

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

90-Day Notice of

**REDEMPTION, INC.  
d/b/a ISLAND AIR SERVICE**

under 49 U.S.C. § 41734 and 14 C.F.R. Part 323 of intent  
to terminate Essential Air Service at Karluk, Alaska

**Docket OST-2020-**

**90-DAY NOTICE OF REDEMPTION, INC. d/b/a ISLAND AIR SERVICE OF  
INTENT TO TERMINATE ESSENTIAL AIR SERVICE AT KARLUK, ALASKA**

Communications with respect to this document should be addressed to:

Adam Lutz  
CEO  
Redemption, Inc. d/b/a Island Air Service  
1420 Airport Way  
Kodiak, AK 99615  
(907) 487-4596  
[Adam@flyadq.com](mailto:Adam@flyadq.com)

April 02, 2020

**NOTE:       Objections to this notice of intent to terminate service must be filed on  
or before April 22, 2020.**

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

90-Day Notice of	)	
	)	
<b>REDEMPTION, INC.</b>	)	<b>Docket OST-2020-</b>
<b>d/b/a ISLAND AIR SERVICE</b>	)	<b>April 02, 2020</b>
	)	
under 49 U.S.C. § 41734 and 14 C.F.R. 323 of intent	)	
to terminate Essential Air Service at Karluk, Alaska	)	

**90-DAY NOTICE OF REDEMPTION, INC. d/b/a ISLAND AIR SERVICE OF  
INTENT TO TERMINATE ESSENTIAL AIR SERVICE AT KARLUK, ALASKA**

Redemption, Inc. d/b/a Island Air Service hereby gives 90 days' notice, pursuant to 49 U.S.C. § 41734 and 14 C.F.R. Part 323, of its intent to terminate Essential Air Service ("EAS") at Karluk, Alaska.

In support of this notice, Island Air Service states as follows:

1. Island Air Service's principal place of business is 1420 Airport Way, Kodiak, Alaska, 99615.
2. Island Air Service holds a certificate of public convenience and necessity, authorizing it to engage in scheduled air transportation of persons, property, and mail.
3. No other air carrier currently serves Karluk, AK.

4. Island Air Service currently provides roundtrip service between Kodiak and Karluk three days per week with a combination of Piper PA-32 5-passenger aircraft, and 9-passenger Cessna 208 / BN2 Islander aircraft. The flights operate on Monday, Wednesday, and Friday, departing Kodiak at 0900 and arriving in Karluk at 0950. The return flight departs Karluk at 0955 and arrives in Kodiak at 1045.
5. The Department made the most recent EAS determination for Karluk in Order 2012-3-13.
6. Although Island Air Service would prefer to continue providing scheduled air service to Karluk, the decrease in demand, and increase in operating costs prevents us from doing so without subsidy. Island Air Service has operated at an economic loss, by providing unsubsidized service to Karluk since 2012.

**WHEREFORE:** Redemption, Inc. d/b/a Island Air Service gives 90 days' notice of its intent to terminate essential air service to Karluk, AK on or before July 1, 2020.

Respectfully submitted,



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Adam Lutz, CEO  
Redemption, Inc. d/b/a Island Air Service  
1420 Airport Way  
Kodiak, AK 99615  
(907) 487-4596  
[Adam@flyadq.com](mailto:Adam@flyadq.com)

**CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing 90-day notice of Redemption, Inc. d/b/a Island Air Service to terminate Essential Air Service at Karluk, AK has been served this date to the following persons, by first class mail, postage prepaid.



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Adam Lutz

Village of Karluk  
IRA Traditional Council  
Alicia Reft, President  
P.O. Box 22  
Karluk, AK 99608  
(by registered mail)

Regional Director, Southcoast Region  
Attn: D. Lance Mearig  
Alaska Department of Transportation  
6860 Glacier Highway  
P.O. Box 112506  
Juneau, AK 99811-2506  
(by registered mail)

Postmaster General  
Attn: Assistant General Counsel, Transportation  
U.S. Postal Service  
475 L'Enfant Plaza West, S.W.  
Washington, D.C. 20260