

Airports Economic Regulatory Authority of India

Order No. 11/2014-15

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

**Date of Order: 29th August, 2014
Date of Issue: 16th September 2014**

In the matter of Annual Tariff Proposal submitted by M/s Cargo Service Centre India Private Limited for fourth tariff year of the first control period for Cargo Handling Services at CSI Airport, Mumbai.

The Authority had considered the Multi Year Tariff Proposal (MYTP) submitted by M/s Cargo Service Centre India Private Limited (CSC) for the first control period of commencing w.e.f. 01.04.2011, in respect of the tariff for the services provided for cargo handling services for perishable cargo at CSI Airport, Mumbai and after due stakeholder Consultation issued Multi Year Tariff Order (MYTO) No. 05/2011-12 dated 27.07.2011 wherein the Authority decided to adopt light touch approach for determination of tariff for the first control period and also determined tariff for first tariff year (w.e.f. 16.05.2011 to 31.03.2012). Further, the Authority vide Order No. 17/2012-13 dated 20.09.2012, and 15/2013-14 dated 12.06.2013 also determined the tariff for the second and third tariff years respectively, of the first control period for perishable cargo handling services at CSI Airport, Mumbai.

2. Thereafter, CSC vide letter dated 19.03.2014, submitted its Annual Tariff Proposal (ATP) for the fourth tariff year (w.e.f 01.04.2014 to 31.03.2015) of the first control period for cargo handling services for Perishable Cargo Terminal, at CSI Airport, Mumbai.

3. The Authority considered the submissions made by CSC and issued a Consultation Paper No. 06/2014-15 on 16.06.2014 wherein the ATP for fourth tariff year was put up for stakeholder consultation.

4.1 In response to the said Consultation Paper, comments have been received from Cargo Service Centre (CSC) itself and Airports Authority of India (AAI).

4.2 CSC vide letter dated 24.06.2014, has submitted a certificate from Auditor indicating details of payment of Customs cost recovery and confirming that no penalty component is involved in the amount. CSC also confirmed that tariff proposed will be maximum and demurrage free period shall be as per Government orders issued from time to time.

4.3 Airports Authority of India vide letter dated 02.07.2014 has offered the following comments:

"MLAL as an airport operator and custodian control the cargo operations at CSI Airport, Mumbai. M/s Cargo Service Centre (CSC) is a concessionaire appointed by



MIAL through a tendering process to design, develop, manage and operate the second perishable cargo terminal at Mumbai Airport. Apart from this AAI have no comments to offer."

It is observed that AAI has not offered any specific comments on the proposal contained in the aforesaid consultation paper.

5. The Authority noted the above and observed that tariffs for perishable cargo facility service provided by CSC at Mumbai Airport is to be determined under "Light Touch Approach" and the tariffs for first, second and third tariff years were determined accordingly.

ORDER:

6. 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 fourth tariff year (w.e.f. 01.04.2014 to 31.03.2015) of the first control period for perishable cargo facility provided by M/s Cargo Service Centre India Private Limited at CSI Airport, Mumbai, are determined to be as at **Annexure - I**.
- (ii) Demurrage free period shall be as per Government Orders issued from time to time.

By the Order of and in the
Name of the Authority

भा.वि.आ.वि.प्रा.
AERA

Alok Shekhar
(Alok Shekhar)
Secretary

To,

M/s Cargo Service Centre India Private Limited,
8-201, Polaris, Off Marol Maroshi Road,
Andheri East,
Mumbai-4000 59
(Through: Shri Anuz Thapliyal, Vice President)



Annexure – I**Air Side Tariff**

**MAXIMUM TARIFF FOR VARIOUS ELEMENTS OF CARGO HANDLING FOR THE AIRLINE CUSTOMERS AT NEW PERISHABLE CARGO
TERMINAL BUILT MANAGED AND OPERATED BY CARGO SERVICE CENTER INDIA PRIVATE LIMITED AT CSI AIRPORT, MUMBAI**

