

[F. No. AERA/20010/MYTP-AIS/GH/TVM/2012-13]

Airports Economic Regulatory Authority of India

Order No. 25/2013-14

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

Date of Order: 10<sup>th</sup> July, 2013

Date of Issue: 16<sup>th</sup> July, 2013

**In the matter of determination of Tariffs for Third, Fourth and Fifth Tariff Year of the First Control Period in respect of Air India SATS Airports Services Private Limited for providing Ground Handling Services at Thiruvananthapuram International Airport, Thiruvananthapuram.**

The Authority had considered the Multi Year Tariff Proposal (MYTP) and Annual Tariff Proposal (ATP) submitted by Air India SATS Airport Services Private Limited, (AISATS) for the first control period commencing w.e.f. 01.04.2011, in respect of services provided for ground handling at Thiruvananthapuram International Airport, Thiruvananthapuram. After due stakeholder consultation, the Authority issued Multi Year Tariff Order (MYTO) No. 46/2012-13 dated 05.03.2013 wherein it was decided to adopt "light touch approach" for determination of tariff for the first control period and the tariff for the second (FY 2012-13) tariff year of the first control period was determined.

2.1 Subsequently AISATS, submitted its ATPs for the third, fourth and fifth tariff year in respect of ground handling services at Thiruvananthapuram International Airport, Thiruvananthapuram.

2.2 The Authority considered the submissions made by AISATS and issued Consultation Paper No. 10/2013-14 on 04.06.2013, wherein these ATPs for Third, Fourth and Fifth tariff years, were put up for stakeholder consultations. No comments have been received from any stakeholder in response to the Consultation Paper.

2.3 It was observed that as per Note 2 of the tariff rate card AISATS has stated that "These rates may be revised, where external economic/financial factors warrant a review. However, any change will be in consultation with the stakeholders and final approval of AERA." In this regard, it was also noted that in respect of major airports the tariffs for aeronautical services are to be determined by the Authority. Hence, the tariff determined by the Authority can not be increased by the service provider on its own. For any increase the service provider may seek appropriate determination, if need be.



**ORDER:**

3. 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 of Authority of India Act, 2008, hereby orders that:

- (i) Tariff for the Ground Handling Services provided by M/s Air India SATS Airport Services Private Limited at Thiruvananthapuram International Airport, Thiruvananthapuram is determined, for the Third Tariff Year (w.e.f. 01.04.2013 to 31.03.2014), Fourth Tariff Year (w.e.f. 01.04.2014 to 31.03.2015) and for Fifth Tariff Year (01.04.2015 to 31.03.2016), as per **Annexure –I**. In case M/s Air India SATS wishes to revise these tariffs, then it may approach the Authority with a suitable tariff proposal.

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

**[Capt. Kapil Chaudhary (Retd.)]  
Secretary**

**To**

**M/s Air India SATS Airports Services Pvt. Ltd.  
A-301, Business Square,  
Andheri – Kurla Road,  
Chakala, Andheri (East),  
Mumbai – 400 069.  
(Through: Shri Nilang Shah, Marketing Manager)**



**Annexure - I**

**AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED**

**MAXIMUM RATES TO BE PAID BY SCHEDULED AIRLINES FOR COMPREHENSIVE GROUND HANDLING AT  
THIRUVANANTHAPURAM INTERNATIONAL AIRPORT, THIRUVANANTHAPURAM**

**For Tariff Year 2013-14**

<b>Maximum Ground Handling Rate in INR (FY 2013-14)</b>					
<b>S/N</b>	<b>Aircraft Types (ICAO Code)</b>	<b>Scheduled Passenger</b>		<b>Scheduled Freighter</b>	
		<b>Domestic Flight</b>	<b>International Flight</b>	<b>Domestic Flight</b>	<b>International Flight</b>
1	CODE B	17,083	88,260	NA	NA
2	CODE C	26,678	147,528	117,179	156,327
3	CODE D	52,460	201,801	160,070	374,802
4	CODE E	90,158	329,525	188,541	374,802
5	CODE F	-	-	-	-

**Notes:**

- 1) The rates with each Airline will be negotiated based on services required from SGHA service items (usage of equipment and manpower), flight frequency, service level agreement, credit period and liability and indemnity requirement.
- 2) All charges mentioned above include prevailing concession fee, royalty, airport levy charged by the Airport Authority.
- 3) All charges mentioned above exclude all taxes such as Service Tax, as may be applicable.
- 4) Exchange rate used for contracts signed in USD: 1 USD = 55 INR



**AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED**

**MAXIMUM RATES TO BE PAID BY SCHEDULED AIRLINES FOR COMPREHENSIVE GROUND HANDLING**  
**THIRUVANANTHAPURAM INTERNATIONAL AIRPORT, THIRUVANANTHAPURAM**

For Tariff Year 2014-15					
Maximum Ground Handling Rate in INR (FY 2014-15)					
S/N	Aircraft Types (ICAO Code)	Scheduled Passenger		Scheduled Freighter	
		Domestic Flight	International Flight	Domestic Flight	International Flight
1	CODE B	18,791	97,086	NA	NA
2	CODE C	29,346	162,281	128,897	171,959
3	CODE D	57,706	221,981	176,077	412,282
4	CODE E	99,174	362,478	207,395	412,282
5	CODE F	-	-	-	-

**Notes:**

- 1) The rates with each Airline will be negotiated based on services required from SGHA service items (usage of equipment and manpower), flight frequency, service level agreement, credit period and liability and indemnity requirement.
- 2) The tariff for Tariff Year 4 is based on the rates of Tariff Year 3 increased by 10% on account of rate of inflation.
- 3) All charges mentioned above include prevailing concession fee, royalty, airport levy charged by the Airport Authority.
- 4) All charges mentioned above exclude all taxes such as Service Tax, as may be applicable.
- 5) Exchange rate used for contracts signed in USD: 1 USD = 55 INR



**AIR INDIA SATS AIRPORT SERVICES PRIVATE LIMITED**

**MAXIMUM RATES TO BE PAID BY SCHEDULED AIRLINES FOR COMPREHENSIVE GROUND HANDLING**  
**THIRUVANANTHAPURAM INTERNATIONAL AIRPORT, THIRUVANANTHAPURAM**

For Tariff Year 2015-16

Maximum Ground Handling Rate in INR (FY 2015-16)					
S/N	Aircraft Types (ICAO Code)	Scheduled Passenger		Scheduled Freighter	
		Domestic Flight	International Flight	Domestic Flight	International Flight
1	CODE B	20,670	106,795	NA	NA
2	CODE C	32,281	178,509	141,787	189,155
3	CODE D	63,477	244,179	193,685	453,510
4	CODE E	109,091	398,725	228,135	453,510
5	CODE F	-	-	-	-

**Notes:**

- 1) The rates with each Airline will be negotiated based on services required from SGHA service items (usage of equipment and manpower), flight frequency, service level agreement, credit period and liability and indemnity requirement.
- 2) All charges mentioned above include prevailing concession fee, royalty, airport levy charged by the Airport Authority.
- 3) The tariff for Tariff Year 5 is based on the rates of Tariff Year 4 increased by 10% on account of rate of inflation.
- 4) All charges mentioned above exclude all taxes such as Service Tax, as may be applicable.
- 5) Exchange rate used for contracts signed in USD: 1 USD = 55 INR

