$250.00 per Adult Ticket or \$125.00 per Child's Ticket and a greater value may NOT be declared on such articles: Antiques, Articles of Extraordinary Value, Heirlooms, Jewelry including Watches, Money, Negotiable Instruments, Valuable Papers including; Manuscripts, Irreplaceable Publications, Documents, Pictures, etc.

### ARTICLES NOT ACCEPTED AS BAGGAGE

Articles listed below are classified as "Prohibited" and will not be transported under any circumstances; that is, Passengers will not be permitted to Check the Items in Baggage Service or to carry them on the vessel:

#### (1) Articles Prohibited by Law:

Acids, Batteries containing Liquid Acids, Cylinders containing Compressed Gases (See NOTE), Combustible Liquids, Explosives, Flammable Films, Fireworks, Flammable Materials, Gases, Guns, Hazardous (Dangerous) Articles such as; Poisons, Gases, Explosives, Radioactive Materials, Flammable Articles.

NOTE: Passengers, who for medical reasons must rely on the use of oxygen in portable oxygen containers, must carry such containers with them on the vessel. No such passenger will be seated in a designated smoking area aboard the vessel.

#### (2) Other Prohibited Items:

Ammunition, Firearms, Furniture, Materials which have a disagreeable odor, Perishable Items, Phonograph Records, Televisions.

### BAGGAGE ALLOWANCE

Baggage, not exceeding 3 pieces nor a total of 75 lbs. for each adult fare and not exceeding 3 pieces nor a total of 35 lbs. on each child's fare will be carried free.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*



Tariff No. 1

Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises

Certificate No. BC-\_\_\_\_\_

Original Page 3

#### BAGGAGE, LIABILITY OF CARRIER

In the event of loss or of damage to baggage carrier shall not be held liable for a sum greater than \$250.00 on baggage carried on an adult fare nor more than \$125.00 on baggage carried on a child's fare.

#### DELAYS, LIMITATION

(1) Carrier will NOT be liable for delays caused by accidents, breakdowns, bad sea conditions, snow storms and any other condition beyond their control, and do NOT guarantee to arrive at, or depart from, any point at a specific time. Carrier will endeavor to maintain the schedule submitted by its agent or employee, but same is not guaranteed.

(2) If conditions over which carrier has no control, such as weather, sea condition, or acts of God, make it in the opinion of the carrier, inadvisable to operate, either from point of origin or at any point enroute the carrier will NOT be liable therefor, or be caused to be held for damage for any reason whatsoever.

#### FIREARMS

Firearms will NOT be transported as baggage nor personally nor in any way whatsoever.

#### LOST ARTICLES OR BAGGAGE

Carrier assumes no responsibility for articles lost or misplaced, which are not checked as baggage.

#### OBJECTIONABLE PERSONS

Carrier reserves the right to refuse to transport a person who is under the influence of intoxicating liquor, or drugs, or who is incapable of taking care of himself or herself, or whose conduct is such, or liable to be such as to make him or her objectionable to other passengers.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

### OPERATIONS, SEASONAL

Operations are seasonal in character and are subject to weather conditions. Carrier reserves the right to issue or honor tickets ONLY when service is being operated.

### RESERVATIONS

- (1) Reservations for specific seats will not be made.
- (2) Reservations must be made in advance, guaranteed by credit card and or prepayment by cash or check and confirmed otherwise carriage cannot be guaranteed.
- (3) Carrier reserves full control and discretion as to the seating of passengers and reserves the right to change such seating at any time during the trip.
- (4) Carrier reserves the right, whenever operating conditions require, to transfer passengers from one vessel to another or to another mode of transportation as it sees fit, enroute.
- (5) Immediate transportation cannot be guaranteed, being subject in all cases to limitations of carrying capacity and to conditions beyond the company's control. In the event of there being insufficient carrying capacity on any schedule, carrier reserves the right to accommodate passengers on the earliest possible schedule.

### TICKETS, LOST OR STOLEN

Carrier party to this tariff will not be responsible in the case of tickets lost by passengers, nor will the money paid therefor be refunded. Carrier, at its discretion, may, replace such lost tickets to passengers, on a stand by basis, for the original transportation date only.

