

Office of the Principal Chief Commercial Manager South Central Railway, Ministry of Railways, Government of India, Rail Nilayam, Secunderabad-500 025 (Telangana)

No.EO 342394(2023)/G.I/NFR/CR

Date: 21.03.2024

### Sr.DCMs/SC, HYB, BZA, GTL, GNT & NED

**Sub**: Relaxation in the grace period for remittance of License Fee for contracts like Rail Coach Restaurants – reg.

**Ref**: (1) Railway Board's FM Circular 9 of 2024 issued under letter no. 2024/NFR/11/E-auction-Part (1) dated 11.03.2024.

(2) Railway Board's letter no. 2024/NFR/11/E-auction-Part(1) dated 19.03.2024.

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Railway Board vide reference (1) has issued FM Circular 09 of 2024 dated 11.03.2024 advising that all Rail Coach Restaurant (RCR) contracts to be awarded through the mode of e-auction on the leasing module of IREPS, clause 19.3 of the e-auction policy, as amended for high investment integrated parking contracts, vide freight marketing circular no. 12 of 2023 dated 06.07.2023, shall be applicable with prospective effect.

Further, in view of Railway Board's letter under reference (2) (copy enclosed), it is requested to furnish details of all such RCR cases pending resolution as on 11.03.2024 clubbed together, analysed (on basis of investment made, contract period and expected NFR to be generated, willingness of the party to deposit the license fee promptly, outcome of court cases in similar matters, etc) to this office for onward submission to Railway Board.

Matter to be treated as most important.

Encl: As stated

(B. Sunitha) ACM/Spl. for PCCM



## भारत सरकार / Government of India रेल मंत्रालय / Ministry of Railways (रेलवे बोर्ड) / (Railway Board)





No. 2024/NFR/11/E-auction-Part(1) E-office no. 3454301 New Delhi Dated: 19.03.2024

# Principal Chief Commercial Managers, All Zonal Railways

Subject: Relaxation in the grace period for remittance of License Fee for contracts like Rail Coach Restaurants – regarding

References have been received from a few Zonal Railways regarding relaxation in grace period for remittance of License Fee for Rail Coach Restaurant (RCR) contracts. It is observed that despite successfully paying license fee for the first few quarters of RCR contracts, licensees were unable to continue to pay license fee due to various reasons including non availability of the provision for making delayed payment with penalty after the grace period is over, in the IREPS leasing module.

- 2. Few Zonal Railways have requested Railway Board for relaxation in the time period beyond the usual grace period for payment of licensee fee with penalty to avoid loss of revenue. In this regard, FM directorate has issued FM Circular 09 of 2024 dated 11.03.2024 for RCR contracts of high investment for future cases.
- 3. It is, however, observed that the existing RCR cases referred by Zonal Railways are not getting covered by FM Circular 09 of 2024 dated 11.03.2024, being prospective in nature. Accordingly, Zonal Railways are advised that all such RCR cases pending resolution as on 11.03.2024 should be clubbed together, analyzed (on the basis of investment made, contract period and expected NFR to be generated, willingness of the party to deposit the license fee promptly, outcome of court cases in similar matters etc.) and forwarded to Railway Board for consideration.

This issues with the approval of the competent authority.

(Subhankar Dutta

Joint Director/M&BD

Email: nfrdterb@rb.railnet.gov.in

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

No. 2024/NFR/11/E-auction-Part(1) E-office no. 3454301 New Delhi, Dated: 11.03.2024

The General Managers, All Zonal Railways.

Subject: Corrigendum to 'Policy' and 'Standard Conditions of Contract' for Rail Coach Restaurant (RCR) Contracts awarded through e-Auction.

Ref: FM Circular No. 11 of 2022, issued vide Board's letter no. 2022/TC(FM)/10/04, dated 13.06.2022

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Certain Clarifications have been sought by Zonal Railways with respect to guidelines issued under 'E-Auction Policy' and 'Standard Conditions of Contract' in respect of RCR contracts, awarded through e-Auction.

2. The competent authority has decided that for all Rail Coach Restaurant (RCR) contracts to be awarded through the mode of e-auction on the leasing module of IREPS, clause 19.3 of the e-auction policy, as amended for high investment integrated parking contracts, vide freight marketing circular no. 12 of 2023 dated 06.07.2023, shall be applicable with prospective effect, as under:

"Division is empowered to provide relaxation in the time period for payment of license fee even after the lapse of grace period with detailed justification and personal approval of DRM. This may be done however for a period of 2 weeks i.e. 1 week @ 0.75% penalty and another 1 week @1% penalty so that there is incentive to pay the amount within the stipulated period. (It may be noted that a provision of 0.5% per day as penalty on the delayed amount is already there for payment within the grace period of 7 days)".

(Ashutosh Mishra) (1

Jt. Director Traffic Comml.(FM)

No. 2024/NFR/11/E-auction-Part(1) E-office no. 3454301

New Delhi, Dated: 11.03.2024

Copy forwarded to:

- 1. The Deputy Comptroller & Auditor General of India (Railways) Room No. 224, Rail Bhawan with 36 spares.
- 2. Principal Financial Advisors, All Indian Railways.

