

RESTRICTED

RAIL TARIFF ENQUIRY COMMITTEE

FINAL REPORT



सत्यमेव जयते

**MINISTRY OF RAILWAYS
GOVERNMENT OF INDIA**

JUNE 1980

RESTRICTED

RAIL TARIFF ENQUIRY COMMITTEE

FINAL REPORT



**MINISTRY OF RAILWAYS
GOVERNMENT OF INDIA
JUNE 1980**

FINAL REPORT OF R. T. E. C.

CONTENTS

<i>Chapter</i>	<i>Subject</i>	<i>Pages</i>
	Introduction	1—2
I	Improving Railway Efficiency	3—38
II	Charges for Postal Traffic	39—46
III	Rates for Military Traffic	47—61
IV	Terminal Charges for Port Trust Railways	62—64
V	Sidings	65—70
VI	Packing Conditions	71—83
VII	Miscellaneous Commercial Matters	84—99
VIII	Summary of Conclusions & Recommendations	100—110

TABLE OF CONTENTS

CHAPTER I—IMPROVING RAILWAY EFFICIENCY

	<i>Para Nos.</i>
Introduction	1·01 to 1·03
An Operational Approach to improving Efficiency	1·04 to 1·08
Problems of Transshipment	1·09 to 1·15
Container Traffic	1·16 to 1·19
Other Types of Wagons	1·20
Improvement in Working of Goods Marshalling Yards	1·21 to 1·24
Block Loads, Unit Trains and Point to Point Trains	1·25 to 1·26
Maximising Introduction of Unit Trains	1·27 to 1·29
Point to Point Scheduled Goods Trains	1·30 to 1·37
Research and Development	1·38 to 1·41
The Use of Computers	1·42 to 1·46
Traffic Costing	1·47 to 1·58
Economics & Management	1·59 to 1·60
Inadequate Attention to Railway Users	1·61
Passenger and Employee Amenities	1·62
Additional Local Resources	1·63 to 1·68
Goods Sheds	1·69
Minimum Funds Irrespective of Surplus	1·70 to 1·71
Development Fund	1·72 to 1·74
Exploiting Potential Revenue-earning Assets	1·75
Provision of Unreserved Second Class Coaches on Trains	1·76
Reducing Demand for Passenger Services	1·77 to 1·78
Social Burdens on Indian Railways	1·79 to 1·87
Uneconomic Branch Lines	1·88 to 1·111
New Lines	1·112 to 1·114
The Necessity for Businesslike Approach	1·115 to 1·120
Regulation of Tariffs and Services	1·121 to 1·130
The Situation in Other Countries	1·131 to 1·138
An Agency for Regulating Railway Rates	1·139 to 1·147
Organisation and Management	1·148 to 1·149
Individual Units	1·150 to 1·153
Personnel Function	1·154 to 1·155
Short Tenure	1·156 to 1·158
Recruitment and Training	1·159 to 1·161
Personnel Development	1·162
Lateral Recruitment	1·163 to 1·164
Special Task-Force on Management	1·165
Divisionalisation of Stores Management	1·166 to 1·172
Inadequacy of Educational Facility for Children	1·173 to 1·174
Labour Relations	1·175 to 1·177

CHAPTER II—CHARGES FOR POSTAL TRAFFIC

	<i>Para Nos.</i>
Basis of Existing Charges	2·01 to 2·06
Drawbacks in the Existing Basis	2·07 to 2·10
System of Charging Postal Traffic by Indian Airlines and State Road Transport Corporations	2·11 to 2·15
Necessity of Fixing Postal Charges on Commercial Considerations	2·16
Basis of Charges for Postal and Non-Postal Vehicles	2·17 to 2·23
Legal Position regarding Railways carrying their own Mail	2·24
Proposed Basis of Charge for Postal Traffic	2·25 to 2·28

STATEMENT

Statement 2·1—History for Evolution of Postal Traffic Rates

CHAPTER III—RATES FOR MILITARY TRAFFIC

Introduction	3·01 to 3·03
Special features of Military Tariff Rates	3·04 to 3·05
Extent of concession and anomalies in flat rate system	3·06 to 3·08
Charging of Military Traffic on Dependent Cost Basis	3·09
Rates for Main Items of Traffic	3·10
Military Goods Traffic Chargeable at Public Tariff Rates	3·11
Rates for Wagon Loads	3·12 to 3·14
Rates for Smalls	3·15 to 3·16
Rates for Coaching Traffic	3·17 to 3·19
Rates for Military Stores carried in Coaching Vehicles	3·20 & 3·23
Baggage Rates	3·21 to 3·22
Siding Charges	3·24
Basis of Charge for All Items	3·25
Concession for Travel by I Class and II Class	3·26 to 3·28
Warrants and Concession Vouchers	3·29 to 3·30
Charges for Special Trains and Other Items	3·31 to 3·35
Passenger Fare Tax of 1957	3·36 to 3·38
Accident Compensation Charge	3·39 to 3·40
Chargeable Distances for calculation of Rates	3·41
Basis for Charging various Miscellaneous Items of Traffic	3·42
Social Burdens Committee Recommendations	3·43
Future Revision of Military Tariff Rates	3·44 to 3·45
Earnings from Military Traffic	3·46 to 3·47
Revision of Military Tariff No. 5	3·48

LIST OF STATEMENTS

Statement 3·1	Proposed Goods Rates for Wagon-loads
Statement 3·2	Proposed Rates for 'Smalls' Traffic
Statement 3·3	Proposed Rates for Passenger Coaches
Statement 3·4	Proposed Rates for Baggage
Statement 3·5	Proposed Rates for Coaching Vehicles
Statement 3·6	Proposed Basis for Fixation of Rates
Statement 3·7	Earnings from Military Traffic

