



434 Fayetteville Street
Suite 2800
Raleigh, NC 27601
Tel (919) 755-8700 Fax (919) 755-8800
www.foxrothschild.com

M. GRAY STYERS, JR.
Direct No: 919.755.8741
Email: GStyers@Foxrothschild.com

October 13, 2022

Ms. A. Shonta Dunston
Chief Clerk
North Carolina Utilities Commission
430 N. Salisbury Street
Room 5063
Raleigh, NC 27603

FILED

OCT 13 REC'D

**Clerk's Office
N.C. Utilities Commission**

Re: In the Matter of
Village of Bald Head Island v. Bald Head Island Transportation, Inc.
and Bald Head Island Limited, LLC;
NCUC Docket No. A-41, Sub 21
Mayfield Commission Questions – Exhibit 1

Dear Ms. Dunston:

On behalf of Bald Head Island Transportation, Inc. and Bald Head Island Limited, LLC, Respondents in the above referenced matter, attached is Mayfield Commission Questions – Exhibit 1 for filing in the docket.

Thank you in advance for your assistance with this filing. If you should have any questions concerning this submittal, please contact me.

Sincerely,

/s/ M. Gray Styers, Jr.
M. Gray Styers, Jr.

pbb

Enclosures

A Pennsylvania Limited Liability Partnership

California Colorado Delaware District of Columbia Florida Georgia Illinois Minnesota
Nevada New Jersey New York North Carolina Pennsylvania South Carolina Texas Washington

Ms. A. Shonta Dunston
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October 13, 2022

cc: NC Public Staff
Commission Staff
Counsel and Parties of Record



**NORTH CAROLINA
PUBLIC STAFF
UTILITIES COMMISSION**

October 21, 2010

OFFICIAL COPY

FILED

OCT 21 2010

Clerk's Office
N.C. Utilities Commission

Ms. Renné C. Vance, Chief Clerk
North Carolina Utilities Commission
4325 Mail Service Center
Raleigh, North Carolina 27699-4325

Re: Docket No. A-41, Sub 7
Bald Head Island Transportation, Inc.

Dear Ms. Vance:

Enclosed for filing in the above-referenced docket are eighteen (18) copies of the Revised Agreement and Stipulation of Settlement between Bald Head Island Transportation, Inc., the Public Staff, the Bald Head Island Club, The Village of Bald Head Island, and Bald Head Association, Inc.

By copy of this letter, I am forwarding a copy to all parties of record.

Yours very truly,

Dianna W. Downey
Dianna W. Downey
Staff Attorney

dianna.downey@psncuc.nc.gov

*MA
AG
Finley
Beatty
Allen
Bennink
Hoover
Sessions
Kite
Brace R.*

DWD:dd

Enclosure

cc: Parties of Record

Executive Director
733-2435

Communications
733-2810

Economic Research
733-2902

Legal
733-6110

Transportation
733-7766

Accounting
733-4279

Consumer Services
733-9277

Electric
733-2267

Natural Gas
733-4326

Water
733-5610

E. On September 30, 2010, the Public Staff filed an Agreement and Stipulation of Settlement between the Public Staff and BHIT and the direct testimony and exhibits of James G. Hoard, and the Intervenor filed the direct testimony of Julius A. Wright, Ph.D. On October 14, 2010, BHIT filed the rebuttal testimony of James W. Fulton, Jr., Shirley A. Mayfield and Frederick W. Hering.

F. Prior to the commencement of the evidentiary hearing in this matter, the Stipulating Parties engaged in discussions and reached agreement in principle with respect to the revenue requirement and other issues presented by the Company's Application.

The Stipulating Parties agree and stipulate to the terms and conditions set forth below.

2. RATE INCREASE.

A. BHIT will adjust its rates, fares and charges to produce annual revenues of \$5,094,164 from its ferry operations, which results in total annual revenues of \$5,966,508. The Stipulating Parties agree that these revenues are intended to provide BHIT, through sound management, the opportunity to earn an overall rate of return of 8.33% on a rate base of \$3,943,335, with BHIT's long-term debt cost of 6.65% and a rate of return of 10.0% on the common equity component of the following capital structure:

Long term Debt50%
Member's Equity 50%

B. BHIT's Application and the testimony and exhibits of the Stipulating Parties provide sufficient support for the annual revenue requirement agreed to in this Stipulation.