For Member (Finance) Railway Board

No. 2024/NFR/11/E-auction-Part(1) E-office no. 3454301 New Delhi, Dated: 11.03.2024

Copy forwarded for information and necessary action to:

- 1. The Principal Chief Operations Managers, All Indian Railways.
- 2. The Principal Chief Commercial Managers, All Indian Railways.
- 3. The Chief Passenger Transportation Managers, All Indian Railways.
- 4. Director General, RDSO, Manak Nagar, Lucknow.
- 5. Director, Indian Railways Institute of Transport Management (IRITM), Manak Nagar, Lucknow.
- 6. Director General, National Academy of Indian Railways, Vadodara.
- 7. Managing Director/ Chief Commercial Manager, Konkan Railway Corporation, Belapur Bhawan, Plot No. 6, Sector-11, CBD Belapur, Navi Mumbai-400014.
- 8. Managing Director, Centre for Railway Information System (CRIS), Chanakyapuri, Near National Rail Museum, New Delhi.
- 9. Managing Director, DFCC1L, Pragati Maidan, New Delhi.

(Ashutosh Mishra) Jt. Director Traffic Comml. (FM)

No. 2024/NFR/11/E-auction-Part(1) E-office no. 3454301 New Delhi, Dated: 11.03.2024

Copy for kind information to:

- 1. Chairman & CEO, Member (O&BD), Member (Finance), Member (Infra.), Member (T&RS), DG(RPF), and Secretary Railway Board, New Delhi.
- 2. AM(Traffic), AM(C), Adv (Infra), Adv. (Vig), AM(M&BD), EDFM, EDTC(G)/NFR, EDTC(Rates), EDTT(M), EDTT(S), EDTT(F), ED(Plg.) EDT(PPP), EDV(T), EDF(C), ED(BD), DTT(Coord), OSD/Chairman & CEO, OSD/Member (O&BD), Co-Chairman/TMIR, Chairman and Convener/AGE and DTC(R)/ Railway Board, New Delhi.

(Ashutosh Mishra)

Jt. Director Traffic Comml. (FM)

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

No. 2022/TC(FM)/10/04

New Delhi, dated 06.07.2023

The General Managers, All Zonal Railways.

Sub: Corrigendum to 'Policy' and 'Standard Conditions of Contract' for Commercial Earning and NFR Contracts awarded through e-Auction.

Ref: FM Circular No. 11 of 2022, issued vide Board's letter no. 2022/TC(FM)/10/04, dated 13.06.2022.

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Certain Clarifications have been sought by Zonal Railways w.r.t. guidelines issued for 'Policy' and 'Standard Conditions of Contract' for Commercial Earning and NFR contracts, awarded through e-Auction.

II. After careful consideration, Competent Authority have now approved following modifications in the Policy for integrated Parking Contracts having high investments awarded through e-Auction.

### (i) Para 19.3 is added as under-

"Division is empowered for providing relaxation in the time period for payment of license fee even after lapse of grace period with detailed justification and personal approval of DRM. This may be done however for a period of 2 weeks i.e. 1 week @ 0.75% penalty and another 1 week @ 1% penalty so that there is incentive to pay the amount within stipulated period. (It may be noted that provision of 0.5% penalty is already there for payment within grace period of 7 days)".

#### (ii) Para 21.2 is added as under:-

"Division is empowered to modify the CP start date **upto 1 month** with detailed justification and personal approval of DRM. Also, divisions must ensure that all major conditions precedent be satisfied before the auction of an asset is carried out."

III. This issues with the concurrence of Finance Directorate of Ministry of Railways.

(Ashutosh Mishra)

Jt. Director Traffic Comml (FM)

#### No. 2022/TC(FM)/10/04

New Delhi, dated 06.07.2023

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For Member (Finance) Railway Board

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- 5. Director, Indian Railways Institute of Transport Management (IRITM), ManakNagar, Lucknow.
- 6. Director General, National Academy of Indian Railways, Vadodara.
- 7. Managing Director/ Chief Commercial Manager, Konkan Railway Corporation, Belapur Bhawan, Plot No. 6, Sector-11, CBD Belapur, Navi Mumbai-400014.
- 8. Managing Director, Centre for Railway Information System (CRIS), Chanakyapuri, Near National Rail Museum, New Delhi.
- 9. Managing Director, DFCCIL, Pragati Maidan, New Delhi.

(Ashutosh Mishra)

Jt. Director Traffic Comml (FM)

#### No. 2022/TC(FM)/10/04

New Delhi, dated 06.07.2023

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- 2. AM(Traffic), AM(C), Adv (Infra), Adv. (Vig), AM(M&BD), EDFM, EDTC(G)/NFR, EDTC(Rates), EDTT(M), EDTT(S), EDTT(F), ED(Plg.) EDT(PPP), EDV(T), EDF(C), ED(BD), DTT(Coord), OSD/Chairman & CEO, OSD/Member (O&BD), Co-Chairman/TMIR, Chairman and Convener/AGE and DTC(R)/ Railway Board, New Delhi.

(Ashutosh Mishra)

Jt. Director Traffic Comml (FM)