

भारत सरकार GOVERNMENT OF INDIA
रेल मंत्रालय MINISTRY OF RAILWAYS
(रेलवे बोर्ड RAILWAY BOARD)

रेल भवन, नई दिल्ली-110001
Rail Bhavan New Delhi, 110001
Dated 20.09.2023

No. 2020/TC(FM)/14/08-Pt.(3)

Principal Chief Commercial Managers,
Principal Financial Advisers,
All Zonal Railways.

Sub: Joint Procedure Order regarding payment of share in Terminal Charges (TC) & Terminal Access Charges (TAC) to the developers for goods-sheds developed under FMC-20/2020.

Ref: (i) Western Railway's letter No. C180/0/ADI dated 12.07.2022
(ii) Freight Marketing Circular No. 20 of 2020, issued vide Board's letter No. 2020/TC(FM)/14/08 dated 14.10.2020.

Railway Board is in receipt of Western Railway's letter under ref-(i), vide which the Railway has requested for issue of guidelines for payment of share in TC & TAC to the developers for goods-sheds developed under the 'policy for development of goods-sheds at small/ road-side stations through private investment' (FMC-20/2020).

As per the provisions of the said policy, Terminal Charges (TC) & Terminal Access Charges (TAC) are shared with the developer; and the share of the developer is decided through competitive bidding.

For smooth payment of the share of TC & TAC to the goods-shed developer, coordination between Commercial and Accounts departments is essential. In order to ensure the same, a 'Joint Procedure Order (JPO)' has been formulated, containing guidelines on the above subject. A copy of the 'JPO' (jointly signed by Finance/Comml., Accounts, Rates and Freight Marketing directorates of Ministry of Railways) is annexed herewith.

Zonal Railways may take action accordingly.

DA: As above (in 03 pages)


(Anurag Mishra)
Joint Director Freight Marketing
Railway Board
20.9.2023

Joint Procedure Order (JPO) regarding 'Payment of Terminal Charges (TC) & Terminal Access Charges (TAC) to the Developers of goods-sheds'

As per the Railway Board's policy for 'development of goods-sheds at small/ road-side station through private investment,' issued under FMC 20/2020, goods-sheds developers are paid incentive in the form of share in Terminal Charge (TC) & Terminal Access Charges (TAC), as the case may be, for all the inward and outward traffic dealt at goods-shed. The share in TC & TAC is determined through the competitive bidding and mentioned in the LOA.

The following guidelines are laid down for the payment of share in TC & TAC to the developers of goods-sheds:

1. Terminal charges *or* Terminal Access charges, whichever is applicable, shall be levied on both inward and outward traffic being handled at Railways goods-sheds (as per policy – as amended from time to time), at the time of preparation of Railway Receipt (RR).

The percentage of share for TC & TAC, as quoted in LOA (Letter of Allotment), shall be paid/ transferred to the goods-shed developer, inclusive of all taxes, as applicable.

2. CRIS shall generate an MIS of 'Terminal Charges & Terminal Access Charges' collected for the goods-sheds developed through private investment as per the guidelines contained in FMC-20/2020. (Format of MIS is annexed as Annexure-'A').
3. Commercial department of the concerned Division would extract goods-shed wise monthly statement (MIS of the TC & TAC for the goods-shed) from FOIS. This statement would be forwarded to the Associate Finance for processing the payment as per percentage of share applicable on a particular goods-shed. The statement will be treated as Provisional Bill for release of payment to the goods-shed developer.

This process should be completed by the 7th day of every month for the traffic handled during previous month.

A copy of the said statement shall be provided to the concerned goods-shed developer as well.

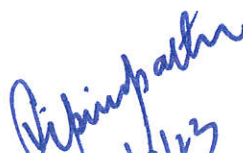
4. The share of TC & TAC (as per the percentage mentioned in LOA) will be transferred by Accounts Department to the bank Account of the goods-shed developer managing the concerned goods-shed by the 10th day of every month, after retaining necessary statutory deductions, namely GST-TDS, IT-TDS, etc. For example, if Rs 100/- have to be transferred then, assuming that this amount includes 18% GST, the following amount would be required to be released.

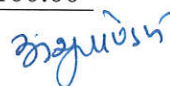
Basic Amount
Add: GST @18%

Rs.	84.75
Rs.	15.25
Rs.	100.00


20-9-2023
JDFM


JDF/C


24/9/23



<i>Less:</i>		
(1) Amount retained for GST-TDS @2% on Rs 84.75	(-) Rs.	01.70
(2) Amount retained for Income Tax deduction @2% on Rs 84.75	(-) Rs.	01.70
Net Amount Payable	Rs.	96.60

The amount so released shall be kept under 'Miscellaneous Advance (Revenue),' to keep watch on receipt of the Invoice from Goods-shed developer.

Goods shed developer is liable to issue an Advance Receipts Voucher (ARV) at the time of receipt of advance from IR. IR shall keep and maintain records of said ARVs at their principal place of business.

- CRIS will also provide an MIS detailing goods-shed wise details of TC & TAC credited to, originating and destination Railway along with apportionment matrix.

The amount of share of TC & TAC due to be paid to goods-shed developer shall be set apart from freight, and transferred to concerned Division by the Traffic Accounts Office for crediting it under 'Deposit Miscellaneous (Goods-shed)'.

Since TC & TAC are being credited to originating and destination Railway in the apportionment matrix generated by CRIS, raising of Transfer Certificate (TC) by the destination Railway will not be required.

- Within seventy-two (72) hours of receipt of the transferred amount in its account, the goods-shed developer will issue an Invoice/ Receipt of the said amount in favour of Railway. The Invoice/ Receipt should clearly indicate the break-up amount of GST, as applicable (@ 18%, at the current rate). Necessary accounting adjustment involving GST-TDS and IT-TDS retained shall be made.

On receipt of Invoice, the suspense head 'Miscellaneous Advance (Revenue)' shall be cleared by contra debit to 'Deposit Miscellaneous (Goods-shed)'. In case, the Invoice/ Receipt is not provided by the goods-shed developer within the stipulated period, the next tranche shall be released only after submission of the Invoice.

- Railway shall not be eligible to avail the Input Tax Credit of the GST levied on the amount of TC & TAC transferred to the goods-shed developer. The flagging will be T3."


JD/FM 20.9.2023



JD/F/C


Dir./Accounts


Dir./Rates

Annexure-‘A’

Railway:														
Division:														
Goods-shed location:														
Goods-shed code:														
For Inward traffic														
S.No	RR Number	RR Date	Consignor Name	Consignor code	Consignee Name	Consignee code	Originating Railway	Originating Division	Originating Station code	Chargeable weight (in Tonne)	TC/ TAC collected (as applicable, in Rs)	Developer's share in TC/ TAC (as per LOA)	Statutory deductions	Net amount payable
1														
2														
...														
Subtotal														
For Outward traffic														
S.No	RR Number	RR Date	Consignor Name	Consignor code	Consignee Name	Consignee code	Destination Railway	Destination Division	Destination Station code	Chargeable weight (in Tonne)	TC/ TAC collected (as applicable, in Rs)	Developer's share in TC/ TAC (as per LOA)	Statutory deductions	Net amount payable
1														
2														
...														
Subtotal														
GRAND TOTAL														


20.9.2023
JDFM


JDF/C


24/9/23


DIR/RATES