### TICKETS, REDEMPTION OF

Tickets sold under the authority of this tariff will be redeemed to the original purchaser by the issuing carrier at the carrier's principal office, as follows:

- (1) Unused tickets will be redeemed at the purchase price. Unused portions of round trip or commutation tickets will be redeemed by charging the regular fare or fares for the portion or portions used and refunding the balance of the purchase price.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

Tariff No. 1  
Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
Certificate No. BC-\_\_\_\_\_

Original Page 5

(2) Tickets are non-transferable, unless otherwise provided herein, and if presented for passage or refund by any person other than the original purchaser or authorized holder, will be void and may be confiscated by the agent or other authorized employee of the carrier.

**TICKETS, TIME LIMIT**

Tickets sold under the authority will be valid only on the date specified at time of purchase. Tickets may be used on a "stand by" basis prior to the specified date and shall be void thereafter.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

*"Fare Schedule No.1"*

**Section 2**

SCHEDULE OF PASSENGER FARES

Fares are in even United States dollars per passenger.

Between: Bellingham and Friday Harbor	
	One Way Regulated Fare
Adult	\$49.50
Youth (age 6 – 17)	\$24.75

**Notes:**

- Tour wholesalers, acting as commercial sales agents to tour groups, with a minimum group of 20 passengers, when pre-booked and prepaid, will receive a 20% commission of the full adult fare.
- Travel Agents, acting as retail sales agents to independent travelers, when pre-booked and prepaid, will receive a 10% commission of the net fare collected.
- Promotional fare discounts may, from time to time, be offered for educational purposes and to stimulate travel on light travel days upon approval of the W.U.T.C.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

**PACIFIC CRUISES NORTHWEST, INC.**

D/B/A

**SAN JUAN CRUISES**

Operating Under

CERTIFICATE BC-\_\_\_\_\_

**TIME SCHEDULE NO. 1**

PROVIDING COMMERCIAL FERRY SERVICE

IN THE FOLLOWING TERRITORY:

PASSENGER AND FREIGHT SERVICE

Between: Bellingham and Friday Harbor.

With Terminals At:

Bellingham Cruise Terminal, Bellingham, WA  
Spring Street Landing, Friday Harbor, WA

ISSUED: August 23, 2012

ISSUED BY:

EFFECTIVE:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

*"Time Schedule No. 1"*TIME SCHEDULE**Between Bellingham and Friday Harbor, WA**

Seasonally, beginning the first Saturday in May through the last Sunday in September as follows:

May	Saturdays and Sundays only.		
June	Daily		
July	Daily		
August	Daily		
September 1-15	Daily		
September 16-30	Saturdays and Sundays only.		
<i>26 nautical miles each way</i>			
Depart Bellingham	0930	Arrive Friday Harbor	1130
Depart Friday Harbor	1530	Arrive Bellingham	1730

Season will end the last Sunday in September and will resume the first Saturday in May of the following year.

ISSUED: August 23, 2012

EFFECTIVE:

ISSUED BY:

Drew Schmidt, President – Pacific Cruises Northwest, Inc., d/b/a Victoria San Juan Cruises  
355 Harris Avenue #104 – Bellingham, WA – 98225 - (360) 738-8099 – tours@whales.com

*FOR COMMISSION USE ONLY:*

San Juan Cruises - Bellingham - Friday Harbor  
Commercial Ferry Route - 2013 Projection

JAN FEB MAR APR MAY JUN JUL AUG SEP OCT NOV DEC TOTAL

**RIDERSHIP FORECAST**

Bellingham to Friday Harbor	-	-	-	-	100	300	600	600	300	-	-	-	-	-	-	-	1,900
Friday Harbor to Bellingham	-	-	-	-	100	300	600	600	300	-	-	-	-	-	-	-	1,900
<b>Total</b>	-	-	-	-	200	600	1,200	1,200	600	-	-	-	-	-	-	-	3,800

Fare	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50	49.50
------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------	-------