EFFECTIVE 1st APRIL 2014 AND VALID TILL 31st MARCH 2015

S. No.	Charges	Price	Currency	Price Driver	Remarks
1.	Export handling per kg for Horticulture, Sea food and meat products including fruits, vegetable and flowers.	3.00	INR	Per KG	subject to a minimum chargeable weight of 500 kgs per flight
2.	Export handling per kg for all other product including Pharmaceuticals and Vaccines	2.25	INR	Per KG	subject to a minimum chargeable weight of 500 kgs per flight
3.	Perishable cargo storage beyond demurrage free period after acceptance	1.50	INR	Per KG	subject to minimum chargeable weight of 100 kgs per AWB - Demurrage free period shall be as per Government orders issued from time to time.
4.	X-ray screening/physical examination	1.95	INR	Per KG	subject to a minimum chargeable weight of 500 kgs per flight
5.	Miscellaneous Charges (None of the above)	3.00	INR	Per KG	subject to minimum charge of INR 1000 per AWB
6.	Full HAWB data capture per HAWB	26.00	INR	Per AWB	
7.	DRY Ice Checklist charges	700.00	INR	Per AWB	
8.	DGR Acceptance fee	1400.00	INR	Per AWB	
9.	DGR-fee, in case shipment above 20 pieces	50.00	INR	Per Additional Unit	
10.	Special Handling (Pharmaceutical, to maintain product temperature on request by shipper/airline)	2000.00	INR	Per Unit	
11.	ULD cleaning/unit	5000.00	INR	Per Unit	

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Note:

1. Demurrage will be applicable to airlines if custom cleared cargo is stored in the warehouse beyond the free period in case of export cargo.
2. Handling rates provided above are inclusive of scope of handling services including physical handling, document handling and IT handling.
3. Charges will be on the "gross weight" or the "chargeable weight" of consignment, whichever is higher. Wherever the "gross weight" and (or) volume weight is wrongly indicated on the AWB and is actually found more, charges will be levied on the "actual gross weight" or the "actual volumetric weight" whichever is higher.
4. In case of premium service request, such service shall be provided at a premium of 25% over normal handling rates.
5. Miscellaneous Charges includes special service requests from the customers other than the services already mentioned in the above tariff chart.
6. Demurrage free period shall be as per Government Order issued from time to time, which will not attract any demurrage charges.



City Side Tariff

TARIFF FOR TERMINAL STORAGE AND PROCESSING CHARGES (TSP) AT NEW PERISHABLE CARGO TERMINAL BUILT, MANAGED AND OPERATED BY CARGO SERVICES CENTRE INDIA PRIVATE LIMITED AT CSI AIRPORT, MUMBAI

EFFECTIVE FROM 1st APRIL, 2014 AND VALID TILL 31st MARCH, 2015

S. No.	Charges	Rate		Remarks
1. TSP Charges				
1.1	Non Horticulture product requiring temperature control	2.20	Rs./ Kg subject to minimum of Rs.180 per AWB	Charges include unloading from trucks at truck docks
1.2	Horticulture product like Fruits, Vegetables and flowers	1.40	Rs./ Kg subject to minimum of Rs.100 per AWB	
2. Demurrage Charges				
2.1	Demurrage/Storage Charges beyond 24 hrs free period	1.60	Rs./Kg/Day subject to minimum of Rs. 160 per AWB	Demurrage free period shall be as per Government Order issued from time to time
3. Optional Charges				
3.1	Special Handling (Pharmaceutical, to maintain product temperature on request)	2,000.00	Rs./AWB	
3.2	Back to Town	50% of TSP charges	Rs./Kg subject to minimum of Rs. 50 per AWB	If not cleared within 24 hrs of intimation, demurrage charges will be applicable

Note:

1. TSP charges is inclusive of forklift use inside the terminal. No additional forklift charges will be levied.
2. Charges will be on the "gross weight" or the "chargeable weight" of consignment, whichever is higher. Wherever the "gross weight" and (or) volume weight is wrongly indicated on the AWB and is actually found more, charges will be levied on the "actual gross weight" or the "actual volumetric weight" whichever is higher.



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3. For misdeclaration of weight above 2% and upto 5% of declared weight penal charges double the applicable TSP charges will be levied. For variation above 5%, the penal charges will be five times the applicable TSP charges of the differential weight. No penal charges will be there for variation upto and inclusive of 2%. This will not apply to Valuable Cargo.
4. While it is the intention not to allow any other agencies to operate inside the facility, in case for special reason exporters want to engage their own labour, discount of 5% will be granted in TSP charges for offloading the cargo from truck and putting on custom examination area, and on pallets.
5. All invoices will be rounded off to nearest Rs. 5. As per IATA Tact Rule book Clause – 5.7.2, rounding off procedure, when rounding off Unit is 5.

For Example :-

When the results of calculations are between /and		Rounded off amount will be
102.5 – 107.4		105
107.5 – 112.4		110

6. In case of premium service request, such service shall be provided at a premium of 25% over normal handling rates.
7. Demurrage free period shall be as per Government Order issued from time to time, which will not attract any demurrage charges.

