## AERA/20010/MYTP-GSEC/C/AHMD/CP-II/2016-17/Vol-I Airports Economic Regulatory Authority of India

## Order No. 31/2020-21

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

Date of Issue: 13th August, 2020

In the matter of Order No. 08/2019-20 dated 26.09.2019 regarding Economic Regulation of Aeronautical Services provided by Independent Service provider of Cargo facility - Interim arrangement to continue the levy of existing tariffs beyond 31.03.2020 for the Second Control Period.

This is regarding interim arrangement of levy of tariff for the period beyond 31.03.2020 of the Second Control Period in respect of Independent Service Provider mentioned below:

Name of Service Provider	Service Rendered	Airport
GSEC Ltd.	Cargo	Ahmedabad

स्वस्थातेल कराने

- 2. M/s AAICLAS had earlier intimated that the concession agreement with M/s GSEC for providing International cargo service at Ahmedabad Airport is valid up to 30.09.2019 and further extension is under process. Accordingly, the Authority allowed M/s GSEC to continue the levy of the tariffs existing as on 30.09.2019 up to 31.03.2020 or till determination of tariffs, whichever is earlier.
- 3. The Authority further noted that M/s AAICLAS has extended the contract up to 31.12.2022 and regularized the contract from 01.10.2019 to 30.06.2020 on the same terms and conditions. Further, M/s GSEC vide letter dated 28.07.2020 stated that, they are in the process of preparing tariff proposals and requested to the Authority for extension of current tariff till 31.10.2020.
- 4. The Authority also notes that eight months are left for completion of current control period, which is set to expire on 31.03.2021. Even if M/s GSEC submits their tariff proposal by October 2020, the consultation process and finalization of order may take another two months and the validity of such order will be up to 31.03.2021.
- 5. Considering the above facts, the Authority has decided to extend the existing tariff as applicable as on 31.03.2020 for further period of one year i.e. w.e.f. 01.04.2020 to 31.03.2021 as an interim arrangement to avoid any regulatory vacuum. M/s GSEC may submit the MYTP proposition next control period well in time as per the Guidelines of AERA.

Regulatory Authorities

## **ORDER**

In view of the above, to avoid any regulatory vacuum in respect of the tariffs being levied by the regulated entities, 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 Gujarat State Export Corporation Ltd, providing Cargo Services at Ahmedabad International Airport, is allowed to continue the levy of existing tariff applicable as on 31.03.2020, on interim basis, for a further period of one year w.e.f. 01.04.2020 to 31.03.2021.
- (ii) The Order will be effective from the date of issue of this order and the existing tariff for the period from 01.04.2020 till issue of this order stand regularized.
- (iii) The Airport Operator may ensure compliance of the Order.

શ્વાસમાં કાર્યોના જ્યારો છે.

By the Order of and in the Name of the Authority

(Manu Sooden) Secretary

To,

Shri Samir Mankad CEO & Executive Director GSEC Limited 2nd Floor, Gujarat Chamber's building, Ashram road, Ahmedabad 380009.

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

