

TAXES**TAXES**

001. WHO IS RESPONSIBLE FOR COLLECTING TAXES?

The airline has to collect "Taxes" from the passenger on behalf of the government.

002. WHEN DOES THE ISSUING AIRLINE COLLECT "TAXES" FROM THE PASSENGERS?

Issuing airlines collect such "Taxes" from the passengers at the time of traffic document issuance.

003. HOW THE INFORMATION ABOUT "TAXES" IS GIVEN?

The "Taxes" are listed alphabetically by country names.

005. WHAT DO YOU MEAN BY "INTERLINEABLE"?

When a tax is interlineable, it means that an issuing airline should collect the taxes on behalf of another airline.

TYPES OF TAX

006. HOW MANY "TYPE OF TAXES" ARE THERE?

Departure Tax

Arrival Tax

Sales Tax

Ticket Tax

007. WHAT DO YOU MEAN BY "DEPARTURE TAX"?

Departure tax has to collect during ticket issuance for each departure from a "city or country."

008. WHAT DO YOU MEAN BY "ARRIVAL TAX"?

Arrival Taxes are imposed for arrivals at a particular city or country to cover up the costs involving:-

Immigration Inspection (Passport / Visa)

Customs Inspection

009. WHAT DO YOU MEAN BY "SALES TAX"?

"Sales Tax + Value Added Tax (VAT) + Goods and Services Tax" is usually collected, when the passenger is traveling on domestic sectors.

010. WHAT DO YOU MEAN BY "TICKET TAX"?

Ticket Tax imposed on the issuance of tickets

INTERPRETING TAX RULES

011. WHILE INTERPRETING THE TAX RULES, WHAT ARE THE SPECIFIC WORDS, ONE SHOULD CONCENTRATE?

- # When interpreting tax rules, watch out for keywords such as:-
- # Commencing
- # Departure
- # Arrival
- # Transfer
- # As these terms are essential in determining when these taxes apply

HOW TO CALCULATE THE TAXES

012. "TAXES" ARE ALWAYS CALCULATED IN WHICH CURRENCY?

- # Taxes always calculated in the currency of payment.

013. IF ANY COUNTRY IS IMPOSING MORE THAN ONE TAX ON THE PASSENGER AND EVERY TAX DO NOT HAVE ITS CODE IN THAT CASE WHAT YOU HAVE TO DO?

- # If any country is imposing more than one tax on the passenger and every tax do not have its code, in that case, you can total up the amount, and you will show them in one box along with the country code.

014. IF ANY COUNTRY IS IMPOSING MORE THAN ONE TAX ON THE PASSENGER AND EVERY TAX HAS ITS INDIVIDUAL CODE IN THAT CASE WHAT YOU HAVE TO DO?

- # But if any country is imposing more than one tax on the passenger and every tax has its code in that case you can not total up the amount, you have to show them separately in the separate boxes along with tax code.

015. WHILE CALCULATING THE TAXES, WHAT ARE THE POINTS WHICH YOU SHOULD HAVE TO KEEP IN MIND?

- # When calculating the taxes, the points which you should have to keep in mind are:-
- # Age of the passenger
- # Currency of payment
- # Itinerary
- # No stopover point

016. WHILE WE ARE CALCULATING THE "TAXES," WHY WE SHOULD KNOW THE "AGE OF THE PASSENGER"?

- # While calculating tax one should know the age of the passenger as if the passenger is a child, then some countries give a discount, if the passenger is infant then some countries don't even take tax.

017. WHILE WE ARE CALCULATING THE "TAXES," WHY WE SHOULD KNOW THAT IN WHICH "CURRENCY" PASSENGER IS MAKING THE PAYMENT?

Taxes are calculated in the currency in which ticket paid.

018. WHILE WE ARE CALCULATING THE "TAXES," WHY WE SHOULD KNOW THE TRAVEL DETAILS?

One should know which country passenger is going to travel as tax details given country wise. One should know which city passenger is flying and that city comes under which country.

019. WHILE WE ARE CALCULATING THE "TAXES," WHY WE SHOULD KNOW THAT ANY VIA POINT IS "NO STOPOVER POINT" OR NOT?

If any via city is a "no stopover point" in that case most of the countries do not charge any tax from the passenger.

GENERAL CONVERSION PROCEDURES

020. WHEN ANY COUNTRY'S TAX AMOUNT CONVERTED INTO CURRENCY OF PAYMENT, IN THAT CASE WHICH "BANKERS RATE" WE HAVE TO USE?

To convert any tax amount into the currency of payment, always use Bankers Selling Rate (BSR).

021. WHEN WE "ROUND UP" ANY TAX AMOUNT, WHICH "ROUNDING UNIT" WE HAVE TO USE?

Round the resulting amount using the "Other Charges" rounding of the unit

TICKETING PROCEDURE

022. IN MANUAL TICKET THREE BOXES ARE GIVEN TO WRITE TAX RATE. IF MORE THAN THREE BOXES WILL REQUIRE IN THAT CASE HOW ONE HAS TO WRITE?

