

City of Mackinac Island

City Hall, 7358 Market Street, P.O. Box 455, Mackinac Island, MI 49757-0455

October 15, 2010

Mr. James Wynn
Arnold Transit Company, Inc.
P. O. Box 220
Mackinac Island, MI 49757

FAX: 906 - 847-3892

Mr. Thomas Pfeiffelmann
Star Line Mackinac Island Ferry
590 N. State Street
St. Ignace, MI 49781

FAX: 906 - 643-9856

Mr. William Shepler
Shepler's Mackinac Island Ferry
P. O. Box 250
Mackinaw City, MI 49701

FAX: 906 - 643-8283

Dear Mr. Wynn, Mr. Pfeiffelmann and Mr. Shepler:

As part of the City's review of the current ferry boat service, the ferry boat franchise system and compliance with the Ferry Boat Code, each of the three franchise holders, Arnold, Shepler's and Star, are requested and respectfully directed to provide the following information to the City of Mackinac Island City Clerk if possible, prior to 2:00 p.m. on October 20, 2010 but in no event later than October 27, 2010:

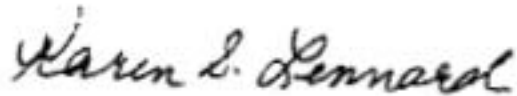
1. A complete list of ticket prices charged by your company (i.e., Arnold, Shepler's or Star) for each of the following years: 2010, 2009, 2008, 2007, 2006, 2005, 2004, 2003, 2002, 2001 and 2000. The list must show the ticket prices for each category of ticket, such as adult round trip ticket, adult roundtrip ticket purchased in advance or by computer, child round trip ticket, commuter ticket, charge for transporting a bicycle, etc.
2. A copy of any posted or published price list or schedule of fares used in each of the years from 2005 through and including 2010.
3. If there were any discount programs during any of the years from 2005 through and including 2010, which provided a discount from the published fares, state the amount of the discount, describe the discount program and state the terms or conditions necessary for a person to receive the discount.

October 15, 2010

Page 2

4. A statement setting forth in detail the computation of the franchise fee paid to the City of Mackinac Island each year by your company for the years 2006 through 2010, inclusive. The computation statement shall be certified under oath by the franchisee or an officer of the franchisee.

Very truly yours,

A handwritten signature in cursive script that reads "Karen S. Lennard".

Karen S. Lennard
City Clerk