

**Supporting submission to the locality notice given by
Sydney Airport Corporation Limited on 6 August 2013**

1 Background

Sydney Airport Corporation Limited (*Sydney Airport*) has notified various charges which apply to the provision of declared services to regional air services operating from Terminal 2 of Sydney (Kingsford Smith) Airport (the *Airport*). Sydney Airport now wishes to accommodate regional air services operating from both Terminals 2 and 3 and submits the attached locality notice for that purpose.

The notification is made in the context of QantasLink's intention to relocate its operations from Terminal 2 to Terminal 3.

No increase in charges is sought. The maximum charges proposed by Sydney Airport are no higher than those previously notified to the ACCC in 2002, and approved by the ACCC in 2002 and 2010 in respect of regional air services operating from Terminal 2. This notification will not result in any change in charges for regional airlines who continue to operate from Terminal 2.

2 Proposed prices

Sydney Airport will charge no more than the following GST exclusive amounts:

Passenger facilitation charges – separate charge components (option A)*		
Terminal facility	\$1.75	Per passenger
Apron parking	\$35.00	Per 15 minutes
Check-in counter	\$17.00	Per counter per hour
Passenger facilitation charges – per passenger charges (option B)*		
Regional PFC	\$4.50	Per passenger
Passenger facilitation charges – separate charge components (option C)*		
Terminal facility	\$1.74	Per passenger
Apron parking	\$2.50	Per passenger
Check-in counter	\$0.26	Per passenger
Apron parking charges applicable where a regional airline operates from a terminal that is not owned by Sydney Airport and requests that an aircraft associated with it park on a common user apron at the Airport		
Apron parking	\$35.00	Per 15 minutes
Passenger security and bag screening		
Per passenger	\$0.87	Per passenger
Runway charges		
Runway charge	\$3.44	Per MTOW tonne
Minimum runway charge	\$50.00	Per movement
Minimum runway charge	\$41.25	Per movement

* Passenger facilitation charges are based on either option A, or B or C, as selected by users

(MTOW 5-10 tonnes)		
Minimum runway charge (MTOW 0-5 tonnes)	\$20.00	Per movement

For the avoidance of doubt, where “passenger facilitation charges – per passenger charges” (option B) is charged, Sydney Airport shall not apply any of the “passenger facilitation charges - separate charge components” (options A and C) except in accordance with the Sydney Airport Conditions of Use (or other commercial agreement) and Part VIIA of the *Competition and Consumer Act 2010*, as applicable.

3 Consistency with regulatory framework

The proposed charges are consistent with:

- (a) Ministerial Direction No 34; and
- (b) the rationale for, and the express terms of, the three factors set out in s 95G(7) of the *Competition and Consumer Act 2010 (Cth) (CCA)* to which the ACCC must have particular regard in considering this notification,

in that they represent no increase to the long standing charges applicable for regional airlines operating from Terminal 2. Further, Sydney Airport’s current proposal to apply charges to both Terminals 2 and 3 to a maximum that is no higher than those previously notified is analogous to the transfer of the former Domestic Express Terminal charge to Terminal 2 in 2002.

Sydney Airport submits that the ACCC should not object to the proposed charges.

Attachment

Locality notice given by Sydney Airport Corporation Limited

Proposed prices and terms for the provision of aeronautical services and facilities to regional air services at Sydney Kingsford Smith Airport

Notification of prices pursuant to s 95Z of the *Competition and Consumer Act 2010* (Cth) in relation to Declaration No 93.

1 Declared person:

Sydney Airport Corporation Limited
Central Terrace Building
10 Arrivals Court
Sydney International Airport
New South Wales 2020

gives notice that it may supply aeronautical services and facilities to regional air services at Terminals 2 and 3 at Sydney Kingsford Smith Airport (the **Airport**) as specified in paragraph 2 below, effective from 15 August 2013.

2 Sydney Airport Corporation Limited (**Sydney Airport**) will charge no more than the following GST exclusive amounts:

Passenger facilitation charges – separate charge components (option A)*		
Terminal facility	\$1.75	Per passenger
Apron parking	\$35.00	Per 15 minutes
Check-in counter	\$17.00	Per counter per hour
Passenger facilitation charges – per passenger charges (option B)*		
Regional PFC	\$4.50	Per passenger
Passenger facilitation charges – separate charge components (option C)*		
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* Passenger facilitation charges are based on either option A or B or C, as selected by users

Minimum runway charge	\$50.00	Per movement
Minimum runway charge (MTOW 5-10 tonnes)	\$41.25	Per movement
Minimum runway charge (MTOW 0-5 tonnes)	\$20.00	Per movement



Jamie Motum
General Counsel and Company Secretary
Sydney Airport Corporation Limited