C. The attached Exhibits A and B summarize the gross revenues, operating revenue deductions, rate base, and rate of return that the Stipulating Parties agree are appropriate for use in this proceeding and for consideration by the Commission with respect to the Stipulation in its entirety. For purposes of compromise and entering into this Stipulation and without waiving any rights of appeal set forth herein or otherwise allowed by law, the Stipulating Parties accept and will not challenge these amounts in this proceeding. With respect to the gross revenues, operating revenue deductions, rate base, and rate of return, the Stipulating Parties agree as follows:

- i. The parent affiliate of BHIT, Bald Head Island Limited LLC (BHIL), owns certain parking facilities adjacent to the BHIT ferry terminal in Southport ("the Deep Point parking facilities"). The imputation of the revenues of the Deep Point parking facilities, as described in the testimony and shown in the exhibits of Public Staff witness James G. Hoard, is limited to this case and establishes no binding precedent for future cases, and shall not be binding in future cases as a reason for or against imputation of parking revenues or any other regulatory treatment of parking operations. However, it is agreed that:

- ii. The applicability of the treatment of the gain on the transfer of the Indigo Plantation property from utility to nonutility property is limited to this case and establishes no precedent in future cases for the regulatory treatment of any property owned by BHIL and leased by BHIT.
- iii. The ratemaking treatments that are the subject of subsections 2.C.i. and 2.C.ii. immediately above are contrary to BHIT's legal position in this proceeding, and BHIT expressly reserves the right, if the Stipulation is not accepted in its entirety consistent with Section 13 *infra*, to appeal the Commission's decision in this rate case and to argue whether the Commission has jurisdiction to impose the conditions, impute the revenues, apply the treatment on gain, and each and every other provision set forth in C.i. and C.ii., and whether the conditions, imputation and accounting treatment are legal, just, and reasonable.
- iv. Notwithstanding the foregoing provisions, nothing in this Stipulation shall be construed to imply any limitation on the Commission's regulatory jurisdiction or ability to exercise its statutory powers and discharge its statutory duties to protect the public interest with respect to the rates charged and service rendered by BHIT pursuant to its grant of common carrier authority from the Commission.

D. BHIT's revenues from its ferry operations for the twelve months ended December 31, 2009 (the test period), by customer class under present base rates and as agreed to in this Stipulation, will be as follows:

Type of Passenger	Annual Revenues	
	Present Rates	Stipulated Rates
Class I GENERAL	\$1,605,825	\$2,462,265
Class II BULK/Bulk 40	272,663	464,415
Class III GROUP PURCH/Bulk 80	252,150	71,055
Class IV GOV'T EMPL	77,211	-
Class V SPEC EVENT	21,750	-
Class VI NO FRILLS	110,900	155,260
Class VII CONTRACTOR	345,950	484,330
Class VIII CORP GUEST	28,024	-
Class IX EMPLOYEE	387,128	1,081,822
Class X CHILDREN	148,704	225,624
Class XI ANNUAL PASS	33,000	33,300
Class XII SENIOR CITIZ ANNUAL	15,750	-
Class XIII EXCESS BAGGAGE	65,550	100,510
Class XIV STUDENT TICKET	856	-
Class XV LOST/ONE-WAY TICKET	6,775	15,583
TOTAL	\$3,372,236	\$5,094,164

6. LEASES. BHIT agrees that it shall, within 30 days after issuance of the Approval Order, file with the Commission amendments to its affiliate agreements with BHIL that reflect any changes necessary to conform the affiliate agreements with the Approval Order.

7. FINANCIAL REPORTING.

A. BHIT operates on a calendar year basis ending December 31. The Company agrees to submit to the Commission and Public Staff a quarterly financial report of monthly information within forty-five days after the end of each quarter. The report shall contain a calendar year-to-date income statement in a format presently produced for internal-management purposes, information on the Company's month-end balances of plant, accumulated depreciation, and accumulated deferred taxes by plant category, monthly book depreciation expense by plant category, the number of customers by fare class for each month, and the number of tram riders by month. The quarterly reports provided for by this subsection shall be filed with the Commission as "non-confidential" filings available to the public.

B. The Public Staff shall perform an audit (in accordance with the scope and process generally employed in connection with this docket) of BHIT, and file a report with the Commission regarding the earnings of BHIT and containing a recommendation as to whether the Public Staff believes there are grounds for requiring BHIT to show cause why its rates should not be reduced or increased for service rendered thereafter. The audit shall be commenced on the earlier of the following: (i) six years from the entry of the Approval Order or (ii) the date BHIT's ferry ticket revenues as reported in BHIT's quarterly reports for any Reporting Period are 5% greater than the immediately preceding Reporting Period or the date BHIT's ferry ticket revenues as reported in BHIT's quarterly reports for any Reporting Period are 5% less than the immediately preceding Reporting Period. For purposes of this subsection, the Reporting Period shall be defined as the twelve-month period ending with the quarterly report most recently filed with the Commission. The Stipulating Parties agree that nothing contained herein shall prevent BHIT from filing a general rate case or the Public Staff, any Stipulating Party, or any person from initiating a proceeding with the Commission regarding BHIT's rates, earnings or service at any time.