If there are not enough tax boxes to accommodate all the "Taxes," show the code 'XT' beside the combined tax amount. Then explain the combined "Taxes" (XT) by listing the breakdown horizontally in the "Endorsement / Restrictions" box of the ticket.

MANUAL TICKET

FROM / TO		CARR.		FARE CALC.	ENDORSEMENT / RESTRICTION				ORIGIN / DESTINATION		343	4587	394															
HRE	LAD	LBV	LFW	HRE	XT USD 4.70 SX, 2.30 WZ, ZT 6.80, 2.70 YG, 6.80 VO, 3.40 RX				AUDIT COUPON	HRE-LFW-HRE	SITI	PLACE OF ISSUE - AGENCY																
	QZ	RK	GW	MS						OZ / 3XDRT7		TOKAS TRAVELS 26 2 1598 HARARE ZIMBABWE																
			614.50	614.50	NAME OF PASSENGER				DATE OF ISSUE		ISSUED IN EXCHANGE FOR																	
					RAUT / UMESH MR.				02 OCT 11																			
*****					CONJUNCTION TICKETS				AIRLINE FORM SERIAL NO		PLACE DATE AGENT'S NUMERIC																	
					x NOT GOOD FOR PASSAGE				CARR		FLIGHT		C		DATE		TIME		STATUS		FARE BASIS		N/TV/B		N/TV/A		BAGGAGE ALLOWAN	
					HARARE				OZ		369		Y		15OCT		0245		OK		Y RT				15OCT		20K	
					LUANDA				RK		258		Y		16OCT		1510		OK		Y RT				15 OCT		20K	
					LIBREVILLE				GW		369		Y		18DEC		0645		OK		Y RT				15 OCT		20K	
					LOME				MS		951		Y		21JAN		0700		RO		Y RT				15 OCT		20K	
					HARARE				TOUR CODE				PASSENGER TICKET AND BAGGAGE CHECK - ISSUED BY															
					FORM OF PAYMENT				CASH				VATSALAAIRWAYS															
TOTAL FARE CALC		ROE		1.00																								
USD 1229.00		NUC		1229.00																								
FARE		EQUIV. FARE PD.		TAX / FEE / CHARGE		TAX / FEE / CHARGE		TAX / FEE / CHARGE		CPN		AIRLINE CODE		FORM AND SERIAL NUMBER		CK												
USD 1229.00				20 AC		16.90 GA		26.70 XT		239		25367		84597														
TOTAL		CURRENCY		CASH COLLECTION		CREDIT BALANCE		COMM. RATE		TAX AMOUNT																		
USD 1292.60		USD		1229.00		*****		9		63.60 XT																		

HOW TO CALCULATE THE TAXES

023.

HOW TO CALCULATE THE TAXES

#	EXAMPLE:#			
#	Tax	For Adult Passenger		
	Itinerary	You are working for ABC travel Harare (Zimbabwe). After having calculated the fare for adult passenger, you now have to collect the TFCS in local currency for the routing: HARARE (Zimbabwe) - OZ - LUANDA (Angola) - RK - LIBREVILLE (Gabon) - GW - LOME (Togo) - MS - HARARE (Zimbabwe), with stopovers at each point.		
	Fare	USD - 1229.00		
	BSR	1 XAF - USD 0.00135, 1 XOF - USD 0.00135		
	TAXES			
	LCF	USD - 1229.00		
	COUNTRY	CODE	DETAILS	AMOUNT
	ZIMBABWE	-	NONE	-
	ANGOLA	AO	EMBARKATION TAX - INTERNATIONAL USD 20	USD 20.00
	GABON	GA	AIRPORT TAX XAF 12500 X 0.00135	USD 16.90
		SX	LIBREVILLE PASSENGER SERVICE SHCARGE XAF 3500 X 0.00135	USD 4.70
		WZ	INTERNATIONAL SAFETY CHARGE XAF 1500 X 0.00135	USD 2.30
	TOGO	ZT	AERONOTICAL DEVELOPMENT CHARGE XOF 5000 X 0.00135	USD 6.80
		TH	EMBARKATION TAX XOF 2500 X 0.00135	USD 3.40
		YG	SECURITY TAX XOF 2000 X 0.00135	USD 2.70
		VO	PASSENGER SERVICE CHARGE XOF 5000 X 0.00135	USD 6.80
	ZIMBABWE	-	NONE	-
	ENDORSEMENT / RESTRICTION BOX:			
	XT USD 4.70 SX, 2.30 WZ, ZT 6.80, 3.40 TH, 2.70 YG, 6.80 VO			
	REMITTANCE AREA:			
	FARE	EQVL FARE PD	TAX	TAX
	USD 1229.00		20.00 AO	16.90 GA
	TOTAL			26.70 XT
	USD 1296.00			

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