

[F. No. AERA/20010/MYTP/CWC/C/Del/2011-12]
Airports Economic Regulatory Authority of India

Order No. 4/2013-14

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

Date of Order: 4th April, 2013
Date of Issue: 22nd April, 2013

In the matter of determination of Annual Tariff for Third Tariff Year of the First Control Period in respect of Central Warehousing Corporation for providing Cargo Services at IGI Airport, New Delhi.

The Authority had considered the Multi Year Tariff Proposal (MYTP) and Annual Tariff Proposal (ATP) for the first control period (commencing from 01.04.2011), submitted by Central Warehousing Corporation (CWC) in respect of the tariff for cargo handling services, rendered at IGI Airport, New Delhi. After due stakeholder consultation, the Authority issued Order No. 31/2012-13 dated 03.01.2013, wherein the Authority decided to adopt a "light touch approach" for determination of tariff for the first control period w.e.f. 01.04.2011 and also determined the tariffs for the first tariff year (w.e.f. 01.04.2011 to 31.03.2012) and for second tariff year (w.e.f. 01.04.2012 to 31.03.2013) to the extent of handling of exports and imports of precious cargo provided by CWC at IGI Airport, New Delhi. The Authority, in the said Order had also decided that for the third, fourth and fifth tariff years (i.e, 2013-14, 2014-15 and 2015-16) of the current control period, the tariff for cargo services (to the extent of handling of exports/imports of precious cargo) provided by CWC at IGI Airport, New Delhi are decided to be determined, as may be revised by Customs by way of a Notification, without any further stakeholder consultation.

2.1 CWC, vide letter dated 01.03.2013 and 08.03.2013, submitted the ATP for third tariff year (2013-14) of the first control period for providing cargo handling services at IGI Airport, New Delhi. In the Form 14(b) submitted towards ATP for third tariff year w.e.f. 01.04.2013 to 31.03.2014, have stated that:

"It is to be informed that the existing rates approved upto 31.03.2013 will remain in force till the further notification received from Customs Department regarding the enhancement of rate. The revised rates applicable w.e.f. 01.04.2013 will be forwarded to AERA for approval as soon as the same are received from Customs through Notifications."

2.2 CWC submitted Form B and Form 14(b). They requested for the approval of the existing rates (as prevailing and approved upto 31.03.2013) based on the rates notified by Customs Department and the revised rates applicable w.e.f. 01.04.2013 will be forwarded to AERA for approval as soon as the same are received from Customs through Notifications.



3. Thereafter, CWC vide letter dated 08.03.2013, submitted Form B and also requested for upward revision of the charges for baggage storage and handling services at IGI Airport, New Delhi. However no revised Form 14(b) alongwith supporting Customs notifications for revising the charges, was received with the letter. Hence as per the Form 14(b) submitted by CWC alongwith letter dated 01.03.2013, the matter has been considered for continuation of the existing rates till any notifications from Customs for revision of charges, is received.

4. The Authority noted and observed that vide the MYTO, the Authority had already decided that the rates as will be notified by Customs, tariffs for cargo facility service will be determined accordingly, without any further stakeholder consultation. As no notification has been issued by customs for revision of charge - the Authority has considered the continuation of rates, as existing on 31.03.2013, for the third tariff year.

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 tariffs for third tariff year of first control period (w.e.f. 01.04.2013 to 31.3.2014) for cargo handling services, to the extent of handling of export and import of precious cargo, provided by Central Warehousing Corporation at IGI Airport, New Delhi, are determined as the tariffs existing as on 31.03.2013.

**By the Order of and in the
Name of the Authority**


[Capt. Kapil Chaudhary (Retd.)]
Secretary

To

**M/s Central Warehousing Corporation,
Warehousing Bhawan, 4/1,
Siri Institutional Area,
August Kranti Marg,
New Delhi -110016.
(Through: Shri B.B. Pattanaik, Managing Director)**

