

NOTICE OF REVISED SERVICE CHARGES

FEBRUARY 2004

GENERAL

Pursuant to Section 36 of the *Civil Air Navigation Services Commercialization Act*, S.C. 1996, c. 20 (the "ANS Act"), the following document provides notice (the "Notice") of **NAV CANADA's proposed revised charges for air navigation services to become effective May 1, 2004**. A document setting out additional details in relation to the proposal, including a justification in relation to the charging principles established under Section 35 of the ANS Act, is available upon request from NAV CANADA.

Persons interested in making representations to NAV CANADA with regard to the proposal set out in this Notice may do so by writing to the address set out under Section 2 so as to be received by NAV CANADA not later than April 13, 2004.

NAV CANADA applies service charges to the following categories of air navigation services: (i) terminal, (ii) enroute, and (iii) oceanic.

Except for the revision proposed in this Notice, all the existing charges and related terms and conditions, as set out in earlier Announcements pertaining to charges, remain in effect.

This Notice consists of two sections:

- (1) Proposed Removal of Airport Surface Detection Equipment (ASDE) Charge at L. B. Pearson International Airport (LBPIA); and
- (2) Additional Information Regarding the Notice and on Making Representations to NAV CANADA.

1. PROPOSED REMOVAL OF AIRPORT SURFACE DETECTION EQUIPMENT (ASDE) CHARGE AT L. B. PEARSON INTERNATIONAL AIRPORT (LBPIA)

1.1 Background

As part of the Greater Toronto Airports Authority (GTAA) redevelopment program at LBPIA, it was necessary to remove the existing ASDE and install two new ASDEs at the airport. The costs of changes to NAV CANADA's existing air navigation services necessitated by an airport's redevelopment plans would normally be paid for by the airport. The airport would then decide how the costs would be recovered from customers. However, in the case of ASDE at LBPIA, customers requested that NAV CANADA recover the cost directly under its own charges.

The new ASDE installations were completed early in 2000, and the ASDE charge was implemented on March 1, 2000 at LBPIA. The charging formula has been the same as that of the terminal air navigation services charge but with a unit rate fixed at \$0.45 for the duration of the charging period.

The original estimated cost recovery period was approximately four years. The charge was to remain in effect until all the capital costs of the ASDE project, including interest, have been recovered. It is now estimated that the costs will have been recovered by the end of April 2004. For this reason, the charge should be eliminated, effective May 1, 2004.

The removal of this charge will reduce the total NAV CANADA charges related to terminal air navigation services at LBPIA by approximately three per cent.

NAV CANADA does not have a separate ASDE charge at other airports.

1.2 Proposed Removal of ASDE Charge

It is proposed that the ASDE charge at LBPIA be removed, effective May 1, 2004.

2. ADDITIONAL INFORMATION REGARDING THE NOTICE AND ON MAKING REPRESENTATIONS TO NAV CANADA

Further details of this proposal, including a justification for the proposal in relation to the charging principles, are provided in a document entitled *Details and Principles Regarding Proposed Revised Service Charges* ("Details and Principles") which is available on request. The Notice and the Details and Principles documents are posted on NAV CANADA's Internet site (<u>www.navcanada.ca</u>).

Information on the existing charges is provided in NAV CANADA's announcements on service charges and *Customer Guide to Charges*, which are also available on the Internet site.

A hard copy of the Details and Principles document may be obtained by contacting NAV CANADA:

in writing: NAV CANADA

P.O. Box 3411, Station "D"

Ottawa, Ontario Canada K1P 5L6

Attention: Director, Customer Relations

by e-mail: service@navcanada.ca by facsimile: 1 - 613 - 563 - 3426

by telephone: 1 - 800 - 876 - 46934 (within North America, disregard the last digit)

Pursuant to Section 36 of the ANS Act, persons interested in making representations to NAV CANADA with regard to the proposal contained in this Notice may do so in writing to the following address:

NAV CANADA

P.O. Box 3411, Station "D"

Ottawa, Ontario Canada K1P 5L6

Attention: Director, Rates and Revenues

by e-mail: andreaa@navcanada.ca by facsimile 1 - 613 - 563 - 7994

Note: Representations must be received by NAV CANADA not later than the close of business on April 13, 2004.