

[F. No. AERA/20010/MYTP/AISATS/GH/BIAL/2011-12]
Airports Economic Regulatory Authority of India

Order No. 18/2012-13

AERA Building,
Administrative Complex,
Safdarjung Airport,
New Delhi -110003

Date of Order: 11th September, 2012

Date of Issue: 1st October, 2012

In the matter of Annual Tariff Proposal for the Second Tariff year of the First Control Period submitted by Air India SATS Airport Service Pvt Ltd. for providing Ground Handling Services at Bangalore International Airport, Bengaluru.

The Authority had considered the Multi Year Tariff Proposal (MYTP) for the first Control Period (i.e., 2011-12 to 2015-16) submitted by Air India SATS Airports Services Private Limited (AISATS) for ground handling facility at Bangalore International Airport, Bengaluru and after due stakeholder consultation, issued Order No. 23/2011-12 dated 25.10.2011(MYTO) ordering that the ground handling facility provided by AISATS is "material but competitive" and tariffs for the same shall be determined under a "light touch approach" for the first control period. Vide the referred Order the Authority also approved the tariff(s) for the first Tariff year 2011-12, w.e.f 01.10.2011, for the ground handling services provided by AISATS.

2. Further, with reference to Appeal no. 12/2011 filed by Bangalore International Airport Limited, Hon'ble AERA Appellate Tribunal (the Tribunal) had, in its order dated 19.10.2011, ordered that:

"... It is made clear that even if any final order is passed by the respondent-Airports Economic Regulatory Authority, the same shall not be given effect to without leave of this court."

The said Order dated 19.10.2011 of the Tribunal is still in force and the MYTO is subject to this order of Tribunal.

3. AISATS submitted their Annual Tariff Proposal (ATP) for the second tariff year (2012-13) vide letter no Nil dated 15.06.2012.

4. The Authority considered the ATP submitted by AISATS and issued a Consultation Paper No. 13/2012-13 on 13.08.2012 for considering the ATP for second tariff year.



5. No comments have been received from the stakeholders on the proposals contained in the said Consultation Paper No 13/2012-13.

ORDER:

6. Upon careful consideration of material available on record, the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airport Economic Regulatory Authority of India Act, 2008, hereby orders that:

- i. The tariff for the Ground Handling facility provided by Air India SATS Airports Services Private Limited at Bangalore International Airport, Bengaluru is determined as per **Annexure –I** for the Second Tariff year (2012-13) w.e.f. 01.04.2012 .

7. This order is subject to the orders of the Tribunal, referred to in para 2 above that the above order will not be given effect to without the leave of the Appellate Tribunal.

By the Order of and in the Name
of the Authority


(Capt Kapil Chaudhary)
Secretary

To

**M/s Air India SATS Airport Services Private Limited,
Plot No. C-05L, Bangalore International Airport,
Bangalore International Airport Ltd.,
Devanahalli, Bangalore -560300
(Through: Nilang Shah, Marketing Manager)**



ANNEXURE - I

**MAXIMUM RATES TO BE PAID BY SCHEDULED AIRLINES FOR
COMPREHENSIVE GROUND HANDLING FOR SECOND TARIFF YEAR 2012-13
(W.E.F. 01.04.2012)**

S/N	ICAO Code	Aircraft Types	Maximum Ground Handling Rate in INR			
			Scheduled Passenger Aircraft		Scheduled Freighter Aircraft	
			Domestic Flight	International Flight	Domestic Flight	International Flight
1	CODE B	Single Engine Aircraft	10,000	28,000	NA	NA
2	CODE C	A318, A319, A320, A321, B717, B727, B737, BBJ, MD 81 to MD 90, DC9, TU134, TU134A, AN24, AN26, ATR 42, ATR72, F27, F28, F50, F70, F100, YAK 40, YAK 42	13,400	73,000	45,000	1,09,500
3	CODE D	A300-600, A310, B707, B727 - 100, B757, B767, B787-300, DC8, DC10, MD11	21,440	1,10,000	78,000	1,21,000
4	CODE E	A330-200, A330-300, A340, B747SP, B747, B777, B787-800, B787-900, IL96	45,000	1,40,000	94,000	1,65,000
5	CODE F	A380	80,000	1,98,000	1,27,900	2,37,600

Notes:

- 1) To achieve the projected ARR only maximum ground handling rates have been suggested for Airlines as user agreements will be entered into with each Airline based on the IATA AHM 810 STANDARD GROUND HANDLING AGREEMENT 2004 or 2008 (SGHA).
- 2) The rates with each Airline will be negotiated based on services required from SGHA service items (usage of equipment and manpower), flight frequency, service level agreement, credit period and liability and indemnity requirement.
- 3) These rates may be revised, where external economic/financial factors warrant a review. However, any change, will be in consultation with the relevant authorities (AERA) and related stakeholders.
- 4) All charges mentioned above exclude taxes which will be charged at the prevailing rates.

