

The Commission for Aviation Regulation confirms that Dublin Airport complied with the 2014 maximum level of airport charges, of €10.68 per passenger, as required by the 2009 Determination.<sup>1</sup> In addition, the Commission confirms that the provisional maximum level of airport charges for 2016 at Dublin Airport is €10.31 per passenger.

### 2014 Price Cap Compliance

The 2014 price cap was €10.68 per passenger, as set in the 2009 Determination (after adjustments for inflation and triggers). There were no quality of service breaches in 2014. Revenues collected by Dublin Airport are detailed below. The amount collected by Dublin Airport per passenger was €10.18. The resulting under collection of €0.50 carries forward to the 2016 price cap (adjusted for passenger numbers and interest).

#### Complying with 2014 Price of €10.68

Airport Charges Collected	€221,041,000
Passengers	21,711,967
Charges per PAX	€10.18

Source: daa 2014 Regulatory Accounts

### Setting the 2016 Price Cap

The maximum level of airport charges that Dublin Airport can collect in 2016 is provisionally €10.31 per passenger. This can change if triggers for capital projects are reached or if quality of service targets are not met.

The price cap formula for 2016 is detailed in the 2014 Determination.<sup>2</sup> The base price of €9.87 is adjusted for inflation, triggered capital projects and any under collections in 2014. Between July 2014 and October 2015 there was deflation of 0.5% which reduces the price by €0.05. The 2014 under collection is carried forward to 2016. To date no triggers have been reached.

#### Arriving at 2016 Price Cap

Base Price	€9.87
CPI Adjustment	-€0.05
k 2014	+€0.49
<b>Provisional 2016 Price Cap</b>	<b>€10.31</b>

Source: CAR Calculation

Four and a half percent of this price cap is at risk should Dublin Airport fail the quality of service targets set in the 2014 Determination.<sup>3</sup>

The 2016 price cap could increase by €0.82 if all capex triggers were to be reached. To increase the 2016 price the runway trigger would need to be met by 31 December 2015. The other triggers, Line-up Points, T2 HBS 3 and Pier 2 Segregation, would increase the 2016 price if met during 2016.

<sup>1</sup>CP4/2009: [http://www.aviationreg.ie/fileupload/2009\\_CP4\\_Final%20Determination\\_4DEC.pdf](http://www.aviationreg.ie/fileupload/2009_CP4_Final%20Determination_4DEC.pdf), as amended by CP2/2010: [http://www.aviationreg.ie/fileupload/2010-07-30\\_Response\\_to\\_Appeal\\_Panel.pdf](http://www.aviationreg.ie/fileupload/2010-07-30_Response_to_Appeal_Panel.pdf)

<sup>2</sup> CP2/2014: <http://www.aviationreg.ie/fileupload/2014final/2014%20Final%20Determination.pdf>

<sup>3</sup> Full Quality of Service Details are in CP2/2014