

Airports Economic Regulatory Authority of India

Order No. 3/2014-15)

**AERA Building,
Administrative complex,
Safdarjung Airport,
New Delhi-110003**

Date of Order: 18th March, 2014

Date of Issue: 28th April, 2014

In the matter of Annual Tariff Proposal (ATP) for the fourth tariff year of the first control period submitted by Kerala State Industrial Enterprises Limited in respect of Cargo Services being provided at Trivandrum International Airport, Thiruvananthapuram.

The Authority had considered the Multi Year Tariff Proposal submitted by Kerala State Industrial Enterprises Limited (KSIEL) for cargo services provided at Trivandrum International Airport, Thiruvananthapuram in respect of the first control period of 5 years starting w.e.f. 01.04.2011, and after due stakeholder consultation issued a Multi-Year Tariff Order (MYTO) vide Order no. 4/2011-12 dated 27.07.2011, ordering that the cargo service being rendered by KSIEL at Trivandrum International Airport, Thiruvananthapuram is “not material” and hence the Authority may adopt a “light touch approach” for determination of tariff for the first Control Period w.e.f. 1.4.2011. Further, based on the documents submitted by KSIEL, the Authority decided and approved the ATP for the cargo service provided by KSIEL at Trivandrum International Airport, Thiruvananthapuram for the first tariff year 2011-12, w.e.f. 15.03.2012, vide its Annual Tariff Order No. 37/2011-12 dated 14.03.2012. The Authority also issued Order No. 13/2012-13 and dated 06.08.2012 and Order No. 01/2013-14 dated 12.04.2013 for the second and third tariff year respectively.

2. KSIEL vide letter no. ACC/60(1)/1837 dated 07.03.2014 submitted its Annual Tariff Proposal (ATP) for the fourth tariff year (i.e. 2014-15) of the first control period KSIEL have stated that its Board has deliberated the proposal for revision in tariff(s) for the fourth tariff year but are not in favour of revising the charges for the fourth tariff year considering that the import cargo volume as well as revenue has come down drastically for the current year and affected the performance of the Company adversely.

3. Under the circumstances, KSIEL has requested for continuation of the existing tariff as notified by the company for the third tariff year in the fourth tariff year also in respect of cargo services provided at Trivandrum International Airport.



4. KSIEL requested the Authority to expedite the orders in the matter, so as to implement continuation of the approved tariff of Third Tariff Year in the Fourth Tariff Year w.e.f. 1st April, 2014.

5. The Authority considered the proposal of KSIEL and observed that KSIEL has not proposed for any change in the already approved the tariff(s) issued vide Order No. 01/2013-14 dated 12.04.2013 and hence decided to determine the tariff(s) for the fourth year as the same as those approved by the Authority for the third tariff year vide Order No. 01/2013-14 dated 12.04.2013.

ORDER

6. Upon careful consideration of material available on record, the Authority, in exercise of powers conferred by Section 13(1)(a) of the Airport Economic Regulatory Authority of India Act, 2008, hereby orders that:

- (i) The Tariffs for the fourth tariff year(2014-15) of the first control period are determined to be the same as those of the third tariff year (2013-14) as approved vide Order No. 01/2013-14 dated 12.04.2013 for Cargo Services provided by M/s Kerala State Industrial Enterprises Limited, at Trivandrum International Airport, Thiruvananthapuram, as at **Annexure-I.**
- (ii) These tariffs will be the maximum ceiling and demurrage free period will be as per Government of India instructions issued from time to time.

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

Alok Shekhar
(Alok Shekhar)
Secretary

To

**M/s Kerala State Industrial Enterprises Limited,
St. Joseph's Press Buildings,
Cotton Hill, Thiruvananthapuram,
Kerala - 695014
(Through: Shri Febi Varghese, Managing Director)**



