

GOVERNMENT OF INDIA (BHARAT SARKAR)
MINISTRY OF RAILWAYS (RAIL MANTRALAYA)
RAILWAY BOARD

No.TCR/1078/2007/3.

New Delhi, dated 26.03.2007

The Chief Commercial Managers,
All Indian Railways.

Sub: Dynamic Pricing Policy – Levy of Busy Season and Congestion Surcharge.

Sanction of the Central Government is accorded:-

- (i) to levy Busy Season Surcharge on freight charges at the rates mentioned in the table below during the Busy Season extending from 1st April, 2007 to 30th June, 2007:

S. No.	Commodities	Rate of Surcharge
1.	Coal & Coke Group (Class – 140)	4%
2.	Commodities in Class – 180 and below except Coal & Coke Group.	6%
3.	Commodities above Class – 180	4%
4.	Container Traffic	Nil

The Busy Season Surcharge will be levied on the applicable Base Freight Rates published in the Goods Tariff Part-II.

- (ii) to abolish Busy Route Surcharge; and
- (iii) to levy Congestion Surcharge on freight charges at the rates mentioned in the table below during the period from 1st April, 2007 to 31st March, 2008:

S. No.	Commodities	Rate of Surcharge
(i)	Iron Ore traffic booked to the sidings and Goods sheds serving ports	21%
(ii)	All traffic to Bangladesh	20%
(iii)	All traffic to Pakistan	20%

The Congestion Surcharge will be levied on the applicable Base Freight Rates published in the Goods Tariff Part-II.

2. The Base Freight Rates as mentioned in Goods Tariff alongwith Demand Management charges like Busy Season Surcharge, Congestion Surcharge, Supplementary Surcharge on various transportation products will constitute Normal Tariff Rate (NTR).

: 2 :

Rates Circular No. 31 of 2007
www.indianrailways.gov.in

3. Thus, NTR will comprise of Base Freight Rate and various demand Management Charges under Dynamic Pricing Policy. Other charges like Punitive Charges for overloading, Penal Charges for Misdeclaration will be levied on NTR. Similarly, freight concession (discount/rebate) will also be granted on NTR.
4. To illustrate, say Base Freight Rate for transporting cement for a distance of 400 kms is Rs.347.80 per tonne. Say the Busy Season Surcharge is 6% and Congestion Surcharge is 20%. Then, Busy Season Surcharge will be 6% of Rs.347.80 i.e. Rs.20.87 and Congestion Surcharge will be 20% of Rs.347.80 i.e. Rs.69.56 and the NTR will be Rs.438.23 (Rs.347.80 + Rs.20.87 + Rs. 69.56).
5. This issues with the concurrence of the Finance Directorate in the Ministry of Railways.
6. Issue necessary instructions to all concerned and acknowledge receipt of this letter.



(N.K.Parsuramka)
Director, Traffic Commercial(R)
Railway Board

No.TCR/1078/2007/3

New Delhi, dated 26.03.2007

Copy for information:-

- 1.FA & CAOs, All Indian Railways
- 2.Dy.C&AG (Rlys.), Room No.222, Rail Bhavan, New Delhi with 6 spares copies.

for Financial Commissioner(Railways)

No.TCR/1078/2007/3

New Delhi, dated 26.03.2007

1. COMs, All Indian Railways
2. Managing Director, CRIS, Chanakya Puri, New Delhi-23
3. The Chief Administrative Officer, FOIS, Northern Railway, Camp: CRIS, Chanakya Puri, New Delhi-23.
4. Managing Director, Konkan Railway Corporation, Belapur Bhavan, Sector-11,CBD Belapur, New Mumbai-400614.
5. Director General, Railway Staff College, Vadodara.

: 3 :

6. Director, Indian Railways Institute of Transport Management, Campus :
Hardoi Bye Pass Road, Village & Post office: Kanausi, Manaknagar,
Lucknow.
7. Managing Director, Pipavav Railway Corporation Ltd., Jeevan Tara Building,
1st Floor, Gate No.4, Sansad Marg, New Delhi - 110001.
8. Kutch Railway Company Ltd., SPWD House, 5th Floor, 14A, Vishnu
Digambar Marg (Rouse Avenue Lane), New Delhi-110002.
9. GS/IRCA, New Delhi : with a request to issue necessary correction slip.
10. Secretary, Railway Rates Tribunal, 5, P.V.Churian Road, Crecent Road,
Egmore, Chennai- 600105
11. Commissioner of Railway Safety (CRS), Lucknow.
12. The Principal, Zonal Railway Training Institute, Bhusaval (CR) / Bhull(ER)
/ Alipurduar(NFR) / Udaipur(NWR) / Sini(SER) / MuzaffarpurECR
/ Chandausi(NR) / Maula Ali(SCR) / Tiruchirapalli(SR)



(N.K.Parsuramka)
Director, Traffic Commercial(R)
Railway Board

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TC(CR),TC-I, TC-II, TC-III, TC-IV, TT-I, TT-II,TC(FM), F(C) Branches of
Railway Board.