**REVENUE FORECAST**

Bellingham to Friday Harbor	-	-	-	-	4,950	14,850	29,700	29,700	14,850	-	-	-	-	-	-	-	94,050
Friday Harbor to Bellingham	-	-	-	-	4,950	14,850	29,700	29,700	14,850	-	-	-	-	-	-	-	94,050
<b>Total Sales</b>	-	-	-	-	9,900	29,700	59,400	59,400	29,700	-	-	-	-	-	-	-	188,100

San Juan Cruises - Bellingham - Friday Harbor  
Commercial Ferry Route - 2013 Projection

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
<b>EXPENSE FORECAST</b>													
Vessel Labor				2,000	3,500	10,500	11,000	11,000	7,500				45,500
Shoreside Labor				-	1,000	1,000	1,000	1,000	1,000				5,000
Advertising & Promotion				2,500	5,000	5,000	2,500	2,500	2,500				20,000
Bank Fees				-	248	743	1,485	1,485	743				4,703
Dock Rent - Bellingham				-	250	750	1,500	1,500	750				4,750
Dock Rent - Islands				-	200	600	1,200	1,200	600				3,800
Drug Testing					65	65	65	65	65				325
Insurance - Business									600				600
Insurance - Hull & P.I.				120	120	120	120	120	8,000				8,000
Office Rent				50	50	50	50	50	120		120	120	1,080
Office Supplies									50				300
Professional Fees													
Telephone				200	200	200	200	200	200				1,800
Uniforms					400								400
Utilities				50	50	50	50	50	50				450
Vessel Fuel				2,000	4,000	12,000	12,500	12,500	8,000				49,000
Vessel Maintenance					1,000	1,000	1,000	1,000	1,000				7,000
Taxes - Payroll				400.0	900.0	2,300.0	2,400.0	2,400.0	1,700.0				10,100
Taxes - Property													
Taxes - Business					198	594	1,188	1,188	594				3,762
Vessel Depreciation				1,200	1,200	1,200	1,200	1,200	1,200		1,200	1,200	10,800
<b>Total Operatign Expenses</b>	-	-	-	8,520	18,381	36,172	37,458	37,458	34,672	1,570	1,570	1,570	177,370
<b>Net Income</b>	-	-	-	(8,520)	(8,481)	(6,472)	21,942	21,942	(4,972)	(1,570)	(1,570)	(1,570)	10,731





United States of America  
Department of Homeland Security  
United States Coast Guard

Certification Date: 31 Mar 2009

Expiration Date: 31 Mar 2014

IMO Number:

# Certificate of Inspection

For ships on international voyages this certificate fulfills the requirements of SOLAS 74 as amended, regulation V/14, for a SAFE MANNING DOCUMENT.

Vessel Name <b>ISLAND COMMUTER# SCOUT</b>	Official Number <b>574608</b>	Call Sign <b>WCY9101</b>	Service <b>Passenger (Inspected)</b>
Hailing Port <b>BELLINGHAM WA</b>	Hull Material <b>FRP (Fiberglass)</b>	Horsepower <b>730</b>	Propulsion <b>Diesel Reduction</b>
Place Built <b>SEATTLE WA, UNITED STATES</b>	Delivery Date <b>01Jan1976</b>	Date Keel Laid <b>01Jan1976</b>	Gross Tons <b>R-36</b>
			Net Tons <b>R-28</b>
			DWT <b>-</b>
			Length <b>R-48</b>
Owner <b>PACIFIC CRUISES NORTHWEST INC 355 HARRIS AVENUE STE 104 BELLINGHAM, WA 98225 UNITED STATES</b>	Operator <b>PACIFIC CRUISES NORTHWEST INC 355 HARRIS AVENUE STE 104 BELLINGHAM, WA 98225 UNITED STATES</b>		

**This vessel must be manned with the following licensed and unlicensed personnel. Included in which there must be 0 certified lifeboatmen, 0 certified tankermen, 0 HSC type rating, and 0 GMDSS Operators.**

1 Master	Master & 1st Class pilot	Radio Officer(s)	Chief Engineer	QMED/Rating
Chief Mate	Mate & 1st Class Pilot	Able Seamen/ROANW	1st Asst. Engr/2nd Engr.	Oilers
2nd Mate/OICNW	Lic. Mate/OICNW	Ordinary Seamen	2nd Asst. Engr/3rd Engr.	
3rd Mate/OICNW	1st Class Pilot	1 Deckhands	3rd Asst. Engr.	
			Lic. Engr.	