8. ACCOUNTING POLICIES. The Company employs a modified tax-basis of accounting for regulatory reporting purposes. The financial statements produced by the Company for internal management purposes are prepared on a tax-basis of accounting. The tax basis financial statements are modified for regulatory reporting purposes to reflect book depreciation expense. The Company agrees that it shall use the same asset capitalization and asset retirement policies for regulatory reporting purposes that it uses for tax purposes. The Company and BHIL also agree that consistent with codes of conduct governing transactions between other utilities regulated by the Commission and their unregulated affiliates, charges to the Company from affiliates will be priced at the lower of cost or fair market value and that charges by the Company to affiliates will be priced at the higher of cost or fair market value.

9. QUALITY OF SERVICE. The Stipulating Parties agree that the overall quality of service provided by BHIT is good.

additional direct or rebuttal testimony, with respect to issues addressed by the Stipulation and no Party shall be bound or prejudiced by the terms and conditions of the Stipulation, including each party's right to appeal any issue, term, or condition if this Stipulation is not accepted by the Commission in its entirety. In the event the Commission enters an Approval Order or makes any other disposition of this rate case that varies from or alters the terms of this Stipulation, including in response to any position taken by other Intervenors herein, the Stipulating Parties shall have all rights of appeal available under law and shall not be deemed to have waived any right of appeal of any issue, finding or conclusion in the Approval Order by virtue of entering into this Stipulation.

14. COUNTERPARTS. This Stipulation may be executed in one or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument. Execution by facsimile signature shall be deemed to be, and shall have the same effect as, execution by original signature. BHIL enters into this Stipulation solely for the purpose of acknowledging its agreement with its obligations under Sections 2.C.i. and 8, and, by entering into this Stipulation does not acknowledge, or waive any right to object to or contest, the Commission's regulation or jurisdiction over any non-ferry subsidiaries, affiliates, functions, assets, or operations.

SIGNATURE PAGE FOLLOWS

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

Exhibit A

BALD HEAD ISLAND TRANSPORTATION, INC.
Docket No. A-41, Sub 7
STATEMENT OF NET OPERATING INCOME FOR RETURN, RATE BASE AND OVERALL RETURN
For The Test Year Ended December 31, 2009

Line No.	Item	Per Company (a)	Settlement Adjustments (b)	After Settlement Adjustments (c)	Rate Increase (d)	After Rate Increase (e)
1	NET OPERATING INCOME FOR RETURN					
2	<u>Operating Revenues:</u>					
3	Ferry Tickets	\$3,388,017	\$4,219	\$3,372,236	\$1,721,028	\$5,094,164
4	Other operating revenues	100,884	771,880	872,344		872,344
5	Total operating revenues	\$3,488,701	\$776,978	\$4,244,579	\$1,721,028	\$5,966,508
6	<u>Operating Expenses:</u>					
7	Operating and maintenance	5,318,838	(304,498)	5,014,442		5,014,442
8	Depreciation	282,877	32,337	315,314		315,314
9	Property taxes	25,702	15,512	41,214		41,214
10	Payroll taxes	147,469	(8,847)	140,622		140,622
11	Regulatory fee	4,043	8	4,049	2,086	6,116
12	State income tax	0	0	0	21,920	21,920
13	Federal income tax	0	0	0	88,598	88,598
14	Total operating expenses	5,779,129	(283,489)	5,515,640	122,585	5,638,225
15	Net operating income for return	(\$2,310,428)	\$1,039,367	(\$1,271,061)	\$1,598,344	\$328,283
16	RATE BASE					
17	Plant in service	\$6,920,592	\$636,380	\$8,656,972		\$8,656,972
18	Accumulated depreciation	(2,085,249)	(317,398)	(2,402,645)		(2,402,645)
19	Net plant in service	3,935,343	318,983	4,254,328	0	4,254,328
20	Cash working capital	664,887	(38,062)	626,805		626,805
21	Average tax accruals	(37,428)	(8,815)	(44,044)		(44,044)
22	Deferred income taxes	(860,684)	(33,168)	(893,752)		(893,752)
23	Original cost rate base	\$3,702,187	\$241,138	\$3,943,335	\$0	\$3,943,335
24	Overall Rate of Return on Rate Base	-62.41%		-32.28%		8.33%

EXHIBIT C



April 24, 2009

Mayor Larry Lammert
Village of Bald Head Island
PO Box 3099
Bald Head Island, NC 28461

Dear Larry:

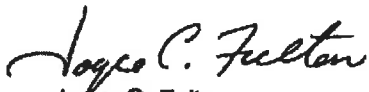
In response to concerns over pricing the annual parking rates at the Deep Point facility during the years from now through 2014, Limited will do the following:

- 2009: Rates are a combination of 5 months Indigo and 7 months Deep Point.
- 2010: First full year (12 months) of the existing Deep Point annual rates.
- 2011: Rates remain the same as in 2010.
- 2012: Rates increase not to exceed annual inflation experienced since 2010.
- 2013: Rates increase not to exceed annual inflation experienced during 2012.
- 2014: Rates increase not to exceed annual inflation experienced during 2013.