		Annexure - I
Air Cargo Complex, KSIE Limited, Trivandrum,		
Annual Tariff Year 2014-15 effective from 01.04.2014		
Sl. No.	Tariff Heading	Conditions of Tariff Maximum Rate in (INR)
A	EXPORT CARGO	
I	Terminal charges	
1	Terminal charges - Perishable Cargo and New Paper	Rs. 0.45 per Kg subject to minimum Rs.125/- per consignment
2	Terminal charges - General Cargo	Rs. 0.80 per Kg subject to minimum Rs.150/- per consignment
3	Terminal charges - Valuable Cargo	Rs. 5/- per Kg per day subject to minimum Rs.1000/- per consignment
II	Demurrage charges *	Rs. 0.50 per Kg per day beyond 36 hours subject to a minimum of Rs 100/- per consignment
III	Export Transshipment Cargo (security -cum- storage charge)	Rs. 0.50 per Kg for perishable and general cargo and Rs. 1/- per Kg for valuable cargo, in addition to TC/Demurrage charges
IV	X-ray Screening charges	a) Rs. 1/- per Kg for perishable cargo and Rs. 1.50 per Kg for general cargo wherever screening and security certification is done by the concerned Airline
V	Facilitation charge (paid by Airlines)	Rs. 0.25 per kg
VI	Forklift/Cooling chamber /Deep Freezer charges	As per rates fixed for import cargo
B	IMPORT CARGO	
I	Warehousing / Demurrage charges *	
i	Unaccompanied Baggage/Commercial Cargo	
	1st week (1 to 7 days)	Minimum Rs.145/- per package upto 50 Kg and Rs. 55/- for every additional 50 Kg or part thereof.
	IInd week (8 to 14 days)	65 paise per Kg per day from the date of arrival subject to minimum charges
	IIIrd week (15 to 21 days)	90 paise per Kg per day from the date of arrival subject to minimum charges
	IVth week onwards (from 22nd day onwards)	Rs. 1.15 per Kg per day from the date of arrival subject to minimum charges
II	Commercial Cargo	
	1st week (1 to 7 days)	Minimum Rs.125/- per package upto 50 Kg and Rs. 45/- for every additional 50 Kg or part thereof.
	IInd week (8 to 14 days)	65 paise per Kg per day from the date of arrival subject to minimum charges
	IIIrd week (15 to 21 days)	90 paise per Kg per day from the date of arrival subject to minimum charges
	IVth week onwards (from 22nd day onwards)	Rs. 1.15 per Kg per day from the date of arrival subject to minimum charges



Air Cargo Complex, KSIE Limited, Trivandrum,		
Annual Tariff Year 2014-15 effective from 01.04.2014		
Sl. No.	Tariff Heading	Conditions of Tariff Maximum Rate in (INR)
III	Valuable Cargo	
	(Gold, Silver, Currency, Jewellery etc. requiring locker facility)	
	1st week (1 to 7 days)	Rs. 5/- per day subject to minimum of Rs. 1000/- per consignment
	8th day onwards	8th day onwards - Rs. 10/- per Kg per day from the date of arrival subject to Rs. 1500/- per consignment
II	Cooling Chamber charges	Rs. 1.40 per Kg per day subject to minimum Rs. 250/- per day per consignment, in addition to demurrage charges as applicable.
III	Refrigerator/Deep Freezer charges	Rs. 100/- up to one week and Rs. 150/- per week or part thereof above one week per consignment, in addition to demurrage charges.
IV	Charges for handling Transshipment Cargo	
1	Handling charges for out-bound TP cargo destined to CACC	Rs. 2.50 per Kg
2	Charges for out-bound TP cargo destined to other places	
i	Handling charges at TACT	Rs. 2.50 per Kg
ii	Storage charges per kg for maximum 3 days	Rs. 2.00 per Kg
iii	Total	Rs. 4.50 per Kg
iv	Charges beyond 3 days	Rs. 0.50 /Kg day in addition to Rs. 4.50 as per item (iii) above
3	Handling charges for in-bound TP cargo	Rs. 2.00/Kg
v	Bonded trucking charges (paid by Airlines)	Rs. 3/- per kg for import cargo and Rs. 4/- per kg for courier.
vi	Forklift charges Upto 250 Kg	Rs. 100/-
	(per Piece) 251-500 Kg	Rs. 150/-
	501 - 750 Kg	Rs. 200/-
	751 - 1000 Kg	Rs. 250/-
	Above 1000 Kg	Rs. 250/- + Rs. 100 for every 250 Kg or part thereof

* Demurrage free period shall apply as per Government Orders issued from time to time