In addition, this vessel may carry 56 passengers, 0 other persons in crew, 0 persons in addition to crew, and no others. Total persons allowed: 58

Route Permitted and Conditions of Operation:

**---Lakes, Bays, and Sounds---**

THE SHELTERED WATERS OF THE WEST COAST OF NORTH AMERICA EAST OF ANGELES POINT, WASHINGTON AND SOUTH OF HOPE ISLAND, BRITISH COLUMBIA, CANADA.

IF THE VESSEL IS AWAY FROM THE DOCK, OR PASSENGERS ARE ON BOARD OR HAVE ACCESS TO THE VESSEL FOR A PERIOD EXCEEDING 12 HOURS IN ANY 24 HOUR PERIOD, AN ALTERNATE MASTER AND CREW SHALL BE PROVIDED.

NOT MORE THAN 12 PASSENGERS MAY BE CARRIED ON AN INTERNATIONAL VOYAGE.

NO MORE THAN 19 PERSONS MAY BE CARRIED ON VESSEL'S UPPER DECK.

\*\*\*SEE NEXT PAGE FOR ADDITIONAL CERTIFICATE INFORMATION\*\*\*

With this inspection for Certification having been completed at Seattle, WA, the Officer in Charge, Marine Inspection, SECTOR PUGET SOUND certified the vessel, in all respects, is in conformity with the applicable vessel inspection laws and the rules and regulations prescribed thereunder.

Annual/Periodic/Quarterly Reinspections				This Amended Certificate issued by:
Date	Zone	A/P/Q	Signature	
31Mar2010	SEC PgtSnd	A	Woods, Kathari	 J.B. Dwyer Officer in Charge, Marine Inspection SECTOR PUGET SOUND Inspection Zone
31Mar2011	SEC PgtSnd	A	Ruiz, Nicanor	
29Mar2012	SEC PgtSnd	A	DeWitz, Jarrod	
-	-	-	-	



# Certificate of Inspection

Certification Date:  
31Mar2009

ISLAND COMMUTER II

### ---Hull Exams---

Exam Type	Next Exam	Last Exam	Prior Exam
Drydock	29Mar2013	29Mar2011	24Mar2009
Internal Structure	29Mar2013	29Mar2011	24Mar2009

### ---Stability---

Letter                      Approval Date / 13Mar1992.                      Office/ Marine Safety Office Puget Sound

### ---Lifesaving Equipment---

	Number	Persons		Required
Total Equipment for	58		Life Preservers(Adult)	58
Lifeboats(Total)	0	0	Life Preservers(Child)	6
Lifeboats(Port)*	0	0	Ring Buoys(Total)	1
Lifeboats(Starbd)*	0	0	With Lights*	1
Motor Lifeboats*	0	0	With Line Attached*	1
Lifeboats W/Radio*	0	0	Other*	1
Rescue Boats/Platforms	0	0	Immersion Suits	0
Inflatable Rafts	0	0	Portable Lifeboat Radios	0
Life Floats/Buoyant App	3	41	Equipped with EPIRB?	No
Inflatable Bouyant App(IBA)	0	0	(* included in totals)	

### ---Fire Fighting Equipment---

Number of Fireman Outfits/ 0                      Number of Fire Pumps/ 1

#### \*Fixed Extinguishing Systems\*

Capacity	Agent	Space Protected
75	Carbon Dioxide	ENGINE ROOM & F/O ROOM

#### \*Fire Extinguishers - Hand portable and semi-portable\*

Qty	Class Type
1	B-I
2	B-II

### ---Certificate Amendments---

#### \*Current Amendment\*

Port Amending/ Sector Puget Sound                      Date Amended/ 31Mar2012

-Remarks-

Amended COI IAW 185 AAWP.

1. Port Amending/ SEC PgtSnd                      Date Amended/ 29Mar2011

-Remarks-

Amended COI to reflect DDX/ISE credit and added fire pump.

2. Port Amending/ SEC PgtSnd                      Date Amended/ 01Dec2010

-Remarks-

Amended route.



