

13 September 2016

**Notice on amended consultation proposal on Airport Charges for 2017**

Dear Colleague,

On 5 August 2016, Heathrow Airport Limited (“Heathrow”) issued its consultation proposal on Airport Charges for 2017. Heathrow is now proposing an adjustment to the environmental charges, which includes noise chapters and emission charges.

It has come to our attention that there is a minor discrepancy in the allocation of passenger numbers between our destination types in the 5 August 2016 Consultation Document. This occurred during Step 2 in our process to set tariffs when applying the passenger discounts. We misallocated 120k passengers (includes OD and transfer) from Non-European destinations to European destinations i.e. the Non-European destination passenger number should have been 120k higher and the European destination passenger number should have been 120k lower.

Therefore, as a result of the misallocation, the passenger proportion of the structure is shown as recovering £2m less because of the lower Non-European passenger forecast. The £2m is then subsequently recovered through the environmental charges as this acts as the balancing factor to recover the regulated revenue. This means the original proposed environmental charges were marginally higher than they should have been. This applies to both the noise chapter charges and emission charges.

We have now corrected the misallocation of passenger numbers between Non-European destinations and European destinations, which leads to lower environmental charges than those set out in the original proposal.

The amended consultation document is attached, which amends Chapter 8, Chapter 9, Chapter 10 and Appendix B. This change also amends the tariffs that are shown in the proposed Conditions of Use in Schedule 5.

For ease of reference, we set out the below table showing the amended proposal on the tariffs that change. These amendments do not change any other aspect of our proposal.

	Original 2017 proposal £GBP	Amended 2017 proposal £GBP
Peak		
Chapter 3	8,306.24	8,274.00
Chapter 4 High	2,373.21	2,364.00
Chapter 4 Base	2,135.89	2,127.60
Chapter 14 High	1,661.25	1,654.80
Chapter 14 Base	1,186.61	1,182.00
Chapter 14 Low	711.96	709.20
Super Night Peak		
Chapter 3	20,765.60	20,685.00
Chapter 4 High	5,933.03	5,910.00
Chapter 4 Base	5,339.73	5,319.00
Chapter 14 High	4,153.13	4,137.00
Chapter 14 Base	2,966.53	2,955.00
Chapter 14 Low	1,779.90	1,773.00
Emissions charge	15.48	15.42

We regret any inconvenience this may have caused and trust you appreciate our openness and transparency on this matter. We will fully explain this amendment at the consultation meeting on Tuesday 20 September 2016, and we look forward to your engagement during the consultation process.

If you would like further information, please contact me directly or Simon Eastburn at [airline\\_relations@heathrow.com](mailto:airline_relations@heathrow.com).

Yours faithfully



**Jonathan Coen**  
Commercial Director