Limited trusts that making this generous annual parking rate commitment, together with having developed a wonderful new facility at Deep Point, will satisfy the concerns and needs of the Village and parking customers.

On a related note, those trained volunteer firemen, certified by the Village, will be offered the same Lot A General annual rate as Village employees, which is \$800 in 2010.

Sincerely,


Joyce C. Fulton
Director of Communications

Tracked Tariff NCUC No. 6 – Exhibit D

~~NCUC No. 6~~
~~Cancels NCUC No. 5~~

BALD HEAD ISLAND TRANSPORTATION, INC.

Item No. 10 **Scope of Operations**

IRREGULAR ROUTE COMMON CARRIER AUTHORITY

Transportation of passengers and their personal effects via water in ferry operations from Southport, NC to Bald Head Island, NC and return.

RULES AND REGULATIONS

Item No. 20 **Ferry Schedules by Embarkation and Debarkation Points**

Except as provided in Item No. 30, all ferries and trams will operate according to the schedules shown in Items No. 53, 54, 55, and 56 as long as there are passengers to be transported. Holiday Schedules and Additional Ferry Services are shown in Items No. 50 and 51, respectively. The Passenger Ferry and the Contractor Ferry will operate between Deep Point Marina in Southport, NC, and Bald Head Island, NC.

Item No. 30 **Operational Notices**

Safe Operations

Bald Head Island Transportation, Inc. reserves the right to cancel service if the weather or sea conditions could be hazardous to safe operations or if there is an equipment malfunction.

Prearranged Service

~~Reservations are encouraged for all scheduled ferry and tram services. All transport service is~~ subject to the availability of ferry and tram capacity. ~~Tram service is not guaranteed but is provided if seating capacity is available for those ticket classes where tram service is included. The number of trams scheduled for operation to support ferry runs is based upon anticipated ridership. Reservations made well in advance are recommended. Ferry and/or tram passengers without reservations will be allowed to ride a scheduled ferry or an available tram on a first-come first-served basis, subject to capacity restrictions.~~

~~The number of trams scheduled for operation to support ferry runs is based upon anticipated ridership, hence the encouragement of early reservations.~~

Tracked Tariff NCUC No. 6 - Exhibit D

NCUC No. 6

Cancels NCUC No. 5

BALD HEAD ISLAND TRANSPORTATION, INC.

CLASSIFICATIONS AND FARES

Item No. 40

Fares and Charges

(Round trip unless otherwise indicated)

All fares are round trip unless otherwise indicated. The following fares include the utilization of the Bald Head Island tram service to and from the point of embarkation and debarkation, unless otherwise noted.

Tram service is not guaranteed but is provided if seating capacity is available. Reservations made well in advance are recommended.

Passengers are required to present a valid ticket before boarding on each leg of the round trip. Tickets are electronically scanned for validity and are limited to one round trip. Passengers not in possession of a valid ticket for the second leg of the round trip will be required to purchase a replacement ticket or ~~then one-time use Class XV-X One-Way Lost Ticket~~ to present for scanning before being allowed to board.

Where applicable, a Fuel Surcharge in the amount shown will be added, as approved by NC Utilities Commission Order dated 16 December 2008 in Docket No. A-41, Sub 5.

~~Class I - General Fare~~ \$15.00 + \$1.00FS
Class I - General Fare \$23.00

Applicable to all persons traveling to Bald Head Island from Southport when they DO NOT qualify for any other fare noted in this tariff. Tram service is not guaranteed but is provided if seating capacity is available. Reservations made well in advance are recommended.

~~Class II - Bulk Fare~~ \$12.50 + \$1.00FS
Class II - Bulk 40 \$17.50

Available to persons or organizations who are owners of record of property on Bald Head Island when who purchasing packages of forty ferry tickets at one time. Tram service is not guaranteed but

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

Tracked Tariff NCUC No. 6 - Exhibit D

NCUC No. 6

Cancels NCUC No. 5

BALD HEAD ISLAND TRANSPORTATION, INC.

Item No. 40 (cont.)