# COPY CERTIFICATE OF LIABILITY INSURANCE

OP ID: VS

DATE (MM/DD/YYYY)

08/15/11

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

**IMPORTANT:** If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

<b>PRODUCER</b> Snapper Shuler Kenner Insurance L.L.C. P.O. Box 551 Lynden, WA 98264 Robert N. Hagedorn, CIC		360-354-4488  360-354-1946	<b>CONTACT NAME:</b> <b>PHONE (A/C, No, Ext):</b> <b>E-MAIL ADDRESS:</b> <b>PRODUCER CUSTOMER ID #:</b> PACCR-3	<b>FAX (A/C, No):</b>
<b>INSURED</b> Pacific Cruises Northwest, Inc dba Victoria-San Juan Cruises dba Island Commuter Services 355 Harris Avenue Bellingham, WA 98225	<b>INSURER(S) AFFORDING COVERAGE</b>		<b>NAIC #</b>	
	<b>INSURER A : Northern Assurance Company</b>		<b>38369</b>	
	<b>INSURER B : Northern Assurance Company</b>		<b>38369</b>	
	<b>INSURER C : Employers Fire Insurance Co</b>		<b>20648</b>	
	<b>INSURER D :</b>			
	<b>INSURER E :</b>			

**COVERAGES****CERTIFICATE NUMBER:****REVISION NUMBER:**

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

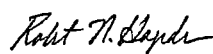
INSR LTR	TYPE OF INSURANCE	ADDL SUBR INSR   WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS
A	GENERAL LIABILITY	X	NBJH53469	09/01/11	09/01/12	EACH OCCURRENCE \$ 1,000,000
	<input checked="" type="checkbox"/> COMMERCIAL GENERAL LIABILITY					DAMAGE TO RENTED PREMISES (Ea occurrence) \$ 100,000
	<input type="checkbox"/> CLAIMS-MADE <input checked="" type="checkbox"/> OCCUR					MED EXP (Any one person) \$ 10,000
						PERSONAL & ADV INJURY \$ 1,000,000
						GENERAL AGGREGATE \$ 2,000,000
						PRODUCTS - COMP/OP AGG \$ 2,000,000
C	AUTOMOBILE LIABILITY		7530221210000	09/01/11	09/01/12	COMBINED SINGLE LIMIT (Ea accident) \$
	<input checked="" type="checkbox"/> ANY AUTO					BODILY INJURY (Per person) \$
	<input type="checkbox"/> ALL OWNED AUTOS					BODILY INJURY (Per accident) \$
	<input type="checkbox"/> SCHEDULED AUTOS					PROPERTY DAMAGE (Per accident) \$
	<input type="checkbox"/> HIRED AUTOS					\$
	<input type="checkbox"/> NON-OWNED AUTOS					\$
A	UMBRELLA LIAB <input checked="" type="checkbox"/> OCCUR		NBJH53470	09/01/11	09/01/12	EACH OCCURRENCE \$ 4,000,000
	EXCESS LIAB <input type="checkbox"/> CLAIMS-MADE					AGGREGATE \$ 4,000,000
	DEDUCTIBLE					\$
	RETENTION \$					\$
A	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY	N/A	NBJH53469 WASHINGTON STOP GAP	09/01/11	09/01/12	WC STATU-TORY LIMITS <input checked="" type="checkbox"/> OTH-ER
	ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? (Mandatory in NH)					E L EACH ACCIDENT \$ 1,000,000
	If yes, describe under DESCRIPTION OF OPERATIONS below					E L DISEASE - EA EMPLOYEE \$ 1,000,000
A	Protection & Indemnity		N5JH53469	09/01/11	09/01/12	E L DISEASE - POLICY LIMIT \$ 1,000,000 Limit: 1,000,000

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)

Washington State Department of Utilities and Transportation  
 Re: "IslandCommuter Services"

Blanket Additional Insured form #IMU03130107 attached

**CERTIFICATE HOLDER****CANCELLATION**

<b>WASST-1</b>  Washington State Dept of Utilities and Transportation P.O. Box 47250 Olympia, WA 98504	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.  AUTHORIZED REPRESENTATIVE  
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