AERA/20010/MYTP/BWFS/GH/Del/CP-II/2016-17/Vol-I Airports Economic Regulatory Authority Of India

Order No. 07/2019-20

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

Date of Issue: 12.09. 2019

In the matter of Economic Regulation of aeronautical services provided by Independent Service Providers of Cargo Facility, Ground Handling and Supply of Fuel to the Aircraft – Interim arrangement to continue the levy of existing tariff beyond 30.09.2019 in r/o M/s Bird Worldwide Flight Services (India) Pvt. Ltd. for providing ground handling services at IGI Airport, New Delhi for the second control Period

This is regarding interim arrangement for levy of existing tariff beyond 30.09.2019 in respect M/s Bird Worldwide Flight Services (India) Private Limited (BWFS) for providing ground handling services at IGI Airport, New Delhi for the 4th tariff year of the second control Period (01.04.2016 to 31.03.2021).

- 2. The Authority vide Order No.08/2017-18 dated 02.08.2017 decided that the ground handling services provided by M/s BWFS will be regulated under 'Light Touch Approach' during the second control period and also determined tariff for the first and second tariff year of the second control period. Further vide Order No. 25/2018-19 dated 12.10.2018, the Authority determined the tariff for third tariff year (FY 2018-19). The same tariff as on 31.03.2018 was extended as an interim upto 30.09.2019 vide Order no 48/2018-19 dated 25.03.2019.
- M/s BWFS has now submitted its ATP for 4th tariff year (FY 2019-20) wherein they have proposed about 17% increase in tariff for international passenger flights/freighters. For domestic flights, no increase is proposed. BWFS has mentioned that they have proposed increase in the rates as per the terms and conditions of the concession agreement with the Airport Operator.
- The proposal submitted by M/s BWFS was examined and it is observed that the concession agreement executed with the DIAL, is valid upto 31.12.2019 only. Hence the Authority is of the opinion that the same rates existing as on 30.09.2019 may be extended upto 31.12.2019. In case M/s BWFS is awarded the work again by DIAL, they may approach AERA for determination of tariff for further period as per award.



ORDER

In view of the above, 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) M/s Bird Worldwide Flight Services (India) Private Limited is allowed to continue the levy of existing tariff(s) as on 30.09.2019 for rendering ground handling services at IGI Airport, New Delhi upto **31.12.2019**. Further, DIAL will intimate the status of appointing new Ground Handling Agencies and also ensure the timely submission of proposals by the newly appointed Agencies to the Authority as per the CGF Guidelines.
- (ii) The Airport Operator may ensure compliance of the Order.

By the Order of and in the Name of the Authority

(Geetha Sahu)
AGM (Fin.)-Tariff

To.

Airports Operators /Independent Service Providers (As per **Annexure I**)

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



1. Shri Anuj Agrawal

Chairman, Airports Authority of India Rajiv Gandhi Bhawan, New Delhi

2. Shri K Narayana Rao,

Director, GMR Delhi International Airport Pvt. Ltd, New Uran Bhawan, IGI Airport, New Delhi – 110 037.

3. Shri Anurag Srivastava,

Sr. General Manager,
Bird-Worldwide Flight Service (I) Private Ltd.,
Bird Consultancy Services Pvt. Ltd.,
E-9 Block, Connaught House,
Connaught Place,
New Delhi – 110 001.

4. Mr. Cem Sensoz,

Chief Executive Officer,
M/s Celebi Airport Services India Pvt. Ltd.,
CE-01, Import Building 2,
International Cargo Terminal,
IGI Airport, New Delhi – 110037.

5. Shri Ramanathan Rajamani,

Chief Executive Officer, Air India SATS Airport Services Pvt. Ltd. B-1101 & 1102, Lotus Corporate Park, Goregaon (E), Mumbai-400063