~~Class V - Special Event~~ ~~\$10.00 + \$1.00FS~~

~~Applicable to persons traveling to Bald Head Island through a packaged program that includes participation in a special event on Bald Head Island (tours, lunch package, dinner package). The event package must include ferry transportation and must be purchased prior to embarkation.~~

~~Class VI - No Frills~~ ~~\$10.00 + \$1.00FS~~

~~Class IV - No Frills~~ ~~\$14.00~~

Available for purchase only on Bald Head Island to persons living or staying on Bald Head Island. Tickets must be purchased on Bald Head Island and are valid only on the day of purchase for round trip transportation from Bald Head Island to Southport and return. No baggage or tram service will be is available with this ticket; parcels must be hand carried by the ticket holder.

~~Class VII - Contractor~~ ~~\$10.00 + \$1.00FS~~

~~Class V - Contractor~~ ~~\$14.00~~

~~Applicable~~ Available to bona fide contractors traveling to the island to provide service ~~on~~ the island. Fare not available on Saturdays and Sundays. Contractor ferry must be used except as otherwise noted on the schedule. Tram and baggage services are not available. Contractors are allowed to ride must use the shuttle bus to and from the Contractor Service Village.

~~Class VIII - Corporate Guest~~ ~~\$8.00 + \$1.00FS~~

~~Applicable to persons traveling to the island at the request of or for the benefit of Bald Head Island Limited or its affiliates. Applicable only when an authorized representative of Bald Head Island Limited or affiliates prearranges payment of fares. Tram service is not included.~~

~~Class IX - Employee~~ ~~\$8.00 + \$1.00FS~~

~~Class VI - Employee~~ ~~\$14.00~~

Tracked Tariff NCUC No. 6 - Exhibit D

NCUC No. 6

Cancels NCUC No. 5

BALD HEAD ISLAND TRANSPORTATION, INC.

Item No. 40 (cont.)

~~Class XI - Annual Pass _____ \$1,500.00 + \$165.00FS~~
~~Class VIII - Annual Pass _____ \$1,850.00~~

~~Available only to property owners of record or to persons whose primary residence is on Bald Head Island who are residential property owners of record or are persons leasing residential property. Baggage service is available. Tram service is not included.~~

~~Class XII - Senior Citizen Annual Pass _____ \$750.00 + \$92.00FS~~

~~Available to persons 65 and older who are property owners of record or to persons whose primary residence is on Bald Head Island. Tram service is not included.~~

~~Class XIII - Excess Baggage _____ \$15.00~~
~~Class IX - Excess Baggage _____ \$23.00~~

~~This charge is in addition to the fares for transporting the person and is applicable to each bicycle or other non-carry-on item too large to fit into baggage containers. This charge is in addition to the fare for transporting the person.~~

~~Class XIV - Student Ticket _____ \$4.00 + \$1.00FS~~

~~Available for full-time students ages 18 years or younger whose primary residence is on Bald Head Island. Valid only Monday through Friday during the school year. Students must sign for tickets at the Deep Point terminal for subsequent invoice purposes.~~

~~Class XV - Lost Ticket _____ \$5.00~~
~~Class X - One-Way _____ \$11.50~~

~~Available only on Bald Head Island to passengers desiring to board who cannot present a valid ticket for passage on the second leg of their round trip fare, under any classification described above except Class [VI] No Frills Ticket and Class XIV Student Ticket.~~

Tracked Tariff NCUC No. 6 - Exhibit D

~~NCUC No. 6~~
~~Cancels NCUC No. 5~~

BALD HEAD ISLAND TRANSPORTATION, INC.

TIME SCHEDULES FOR THE FERRY OPERATIONS

- Item No. 53** **Operating Hours for Bald Head Island Passenger Ferry & Tram Services** 03/1-11/30 (See Attached Schedule)
- Item No. 54** **Operating Hours for Bald Head Island Passenger Ferry & Tram Services** 12/1-2/29 (See Attached Schedule)
- Item No. 55** **Operating Hours for Bald Head Island Contractor Ferry Services** 11/1-2/29 (See Attached Schedule)
- Item No. 56** **Operating Hours for Bald Head Island Contractor Ferry Services** 03/1-10/31 (See Attached Schedule)

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

ITEM NUMBER 54: OPERATING HOURS FOR BALD HEAD ISLAND PASSENGER FERRY & TRAM SERVICES

All Times are DEPARTURE TIMES from Terminal Listed

Beginning 12/1 Through 2/29

MONDAY		TUESDAY		WEDNESDAY		THURSDAY		FRIDAY		SATURDAY		SUNDAY	
DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND
										6:00 AM	6:30 AM	6:00 AM	6:30 AM
7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM
8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM
9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM
10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM
11:00 AM		11:00 AM		11:00 AM		11:00 AM		11:00 AM		11:00 AM		11:00 AM	11:30 AM
	12:30 PM		12:30 PM		12:30 PM		12:30 PM		12:30 PM		12:30 PM		12:30 PM
1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM
2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM
3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM
4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM
5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM
6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM
7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM
8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM
9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM
10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM
						11:00 PM	11:30 PM	11:00 PM	11:30 PM	11:00 PM	11:30 PM		
								12:00 AM	12:30 AM				