CHAPTER IV—TERMINAL CHARGES FOR PORT TRUST RAILWAYS

	<i>Para Nos.</i>
Terminal Charges for Port Trust Railways	4·01 to 4·14
Local Haulage Charges for Port Trust Railways	4·15 to 4·18

CHAPTER V—SIDINGS

Siding Charges	5·01 to 5·18
Free Time and Demurrage Rules for Sidings	5·19 to 5·29
Maintenance Charges for Sidings	5·30

CHAPTER VI—PACKING CONDITIONS

Introduction	6·01 to 6·04
Types of Packing	6·05 to 6·09
Need for Packing Condition	6·10 to 6·16
Types of Packing Materials	6·17 to 6·20
Handling of Consignments	6·21 to 6·22
Qualified Railway Receipts	6·23 to 6·24
Procedure for revision of Packing Condition	6·25 to 6·31
Adoption of Improved Packing	6·32 to 6·34
Special Conditions	6·35 to 6·36
Amending Packing Conditions as a Trial Measure	6·37
Packing Condition for Export Traffic	6·38
Recommendations of the Estimates Committee	6·39

LIST OF STATEMENTS

Statement 6·1	List of Indian Standards on Transport Containers.
Statement 6·2	Solid versus Corrugated Fibre Board Cartons
Statement 6·3	Proposals for Change in Packing Conditions for certain commodities
Statement 6·4	Packing conditions for Soaps, Toilet Requisites, Refined Oils and Milk food suggested by M/s Hindustan Lever Ltd.

CHAPTER VII—MISCELLANEOUS COMMERCIAL MATTERS

Crane Charges	7·01 to 7·03
Crane Haulage Charges	7·04
Charges for Dummy Wagons Attached to Cranes	7·05 to 7·06
Demurrage and Wharfage	7·07 to 7·10
Charges for Haulage of Engines on Private Account	7·11 to 7·15
Charges for Haulage of Empty Wagons on Private Account	7·16 to 7·20
Charges for Transport of Consignments by Special Trains	7·21 to 7·28
Charges for Traffic booked from one Siding to another Siding in the same Station Area	7·29 to 7·31
Rebate in Freight in cases where weigh-bridges are provided by Private Parties	7·32 to 7·40
Rebate in Freight for Traffic Transported in Wagons owned by Private Parties	7·41 to 7·44
Claims	7·45 to 7·46
Claims Prevention Measures	7·47 to 7·50
Settlement of Claims	7·51 to 7·55
Re-weighment	7·56
Issue of Clear Railway Receipts	7·57 to 7·58
Improved Methods of Handling Consignments	7·59
Claims Tribunals	7·60
Suite-barred Claims	7·61
Excepted Articles	7·62 to 7·64
Owner's Risk Rates and Railway Risk Rates	7·65 to 7·72
Payment of Freights for Goods and Parcels	7·73 to 7·70
Payment for Booking of Newspapers and Magazines	7·77
Out-agencies	7·78

CHAPTER VII—*contd.*

LIST OF STATEMENT

Statement 7-1	Statement showing the changes made in the Rates for haulage of engines on private account.
Statement 7-2	Statement showing the rates for the haulage of BG4-wheeled wagon on private account by scheduled goods trains at the existing rates and at the proposed rates for certain representative distances.
Statement 7-3	Cause-wise, commodity-wise analysis of claims paid by All Indian Railways for the year 1978-79 compared with the years 1976-77 & 1977-78.

CHAPTER VIII—SUMMARY OF CONCLUSIONS AND RECOMMENDATIONS

	<i>Para Nos.</i>
Operational Efficiency	8-01 to 8-10
Research and Development	8-11 to 8-13
Use of Computers	8-14
Traffic costing	8-15 to 8-16
Economics of Management	8-17 to 8-18
Inadequate Attention to Railway Uses	8-19
Passenger and Employee Amenities	8-20 to 8-24
Unreserved Accommodation	8-25
Reducing demand for Passenger Services	8-26
Social Burdens on Indian Railways	8-27
Uneconomic Branch Lines	8-28 to 8-33
New Lines	8-34
The Necessity for Business Like Approach	8-35 to 8-37
Regulation of Tariffs and Services	8-38 to 8-46
Organisation and Management	8-47 to 8-151

ANNEXURES

<i>Annexure</i>		<i>Pages</i>
1-1	Container Service on the Indian Railways	113—114
1-1.A	Fixation of rates for container service—Guidelines for	114—116
1-2	Containerisation (ISO)	116—117
1-2.A	Extract taken from the Report of the Study Group on Development of Container Traffic in India	117
1-3	Nilagiri Railway	118—119
3-1	Military Traffic—Questionnaire for Defence Ministry	119—120
3-2	Military Traffic—Questionnaire for Railways	121—123
3-3	History of Military Tariff Rates	123—127
4-1	Copy of Railway Board's letter No. TCR/1078/75/9 dated 6-3-78 regarding payment of terminal charges to Ports	128—130
4-2	Questionnaire issued by R.T.E.C. to Port Trust Railways	131
5-1	Report on Sittings—Construction, Operation and Charges, submitted by Shri V. Sankaran, SCO (R), Southern Railway (Retired)	132—145
7-1	Justification furnished by Coal India Limited, Calcutta for increasing the freight rebate of 10 paise per tonne in cases where weighbridges have been installed by Coal India Limited.	146
7-2	Copy of Ministry of Railways (Railway Boards') letter No. TC-I/75/5/24 dated 3-2-77 addressed to the General Managers Indian Railways regarding opening of Out-agencies.	146
8-1	List of Officials who served in the Secretariat of R.T.E.C.	147