

**BEFORE THE  
DEPARTMENT OF TRANSPORTATION  
WASHINGTON, D.C.**

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Application of	)	
	)	
<b>ALASKA AIRLINES, INC.</b>	)	Docket DOT-OST-2006-25077
	)	
for an exemption pursuant to 49 U.S.C. 40109	)	
_____	)	

**APPLICATION FOR RENEWAL OF EXEMPTION**

Communications with respect to this document should be addressed to:

Thomas R. O’Grady, Esq.  
Staff Vice President and  
Deputy General Counsel  
Alaska Airlines, Inc.  
19300 International Boulevard  
Seattle, Washington 98188

Marshall S. Sinick, Esq.  
Squire, Sanders & Dempsey L.L.P.  
1201 Pennsylvania Avenue, N.W.  
Washington, D.C. 20004  
(202) 626-6651  
[msinick@ssd.com](mailto:msinick@ssd.com)

Megan Lawrence, Esq.  
Managing Director-Government Affairs  
Alaska Airlines, Inc.  
19300 International Boulevard  
Seattle, Washington 98188

Counsel to Alaska Airlines, Inc.

DATED: April 29, 2008

**BEFORE THE  
DEPARTMENT OF TRANSPORTATION  
WASHINGTON, D.C.**

Application of	)	
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<b>ALASKA AIRLINES, INC.</b>	)	Docket DOT-OST-2006-25077
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for an exemption pursuant to 49 U.S.C. 40109	)	
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**APPLICATION FOR RENEWAL OF EXEMPTION**

Alaska Airlines, Inc. (“Alaska”) hereby requests renewal of the exemption authority granted to it by the Department of Transportation (the “Department”) in the above-captioned docket to perform seasonal scheduled foreign air transportation of persons, property and mail between San Francisco, California, and Cancun, Mexico. This exemption authority expires on July 10, 2008. Alaska requests renewal of this authority for a two-year period on its existing terms and conditions. Alaska relies on the provisions of the Administrative Procedure Act and Part 377 of the Department’s procedural regulations to continue its existing authorization in force pending a final decision on this renewal request.

In further support of its request for renewal, Alaska states as follows:

1. Alaska’s principal headquarters are located at 19300 International Boulevard, Seattle, Washington. Alaska is incorporated under the laws of the State of Alaska and is a

wholly-owned subsidiary of Alaska Air Group, Inc. (“AAG”). AAG is incorporated under the laws of the State of Delaware.

2. Alaska is a citizen of the United States within the meaning of 49 U.S.C. 40102(a)(15). The president and at least two-thirds of Alaska’s directors and other managing officers are U.S. citizens. Additionally, to Alaska’s knowledge, U.S. citizens hold at least seventy-five percent of Alaska’s voting stock.

3. Alaska has repeatedly been found fit, willing and able to provide interstate and foreign air transportation. The Department is requested to take official notice of Alaska’s continuing fitness. *See, e.g.*, Order 00-5-31.

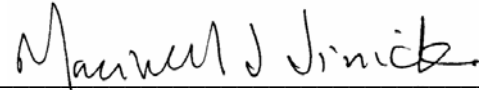
4. Alaska currently operates seasonal service in the San Francisco-Cancun market. The Department has found previously that Alaska’s service in this market is consistent with the terms of the U.S.-Mexico bilateral agreement.<sup>1</sup>

5. This renewal application does not raise any environmental or energy concerns. All flights will continue to be performed with aircraft that meet all applicable noise requirements. Similarly, approval of this application will not result in a near-term increase in fuel consumption of ten million gallons or more.

**WHEREFORE**, Alaska Airlines, Inc. respectfully requests that the exemption granted to it in the above-captioned docket be renewed for an additional two-year period on its existing terms and conditions, as more fully described herein.

Application for Renewal of Exemption  
Docket DOT-OST-2006-25077  
April 29, 2008

Respectfully submitted,



Marshall S. Sinick, Esq.  
Squire, Sanders & Dempsey L.L.P.  
1201 Pennsylvania Avenue, N.W.  
Washington, D.C. 20004  
(202) 626-6651  
msinick@ssd.com

Counsel to Alaska Airlines, Inc.

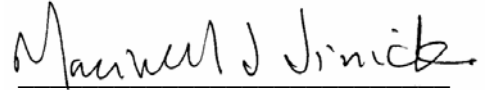
DATED: April 29, 2008

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<sup>1</sup> See, *Notice of Action Taken*, Docket DOT-OST-2006-25077, July 10, 2006

## CERTIFICATE OF SERVICE

I hereby certify that one copy of the foregoing Application for Renewal of Exemption has this day been served on each of the following individuals via telecopier or email.



Marshall S. Sinick

DATED: April 29, 2008

[hkamen@coair.com](mailto:hkamen@coair.com)

[sascha.vanderbellen@nwa.com](mailto:sascha.vanderbellen@nwa.com)

[scott.mcclain@delta.com](mailto:scott.mcclain@delta.com)

[sametta.c.barnett@delta.com](mailto:sametta.c.barnett@delta.com)

[Jonathan.Moss@wilmerhale.com](mailto:Jonathan.Moss@wilmerhale.com)

[anbird@fedex.com](mailto:anbird@fedex.com)

[dvaughan@kelleydrye.com](mailto:dvaughan@kelleydrye.com)

[efaberman@wrf.com](mailto:efaberman@wrf.com)

[howard\\_kass@usairways.com](mailto:howard_kass@usairways.com)

[dkirstein@yklaw.com](mailto:dkirstein@yklaw.com)

[jhill@dowlohnes.com](mailto:jhill@dowlohnes.com)

[mcmillin@woa.com](mailto:mcmillin@woa.com)

[pmurphy@lopMurphy.com](mailto:pmurphy@lopMurphy.com)

[carl.nelson@aa.com](mailto:carl.nelson@aa.com)