TRAM SERVICE NOT AVAILABLE

FERRY SERVICE NOT AVAILABLE

PLEASE MAKE RESERVATIONS FOR ALL TRANSPORTATION SERVICES

Refer to Contractor Schedule, Item No. 55 and 56, for departure times.
Departing Deep Point 457-5003 Departing Island 457-5006

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

ITEM NUMBER 56: OPERATING HOURS FOR BALD HEAD ISLAND CONTRACTOR FERRY SERVICES (C)

All Times are DEPARTURE TIMES from Terminal Listed

Beginning 3/1 Through 10/31

MONDAY		TUESDAY		WEDNESDAY		THURSDAY		FRIDAY		SATURDAY		SUNDAY	
DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND
5:30 AM	6:00 AM	5:30 AM	6:00 AM	5:30 AM	6:00 AM	5:30 AM	6:00 AM	5:30 AM	6:00 AM				
6:30 AM	7:00 AM	6:30 AM	7:00 AM	6:30 AM	7:00 AM	6:30 AM	7:00 AM	6:30 AM	7:00 AM				
7:30 AM	8:00 AM	7:30 AM	8:00 AM	7:30 AM	8:00 AM	7:30 AM	8:00 AM	7:30 AM	8:00 AM				
8:30 AM		8:30 AM		8:30 AM		8:30 AM		8:30 AM					
	12:30 PM		12:30 PM		12:30 PM		12:30 PM		12:30 PM				
1:00 PM		1:00 PM		1:00 PM		1:00 PM		1:00 PM	1:00 PM	1:00 PM			
								1:30 PM	2:00 PM				
2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM				
3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM				
4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM				
5:30 PM	6:00 PM	5:30 PM	6:00 PM	5:30 PM	6:00 PM	5:30 PM	6:00 PM						

FERRY SERVICE NOT AVAILABLE

NCUG-NO-6

● Ferry service provided aboard Bald Head Island Passenger Ferry

BALD HEAD ISLAND TRANSPORTATION, INC.

Item No. 10 **Scope of Operations**

IRREGULAR ROUTE COMMON CARRIER AUTHORITY

Transportation of passengers and their personal effects via water in ferry operations from Southport, NC to Bald Head Island, NC and return.

RULES AND REGULATIONS

Item No. 20 **Ferry Schedules by Embarkation and Debarkation Points**

Except as provided in Item No. 30, all ferries and trams will operate according to the schedules shown in Items No. 53, 54, 55, and 56 as long as there are passengers to be transported. Holiday Schedules and Additional Ferry Services are shown in Items No. 50 and 51, respectively. The Passenger Ferry and the Contractor Ferry will operate between Deep Point Marina in Southport, NC, and Bald Head Island, NC.

Item No. 30 **Operational Notices**

Safe Operations

Bald Head Island Transportation, Inc. reserves the right to cancel service if the weather or sea conditions could be hazardous to safe operations or if there is an equipment malfunction.

Prearranged Service

All transport service is subject to the availability of ferry and tram capacity. Tram service is not guaranteed but is provided if seating capacity is available for those ticket classes where tram service is included. The number of trams scheduled for operation to support ferry runs is based upon anticipated ridership. Reservations made well in advance are recommended. Ferry and tram passengers without reservations will be allowed to ride a scheduled ferry or an available tram on a first-come first-served basis, subject to capacity restrictions.

Baggage Handling

The transfer of passenger baggage between the baggage racks and the ferry at Deep Point and Bald Head Island terminals on all ferry runs will be provided for passengers, excluding those passengers holding Class IV No Frills, Class V Contractor, and Class VI Employee tickets.

BALD HEAD ISLAND TRANSPORTATION, INC.

Item No. 40 (cont.)

Class IV - No Frills \$14.00

Available for purchase only on Bald Head Island to persons living or staying on Bald Head Island. Tickets are valid only on the day of purchase for round trip transportation from Bald Head Island to Southport and return. No baggage or tram service is available with this ticket; parcels must be hand carried by the ticket holder.

Class V - Contractor \$14.00

Available to bona fide contractors traveling to the island to provide service on the island. Fare not available on Saturdays and Sundays. Contractor ferry must be used except as otherwise noted on the schedule. Tram and baggage services are not available. Contractors are allowed to ride the shuttle bus to and from the Contractor Service Village.

Class VI - Employee \$14.00

Available to bona fide employees of commercial and/or non-profit businesses located where that activity is not prohibited on Bald Head Island; also available to bona fide employees of governments and governmental agencies. Employees must be traveling in the course of their employment. Tram service and baggage handling are not included. Passengers holding this ticket will be allowed to board after all other fares have boarded, subject to ferry capacity restrictions.

