

Douglas B. MacDonald Secretary of Transportation Washington State Ferries 2911 2nd Avenue Seattle, WA 98121-1081

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Michael G. Thorne Director and CEO

June 28, 2004

WUTC DOCKET NO. TS 040794 EXHIBIT NO. ADMIT W/D REJECT

Ms. Carol J. Washburn
Secretary
Washington State Utilities and Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

RE: Docket # TS-040794

Dear Ms. Washburn,

Washington State Ferries' staff has reviewed Kitsap Ferry Company's application to begin passenger and freight service between Seattle and Bremerton. Washington State Ferries does not object to this application for the movement of both passengers and freight.

Please contact us if you would like to discuss further; if requested staff would also be able to attend the hearing on the matter.

Sincerely,

Sam Kuntz

Chief Financial Officer

Cc: Bonny Allen Rusty Fallis

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