

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
DIVISION OF PUBLIC UTILITIES AND CARRIERS

IN RE:

INTERSTATE NAVIGATION COMPANY :

DOCKET No. D-05-06

STIPULATION AGREEING TO INTERSTATE NAVIGATION'S
MOTION FOR A ONE-YEAR AMENDMENT TO ITS FAST FERRY CPCN

The undersigned parties hereby stipulate and agree as follows:

1. Interstate Navigation Company's motion for a one-year amendment to its fast ferry Certificate of Public Convenience and Necessity (CPCN) filed on April 6, 2006, may be granted as filed.
2. Because Island Hi-Speed Ferry (IHSF) will not be operating from Point Judith to Block Island in 2006, the restrictions on Interstate's CPCN regarding the number, timing, and marketing of fast ferry runs between Point Judith to Old Harbor, Block Island may be eliminated. Also, in order to allow Interstate to fill the void created by IHSF's cessation of fast ferry service to Block Island from Point Judith, Interstate may be allowed to hold in abeyance the Newport to Block Island leg of its new fast ferry CPCN, in light of Interstate's commitment that conventional ferry service by Interstate between Newport and Block Island will continue as usual in the 2006 summer season.

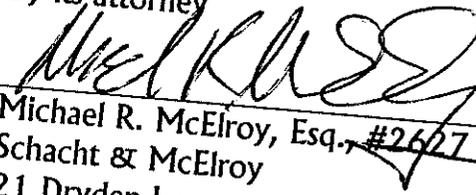
This Stipulation may be executed by the parties in counterparts.

CITY OF NEWPORT



EDWARD F. LAVALLEE
City Manager

Interstate Navigation Company
By its attorney

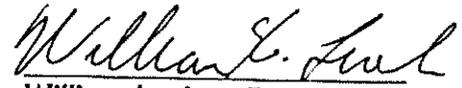


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Tel: (401) 351-4100
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Dated: 4/11/06

Division of Public Utilities & Carriers
By its attorney



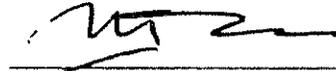
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Dated: 4/13/06

The Town of N. Shoreham
By its attorney

Merlyn O'Keefe

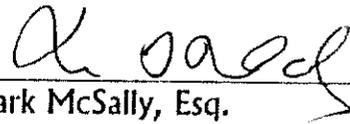
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Island Hi-Speed Ferry, LLC
By its attorney



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Dated: APRIL 17, 2006

The Town of Narragansett
By its attorney



Mark McSally, Esq.
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Tel: (401) 789-7800
Fax: (401) 789-6990
Dated: 6/28/06

CERTIFICATE OF SERVICE

I hereby certify that on the 24th day of April, 2006, I mailed a true copy of the foregoing by first class mail to the following:

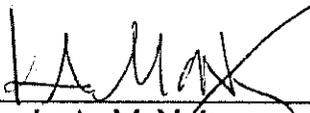
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Kimberly A. McNulty