[F. No. AERA/20010/MYTP/BWFS/GH/CIAL/2011-12/Vol-I] <u>Airports Economic Regulatory Authority of India</u> <u>Order No. 33/2013-14</u>

AERA Building, Administrative Complex, Safdarjung Airport, New Delhi - 110 003.

Date of Order: 19th August, 2013 Date of Issue: 27th August, 2013

In the matter of Annual Tariff Proposal submitted by M/s Bird Worldwide Flight Services (India) Private Limited for third tariff year of the first control period for providing Ground Handling Services at Cochin International Airport, Cochin.

This Authority, vide Direction No. 4/2010-11 dated 10.01.2011, had issued the Guidelines [The Airports Economic Regulatory Authority of India (Terms and Conditions for Determination of Tariff for Services provided for Cargo Facility, Ground Handling and Supply of Fuel to the Aircraft), Guidelines, 2011"] prescribing procedures, terms and conditions for determination of tariff for the above mentioned regulated services being provided by Independent Service Provider(s). As per the Guidelines, the service providers are required to submit Multi Year Tariff Proposal (MYTP) for the five-year control period and Annual Tariff Proposal (ATP) for individual tariff years of the Control Period. Accordingly, M/s Bird Worldwide Flight Services (India) Private Limited submitted their MYTP for first control period commencing 01.04.2011 in respect of ground handling services provided at Cochin International Airport, Cochin. The Authority considered the submissions made by BWFS and issued Consultation Paper No. 25/2011-12 dated 04.10.2011 for stakeholder consultation. Pursuant to the stakeholder(s) consultation, the Authority issued Multi Year Tariff Order (MYTO) No. 39/2011-12 dated 19.03.2012 vide which it ordered that the Authority shall adopt a "light touch approach" for the ground handling service provided by Bird Worldwide Flight Services (India) Private Limited at Cochin International Airport, Cochin for the first control period starting w.e. f 01.04.2011 and also determined tariff for first tariff year for ground handling services. Subsequently, the tariffs for the first (FY 2011-12) and second (FY 2012-13) tariff years of the first control period were also determined vide Order No. 34/2012-13 dated 21.01.2013 after due stakeholder consultation.

- 2. Thereafter, BWFS submitted its ATP for third tariff year (2013-14) on 17.05.2013.
- 3.1 The Authority considered the submission made by BWFS and issued Consultation Paper No. 17/2013-14 on 24.07.2013, wherein the ATP for third tariff year was put up for stakeholder consultation. The last date of submission of comments was 07.08.2013.

- 3.2 In response to the said Consultation Paper, comments have been received from Cochin International Airport Pvt. Ltd. (CIAL). CIAL, in its comments, has stated that the proposal of BWFS is in line with the Ceiling rates prescribed by CIAL w.e.f. 01.04.2013 for domestic and international ground handling operations at Cochin International Airport.
- 4. The Authority noted the above and observed that as per the MYTO the tariffs in respect of Ground Handling Services provided by BWFS at Cochin International Airport, Cochin are to be determined under light touch approach and the Authority has already determined the tariffs for first and second tariff years accordingly.

ORDER

- 5. Upon careful consideration of material available on record, the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airports Economic Regulatory Authority of India Act, 2008, hereby orders that:
 - (i) The tariff for the third tariff year (w.e.f. 01.04.2013 to 31.03.2014) of the first control period for ground handling services provided by M/s Bird Worldwide Flight Services (India) Private Limited at Cochin International Airport, Cochin is determined, as at **Annexure** I.

Name of the Authority

[Capt. Kapil Chaudhary (Retd.)] Secretary

To

M/s Bird- Worldwide Flight Services (I) Private Ltd., Bird Consultancy Services Pvt. Ltd. E-Block, Connaught House, Connaught Place, New Delhi - 110 001. (Through: Shri Gaurav Bhatia, Director)



Bird Worldwide Flight Services (India) Private Limited Cochin International Airport, Cochin

Maximum Tariff to be paid by Scheduled Airlines for comprehensive ground handling services for Tariff Year - 3 (w.e.f. 01.04.2013 to 31.03.2014)

	ICAO Code	Aircraft Type	Maximum Ground Handling Rates in INR for Tariff Year 3					
SI. No.			Scheduled Passenger Aircraft			Scheduled Freighter Aircraft		
			Domestic	International		Domestic	International	
			Amount in INR	Amount In USD	Amount in INR	Amount in INR	Amount in USD	Amount In INR
1.	Code B 1	Dornier	5,000	N.A.	N.A.	N.A.	N.A.	N.A.
2.	Code B	CRJ, ATR 42	15,000	1,500	84,000	N.A.	N.A.	N.A.
3.	Code C 1	ATR-72, EMB 135	20,000	1,500	84,000	45,000	N.A.	N.A.
4.	Code C 1	EMB 170	25,000	1,500	84,000	45,000	N.A.	N.A.
5.	Code C	A319,A320,A321,B717, B737	35,000	2,500	140,000	75,000	1,800	100,800
6.	Code D	A300, A310	56,300	4,100	229,600	90,000	3,200	179,200
7.	Code E	A 330, A340, B777, B747	105,000	4,800	268,800	110,000	3,800	212,800

Notes:

- 1. The above rates are excluding Service Tax and including Concession Fee.
- 2. Exchange rate of 56 is used to convert USD to INR

