

AERA/20019/CGF-G/2010-11/Vol-VIII (Part File)
Airports Economic Regulatory Authority Of India

Order No.47 /2020-21

**AERA Building,
Administrative Complex,
Safdarjung Airport,
New Delhi – 110003**

Date of Issue: 08.10.2020

In the matter of Order No. 07/2020-21 dated 19.05.2020 regarding Provisions of compensation in lieu of Fuel Throughput Charges at Mumbai International Airport Private Limited (MIAL) - Interim arrangement to continue the levy of existing “ad hoc charge per Landing” beyond 30.09.2020.

This is regarding interim arrangement of additional charges as “ad hoc charge per Landing” for the period beyond 30.09.2020 in respect of Mumbai International Airport Private Limited (MIAL) at CSI Airport, Mumbai.

2. The Authority vide Order No. 07/2020-21 dated 19.05.2020 allowed MIAL to charge “ad hoc charge per Landing” as compensation in lieu of Fuel Throughput Charges at CSI Airport, Mumbai for the period from 01.06.2020 to 30.09.2020 or till determination of the aeronautical charges for the 3rd Control Period whichever is earlier. In this regard MIAL vide letter No MIAL/VPR/2020-21/14 dated 05.10.2020 has requested AERA to allow them to continue to levy the existing tariff as applicable as on 30.09.2020, for a further period of three months w.e.f. 01.10.2020 to 31.12.2020 or till the determination of tariffs for the Third Control Period whichever is earlier.

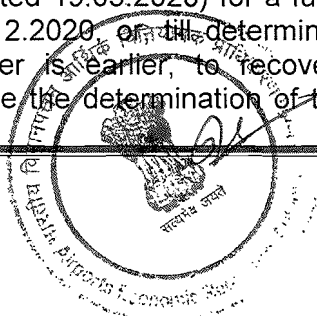
3. It may be mentioned that the determination of the aeronautical tariffs for MIAL is already in process and Consultation Paper (no.35/2020-21 dated 21.09.2020) in this regard is already issued. However, since the process of determination will take more time till issue of the Tariff Order, the Authority, therefore, in the interim, decides to allow MIAL to continue to levy the “ad hoc charge per Landing” as applicable as on 30.09.2020 (determined vide Order No. 07/2020-21 dated 19.05.2020) for a further period of three months w.e.f. 01.10.2020 to 31.12.2020, or, till regular determination of Aeronautical charges for the Third Control Period, whichever is earlier.

4. It may be mentioned here that the Authority issued a separate Interim Order No.46/2020-21 dated 29.09.2020 for MIAL (among other AOs & ISPs) for continuation of existing aeronautical tariffs beyond 30.09.2020, on ad hoc basis, for a period of three months w.e.f. 01.10.2020 to 31.12.2020 or till the determination of tariffs for the 3rd Control Period, whichever is earlier.

ORDER

In view of the above, to avoid any regulatory vacuum in respect of the tariffs being levied by the regulated entity, the Authority, in exercise of powers conferred by Section 13(1) of the Airport Economic Regulatory Authority of India Act, 2008 hereby orders that:-

- (i) The Mumbai International Airport Limited (MIAL) is allowed to continue to levy the existing “ad hoc charge per Landing” as applicable as on 30.09.2020 (refer Order No. 07/2020-21 dated 19.05.2020) for a further period of three months w.e.f. 01.10.2020 to 31.12.2020, or till determination of tariffs for the Third Control Period, whichever is earlier, to recover the shortfall in ARR of Rs 106.60 crores. In case the determination of tariff is not completed within



31.12.2020, the Authority, will issue a separate/fresh Order for this component/charge.

- (ii) To 'true up' the Revenues based on Actuals while determining tariff for the next Control Period.

By the Order of and in the Name of the Authority



(Col. Manu Sooden)
Secretary

To,

Shri Rajeev Jain,
Chief Executive Officer,
Mumbai International Airport Limited,
Santacruz (E), Mumbai - 400059

Copy to: Secretary, Ministry of Civil Aviation, Rajiv Gandhi Bhawan, Safdarjung Airport
New Delhi-110003.

