Fwd: APAO response to AERA consultation paper no. 24/ 2019-20 dated 20 March 2020 in the matter of provision of compensation in lieu of Fuel Throughput Charges at Chhatrapati Shivaji Maharaj International Airport, Mumbai

From : RAM KRISHAN <director-ps@aera.gov.in>

Mon, Mar 30, 2020 12:57 PM

Subject : Fwd: APAO response to AERA consultation paper no. 24/ 2019-20 dated 20 March 2020 in the matter of provision of compensation in lieu of Fuel Throughput Charges at Chhatrapati Shivaji Maharaj International Airport, Mumbai

To: Jaimon Skaria < jaimon.skaria@gov.in>

FYI

From: snayar@apaoindia.com
To: "RAM KRISHAN" <director-ps@aera.gov.in>
Sent: Monday, March 30, 2020 11:52:15 AM
Subject: APAO response to AERA consultation paper no. 24/ 2019-20 dated 20 March 2020 in the matter of provision of compensation in lieu of Fuel Throughput Charges at Chhatrapati Shivaji Maharaj International Airport, Mumbai

Shri Ram Krishan, Director (P&S), Airports Economic Regulatory Authority of India, AERA Building, Administrative Complex, Safdarjung Airport, New Delhi -110003

Dear Sir,

APAO welcomes the issue of referred consultation paper, proposing additional charge as 'Adhoc Charge per landing' at CSMI Airport, Mumbai, with effect from 1St April, 2020.

The Airport Operators including CSMI Airport, Mumbai, had promptly discontinued FTC in deference to instructions by the Authority vide letter no. AERA/20015/ FT/2010-11/ Vol. II dated 15th January, 2020 emanating from the letter dated 8th January, 2020 issued by the Ministry of Civil Aviation (MoCA). MOCA letter clearly mentioned that the Authority should take into account the amount of revenue from FTC stream and compensate the Airport Operator.

With discontinuance of FTC initiated at the request of the airlines, the airport operators have suffered a setback on their revenues while the airlines have gained towards the loss of GST thereon which was a cost passed on to the airlines by the oil companies and allowing charge in lieu of that is a welcome step.

Restart of a discontinued revenue in these turbulent times would surely provide some succour to the CSMI Airport, Mumbai.

APAO would also like to state that since no consultation process was followed for discontinuation of FTC, there was no need to go into this consultation process, since the FTC discontinued was forming part of revenue requirement fixed by the Authority and no new charge is being imposed by the Authority.

Please contact the undersigned, if any, further information is required from our end.

Thanks & Regards,

Satyan Nayar Secretary General

➢Inline image 2

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