daa To Build New Runway At Dublin Airport

North Runway To Significantly Improve Ireland's Connectivity

daa is progressing its plans to deliver a new runway for Dublin Airport.

The 3,110 metre runway will be built 1.6km north of the existing main runway and is expected to be delivered in 2020.

Dublin Airport is investing in the region of €320 million in this multi-faceted project which will comprise multiple contracts and packages of works.

Dublin Airport received planning permission in August 2007 to build a new runway, but the plans were put on hold due to the economic downturn and subsequent fall in passenger numbers.

However, the recovery in passenger numbers, particularly in the past two years, has been significant. The continuation of growth at Dublin Airport is dependent on having sufficient capacity available to satisfy future demand.

"Last year was the busiest year ever in the airport's history with a record 25 million passengers travelling in 2015. Passenger numbers continue to grow strongly in 2016 with double digit growth recorded in the first two months of this year," said daa Chief Executive KevinToland.

"We are progressing our plans to deliver the new runway in accordance with the development and pathway for growth outlined in the Government's National Aviation Policy (NAP). Dublin Airport's North Runway will significantly improve Ireland's connectivity supporting trade, foreign direct investment and tourism," he added.

The rapid recovery in passenger numbers is due to a combination of almost 50 new routes and services in the past two years, significant additional capacity increases on a number of existing routes, and nine new airlines operating at Dublin Airport. Total long-haul connectivity has grown by more than 65% since T2 opened, while short-haul connectivity has increased by 16%.

"Driven by demand from airlines and passengers, Dublin Airport's current runway infrastructure is at capacity during the peak hours and this must be addressed to enable future growth. The north runway will significantly improve Ireland's connectivity which plays a critical role in growing passenger numbers and sustaining the future economic development of Ireland," said Mr Toland.

Dublin Airport's North Runway development has the potential to open up connectivity to a range of long-haul destinations, particularly in fast growing economies in Asia, Africa and South America. The delivery of a new runway could support a further 31,000 new jobs over the next two decades, contributing €2.2 billion to GDP.

The current planning permission was granted with 31 conditions attached. "We have stated previously that two of these conditions are onerous and would severely reduce the future operational capacity of the airport at key periods. This has implications on our ability to support future traffic growth at the airport and we are looking at how this can be addressed," according to Mr Toland.

"We are very conscious of balancing the national and business needs with those of our local communities and we will continue to work closely with our neighbours in relation to this project," Mr Toland added.

Minister for Transport, Tourism and Sport, Paschal Donohoe TD, welcomed the news saying that the runway project was a vital piece of infrastructure that would support Ireland's continuing economic recovery.

"This project is of major strategic importance to Ireland as an island economy, in terms of improved connectivity. It has the potential to create thousands of jobs, both directly and indirectly, over the coming years. Our National Aviation Policy (NAP) recognises our dependence on aviation for our links with the rest of the world and the importance of ensuring that the sector can continue to grow to underpin economic recovery and development.

"In recent years, Dublin Airport has experienced a strong and sustainable return to growth. However, in order to capitalise on this growth and sustain it into the future, we need to put in place the appropriate airport infrastructure. I welcome daa's plans in this regard and also the company's commitment to work closely with all stakeholders, including local residents and community groups, in relation to the delivery of the new runway."

The North Runway has featured in successive Local Area and County Development Plans since the 1970s. As a result of years of careful planning, land for this development was safeguarded over 40 years ago, so the runway will be delivered within the airport's existing land bank.

Enabling works are due to commence later this year with construction of the north runway scheduled to start in 2017. The project will support c.1,200 jobs during its development as well as generating significant employment opportunities in the local supply chain for construction materials.

The development of the new runway will further enhance Dublin Airport's economic impact which currently supports or facilitates a total of 97,400 jobs in the Irish economy. A major study conducted by economic consultants InterVISTAS last year found that Dublin Airport contributes €6.9 billion to the national economy.

The overall impact includes almost 16,000 people employed directly at the airport campus by daa, airlines and other companies, the multiplier effects that flow from that employment, and the other sectors of the Irish economy that are facilitated by Dublin Airport.

Background Notes

Dublin Airport was the second fastest growing airport in the EU in 2015, growing at three times the European average. Due to the significant growth in traffic, new records were set at Dublin Airport last year for overall passenger numbers, and for European traffic, British traffic, transatlantic traffic, and traffic to other international destinations.

Dublin Airport also set new records for transfer traffic, as a growing number of passengers are choosing Dublin as their transatlantic hub, and for the number of passengers availing of the US Preclearance facility in Terminal 2.

Dublin Airport currently has direct flights to over 180 destinations in 40 countries on four continents.

Ends

April 7, 2016