Class VII - Children

Under age 3 years traveling with an adult.	\$0.00
Ages 3-12 years traveling with an adult	\$12.00

Tram service is not guaranteed but is provided if seating capacity is available. Reservations made well in advance are recommended.

BALD HEAD ISLAND TRANSPORTATION, INC.

TIME SCHEDULES FOR THE FERRY OPERATIONS

Item No. 50 **Holiday Schedules**

On Christmas Day, ferries will run a limited schedule. Ferries depart Deep Point at 9:00 a.m., 10:00 a.m., 5:00 p.m., and 6:00 p.m. Ferries depart Bald Head Island at 9:30 a.m., 10:45 a.m., 5:30 p.m., and 6:45 p.m. Tram service is not available to serve the 9:30 a.m. and 5:30 p.m. ferries. Tram service is available for the 10:45 a.m. and 6:45 p.m. ferry runs for passengers holding appropriate tickets.

On New Year's Day, Easter, Memorial Day, Fourth of July, Labor Day, and Thanksgiving Day, additional ferries may be added to the schedule if passenger volume merits.

Contractor ferry services are not offered on the weekday celebrating New Years Day, Memorial Day, Fourth of July, Labor Day, Thanksgiving Day, the Friday after Thanksgiving, Christmas Eve, and Christmas Day.

Item No. 51 **Additional Ferry Services**

Additional ferry services may be offered in the evening from Bald Head Island on the half hour and from Deep Point on the hour to transport employees to and from Bald Head Island, if notice of need and reservations are made by said employees on the day of service. Other passengers holding appropriate tickets may utilize all ferries, without guarantee of tram service, if such ferries run.

Item No. 52 **Shuttle Bus Service**

Ground transportation via shuttle bus is offered between the Bald Head Island Ferry Terminal and the Contractor Service Village from Monday through Friday, excluding the holidays listed in Item No. 50. The shuttle bus departs from the Bald Head Island Ferry Terminal five (5) minutes after the arrival of the Contractor Ferry. The shuttle bus departs the contractor's service area fifteen (15) minutes before the scheduled departure of the Contractor Ferry from the Bald Head Island Ferry Terminal.

All Times are DEPARTURE TIMES from Terminal Listed

ITEM NUMBER 53: OPERATING HOURS FOR BALD HEAD ISLAND PASSENGER FERRY & TRAM SERVICES
Beginning 3/1 Through 11/30

MONDAY		TUESDAY		WEDNESDAY		THURSDAY		FRIDAY		SATURDAY				SUNDAY			
DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND
7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	7:00 AM	7:30 AM	6:00 AM	6:30 AM			6:00 AM	6:30 AM		
8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM	8:00 AM	8:30 AM			7:00 AM	7:30 AM		
9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:00 AM	9:30 AM	9:30 AM	10:00 AM	9:00 AM	9:30 AM	9:30 AM	10:00 AM
10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:00 AM	10:30 AM	10:30 AM	11:00 AM	10:00 AM	10:30 AM	10:30 AM	11:00 AM
11:00 AM		11:00 AM		11:00 AM		11:00 AM		11:00 AM	11:30 AM	11:00 AM	11:30 AM	11:30 AM	12:00 PM	11:00 AM	11:30 AM	11:30 AM	12:00 PM
	12:30 PM		12:30 PM		12:30 PM		12:30 PM	12:00 PM	12:30 PM	12:00 PM	12:30 PM	12:30 PM	1:00 PM	12:00 PM	12:30 PM	12:30 PM	1:00 PM
1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:00 PM	1:30 PM	1:30 PM	2:00 PM	1:00 PM	1:30 PM	1:30 PM	2:00 PM
2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:00 PM	2:30 PM	2:30 PM	3:00 PM	2:00 PM	2:30 PM	2:30 PM	3:00 PM
3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:00 PM	3:30 PM	3:30 PM	4:00 PM	3:00 PM	3:30 PM	3:30 PM	4:00 PM
4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM	4:00 PM	4:30 PM			4:00 PM	4:30 PM		
5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM	5:00 PM	5:30 PM			5:00 PM	5:30 PM		
6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM	6:00 PM	6:30 PM			6:00 PM	6:30 PM		
7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM	7:00 PM	7:30 PM			7:00 PM	7:30 PM		
8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM	8:00 PM	8:30 PM			8:00 PM	8:30 PM		
9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM	9:00 PM	9:30 PM			9:00 PM	9:30 PM		
10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM	10:00 PM	10:30 PM			10:00 PM	10:30 PM		
11:00 PM		11:00 PM		11:00 PM		11:00 PM	11:30 PM	11:00 PM	11:30 PM	11:00 PM	11:30 PM			11:00 PM			
							12:00 AM	12:00 AM	12:30 AM	12:00 AM	12:30 AM						

TRAM SERVICE NOT AVAILABLE

FERRY SERVICE NOT AVAILABLE

● Offered from 2nd week of June through Labor Day Weekend

●● Offered from Memorial Day Weekend through Labor Day Weekend

▲ Refer to Contractor Schedule, Item No. 55 and 56, for departure times.

