



AAI/CHQ/VAN/2022-23

Dated 10th April, 2023

To,

All Domestic Airlines,

All Domestic NSOP Operators.

Subject: Introduction of VAN (Virtual Account Number) in Aeronautical Billing

Sir/Madam,

Greetings from Airports Authority of India,

In order to bring transparency, efficiency and reporting in invoicing and collection, AAI management has decided to introduce Centralized Billing and Payment System in AAI with effect from 01.09.2022 onward for all Non-Aeronautical billing in the first phase.

2. For settlement of Non-Aeronautical invoices, AAI has started raising invoices using **Invoice Specific Dynamic Virtual Account Number (VAN)** to its Customers. The response for the same is over-whelming as Airlines/ Customers/ Concessionaires are getting payment acknowledgement including settlement advice on payment. AAI has successfully introduced VAN (Virtual Account Number) in Non-Aeronautical Billing from 1st Sept 2022 onward.

3. AAI's Management vision is to automate the process of raising of invoices and payment mechanism with zero human intervention.

4. It has decided to implement the above system for Aeronautical billing also with effect from 01.04.2023 onward. AAI will start raising invoices of Aeronautical charges using **Invoice Specific Dynamic Virtual Account Number (VAN)** on all aircraft movements taken place after 0001 Hrs of 01.04.2023 onward by all Domestic scheduled and Non-scheduled Airlines/ Operators.

5. The customers will receive **Invoice Specific Dynamic VAN (Virtual Account Number)** printed on each invoice for settlement of Airport Charges. It will help the airlines to make payments against specific invoices using specific VAN.

6. VAN is generated on dynamic basis for each invoice in AAI with inbuilt system logic validated with SBI system in automated environment.

7. For better understanding and usage of VAN for making payments, AAI has issued Airline User Manual (Copy attached) which is shared for reference along with VAN Standard Operating Procedure issued by State Bank of India.

8. On receipt of funds through VAN, immediate credit shall be given against the specific invoice No. as SBI VAN A/c Number is linked with SAP-ERP System of AAI on real time basis.

9. Airlines will get Auto system generated Receipts (Acknowledgement) immediately once the payments are credited in AAI's Account along with TDS adjusted against their bills on T+1 date. Following are the 3 Scenarios of remittances by the Airlines which will be accounted for in AAI books of Accounts as per Artificial Intelligence (AI) Business Logic defined in the system:

SL.No	Collection Scenarios	Accounting in AAI Books
1	Gross Billing vis-a-vis collection in Bank Match with Zero Difference or +/- Re.1 Difference	Clearing Against your Invoice in AAI Books without TDS
2	Gross Billing Vis-a-vis Net collection in Bank + TDS with +/- Re.1 Difference	Clearing Against your Invoice in AAI Book with defined TDS Rates subject to reconciliation with Credit available in Form 26AS.
3	Gross Billing Vis-a-vis Net Collection in Bank Having Difference exceeding +/- Re.1.	Posting in AAI Books On- Account against Your Bills without TDS

10. The settlement of invoices using Invoice Specific Dynamic VAN (Virtual Account Number) by the Airlines/ operators will bring transparency in issuing No Dues Certificates as the invoices in all such cases are automatically cleared by SAP-ERP System.
For this, Airlines/Agencies have to update their email/mobile number in AAI billing system.

11. It may be noted that Dynamic VAN mentioned on each invoice is Unique ID created for each and every invoice and for settlement of particular invoice, the Airline / Operator shall use unique Dynamic VAN indicated on that particular invoice against which the payment is being made for automated clearing of invoices in AAI SAP ERP.

12. If any invoice is required to be downloaded, the Airlines have the privilege to download the same using customer friendly IDG Portal of AAI at <https://aimsidg.aai.aero/idg/IDG/Login.jsp>

13. All Airlines are therefore requested to make use of the new facility so that reconciliation issues are minimized. In case of any difficulty faced or further clarification required, please do not hesitate to contact us by emailing at vansupport@aai.aero/fincbps@aai.aero/gmfincbps@aai.aero

Warm Regards

Yours Truly,


(Balwant Singh) 10/4/2023
General Manager (Finance)

Copy to:

1. Member (Fin)
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For Information Please.