

# ALL ODISHA RICE MILLERS ASSOCIATION

S-3/36 , Sec-A, Zone-B, Mancheswar Indl. Estate, Bhubaneswar-751010

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Dated 18<sup>th</sup> March, 2014.

To,  
The Commissioner-cum-Secretary,  
Food Supplies & Consumer Welfare Department,  
Government of Odisha,  
Bhubaneswar-751001.

Dear Sir,

**Sub: Problem/Constraints faced by the State Govt. in adopting  
DCP mode of Procurement – Inclusion of Insurance  
Premium in the costing sheet of CMR thereof.**

Most respectfully we would like to draw your kind attention to the views/comments sent by your honour to GOI vide FS&CW Letter No.4560 Dt.14.3.14 in response to DO No.F-195(3)/2014-FC.A/C Dt. 06.03.2014 on the above subject. While most of the important points are covered, *we find that the matter of inclusion of Insurance Premium on Paddy/Rice stock in the economic cost sheet has missed out.*

The recovery towards insurance premium by OSCSC from Custom Millers for *KMS 2012-13 had been fixed @Rs.1.18 paise* per quintal paddy *and an amount of about Rs.5.9 crores is likely to be recovered.* It is not feasible for the millers to part away with such a huge amount. In earlier years, it was recovered @Rs.0.35 paise and @Rs.0.67 paise during KMS 2010-11 & 2011-12 respectively. *There is increase in the rate for KMS 2012-13 by an amazing 237% and 76% compared to the rates of KMS 2010-11 & 2011-12.* Request to GOI for “Inclusion of insurance premium in the costing sheet” vide FS&CW Letter No.5145 Dt.20.3.2012 is yet to be considered by GOI. *(Copy enclosed).*

We therefore, most humbly *request your honour that a supplementary letter may kindly be sent to GOI in continuation of your earlier letter Dt.14.3.2014 for inclusion of insurance premium* in the costing sheets w.e.f. KMS 2010-11 in view of frequent natural calamities in our State and oblige.

Encl: Copy of letter as above.

Copy to: Managing Director, Oscsc Ltd, Bhubaneswar.

Yours faithfully,

Sd/-.  
(Santosh Kr. Agrawal),  
Secretary.