NOTE: Supplemental ferry service departing Deep Point on the half-hour may be provided on holidays as needed. See Notices posted at terminal prior to the holiday for details.

PLEASE MAKE RESERVATIONS FOR ALL TRANSPORTATION SERVICES Departing Deep Point 457-5003 Departing Island 457-5006

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

ITEM NUMBER 55: OPERATING HOURS FOR BALD HEAD ISLAND CONTRACTOR FERRY SERVICES

All Times are DEPARTURE TIMES from Terminal Listed

Beginning 1/1/1 Through 2/29

MONDAY		TUESDAY		WEDNESDAY		THURSDAY		FRIDAY		SATURDAY		SUNDAY	
DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND	DEEP POINT	ISLAND
6:15 AM	6:45 AM	6:15 AM	6:45 AM	6:15 AM	6:45 AM	6:15 AM	6:45 AM	6:15 AM	6:45 AM				
7:15 AM	7:45 AM	7:15 AM	7:45 AM	7:15 AM	7:45 AM	7:15 AM	7:45 AM	7:15 AM	7:45 AM				
8:15 AM	8:45 AM	8:15 AM	8:45 AM	8:15 AM	8:45 AM	8:15 AM	8:45 AM	8:15 AM	8:45 AM				
9:15 AM		9:15 AM		9:15 AM		9:15 AM		9:15 AM					
	12:30 PM		12:30 PM		12:30 PM		12:30 PM		12:30 PM				
1:00 PM		1:00 PM		1:00 PM		1:00 PM		1:00 PM	1:00 PM				
								1:30 PM	2:00 PM				
2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM	2:30 PM	3:00 PM				
3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM	3:30 PM	4:00 PM				
4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM	4:30 PM	5:00 PM				

FERRY SERVICE NOT AVAILABLE

● Ferry service provided aboard Bald Head Island Passenger Ferry

BALD HEAD ISLAND TRANSPORTATION, INC.
DOCKET NO. A-41, SUB 7
FOR THE TEST YEAR ENDED DECEMBER 31, 2009
Summary of Stipulated Rate Changes

<u>Type of Passenger *</u>	<u>Present Rates **</u>	<u>Stipulated Rates</u>
Class I GENERAL	\$16.00	\$23.00
Class II BULK/Bulk 40	\$13.50	\$17.50
Class III GROUP PURCH/Bulk 80	\$13.50	\$15.00
Class IV GOV'T EMPL	\$10.00	
Class V SPEC EVENT	\$11.00	
Class VI NO FRILLS	\$11.00	\$14.00
Class VII CONTRACTOR	\$11.00	\$14.00
Class VIII CORP GUEST	\$9.00	
Class IX EMPLOYEE	\$9.00	\$14.00
Class X CHILDREN	\$9.00	\$12.00
Class XI ANNUAL PASS	\$1,665.00	\$1,850.00
Class XII SENIOR CITZ ANNUAL	\$842.00	
Class XIII EXCESS BAGGAGE	\$15.00	\$23.00
Class XIV STUDENT TICKET	\$5.00	
Class XV LOST/ONE-WAY TICKET	\$5.00	\$11.50

* Before renumbering of rate classes.

** Includes fuel surcharge.

MAYFIELD COMMISSION QUESTIONS
EXHIBIT 1 - A-41 SUB 21

Exhibit G

BALD HEAD ISLAND TRANSPORTATION, INC.
DOCKET NO. A-41, SUB 7
FOR THE TEST YEAR ENDED DECEMBER 31, 2009
Book Depreciation Rates for Listed Assets

Property Group (a)	Asset Description (b)	In Service Date (c)	Depreciation Rate (d)
BHI Terminal	Island Dock Expansion	10/31/1999	5.00%
BHI Terminal	Decking At Island Services Terminal	1/1/2000	5.00%
BHI Terminal	Ferry Landing-Secondary Transp. Dock-Island	11/14/2005	5.00%
BHI Terminal	Island Ferry Terminal Bldg	8/1/1987	2.50%
DP Terminal	39-Year Tax Life Property	5/18/2009	2.50%
DP Terminal	Other Depreciable Property	Various	6.67%
Ferries	Patriot Ferry	9/1/2003	3.33%
Ferries	Ranger Ferry	7/1/2006	3.33%