

BY FAX

GOVERNMENT OF ODISHA
FOOD, SUPPLIES & CONSUMER WELFARE DEPARTMENT

No. 14285 / Bhubaneswar dated the 1-9-14
09-61-06/2014

From

Shri Ranjit Kumar Mahanty, O.A.S. (SAG)
Additional Secretary to Govt.

To

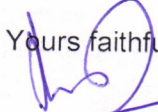
The General Manager, F.C.I., Bhubaneswar
The Managing Director, OSCSC Ltd., Bhubaneswar
The Registrar Co-operative Societies, Bhubaneswar
The Managing Director, TDCC Ltd., Bhubaneswar
The Managing Director, MARKFED, Bhubaneswar
The Branch Manager, NAFED, Red Cross Bhawan, Bhubaneswar
The Secretary, All Orissa Rice Millers Association, S-3/36, Sec-A, Zone-B,
Mancheswar Industrial Estate, Bhubaneswar

Sub: **Proceedings of the meeting held on 19.08.2014 at 3.30 PM in the Conference Hall of F.S. & C.W. Department on Procurement of Paddy under the chairmanship of Commissioner-cum-Secretary, F.S. & C.W. Department.**

Sir,

I am directed to send herewith the proceedings of the meeting held on 19.08.2014 at 3.30 PM in the Conference Hall of F.S. & C.W. Department on Procurement of Paddy under the chairmanship of Commissioner-cum-Secretary, F.S. & C.W. Department for information and necessary action.


Yours faithfully,


01/9/2014

Additional Secretary to Govt.

Memo No. 14286 date 1-9-14


Copy along with copy of enclosure forwarded to PS to Commissioner-cum-Secretary to Govt., F.S. & C.W. Dept. for kind information of Commissioner-cum-Secretary to Govt., F.S. & C.W. Department.


01/9/2014

Additional Secretary to Govt.

FAX
Memo No. 14287 date 1-9-14

Copy along with copy of enclosure forwarded to All Collectors/C.S.O.s for information and necessary action.


01/9/2014

Additional Secretary to Govt.

**Proceedings of the weekly paddy procurement review meeting held
on 19.08.2014 at 3.30 PM in the Conference Hall of
F.S & C.W. Department**

The weekly paddy procurement review meeting was held under the Chairmanship of Commissioner-cum-Secretary, F.S & C.W. Department on 19th August, 2014 at 3.30 P.M. in the Conference Hall of F.S & C.W. Department. The following members were present in the meeting.

1. Dy. General Manager, FCI, Bhubaneswar
2. General Manager (Proc.), OSCSC Ltd., Bhubaneswar
3. General Manager, TDCC, Bhubaneswar
4. Branch Manager, MARKFED, Bhubaneswar
5. Asst. Manager, NAFED, Bhubaneswar
6. Assistant Registrar, Co-operative Societies, Bhubaneswar
7. Secretary, All Odisha Rice Millers Association, Bhubaneswar

1) Review on Procurement of paddy and delivery of rice for KMS 2012-13

The delivery of CMR for the KMS 2012-13 made by different Procuring Agencies was reviewed. The following Agencies have delivered CMR as given below: -
(Figure in MT)

Sl No	Name of the Agencies	Paddy procured	Equivalent Rice	Rice Delivered		Total
				RRC (OSCSC)	FCI(as per FCI figure)	
1	2	3	4	5	6	7
1	OSCSC Ltd.	5002311	3401571	2419051	936571	3355622
2	MARKFED	258732	175938	0	173014	173014
3	NAFED	36684	24945	0	24802	24802
4	TDCC	46843	31853	0	31188	31188
5	FCI	5600	3808	0	3809	3809
6	Levy	66859	34098	0	30920	30920
Total		5417029	3672213	2419051	1200304	3619355

During last week, only about 747 MT of CMR has been delivered by millers to OSCSC. As on date about 0.38 lakh MT rice of last KMS remains to be received by OSCSC. MARKFED has a backlog of 1280 MT. On a close analysis, following 9 districts are found to be big defaulters for OSCSC.

1. Sambalpur: - 3776 MT

5. Ganjam :- 6800 MT

2. Bhadrak: -	5134 MT	6. Jagatsinghpur :-	3622 MT
3. Baleswar: -	7997 MT	7. Khurda :-	2182 MT
4. Kalahandi: -	1873 MT	8. Cuttack: -	1759 MT
		9. Sonapur: -	1638 MT

Notice has been issued to 28 millers for defaulting in KMS 2012-13 by the General Manager (PDS) as per instructions in the last meeting. He mentioned that 3 Millers i.e. 2 millers in Jharsuguda and 1 miller in Sambalpur who are to get more money from OSCSC than the acquisition cost of paddy available with them, OSCSC may take step to adjust the dues of such millers over next week.

In Ganjam district, many Millers have claimed for insurance. The Insurance Company has already settled claims to the tune of 3.50 Crore to OSCSC against claim of 40 Millers of Ganjam dist., one miller of Jagatsinghpur and one miller of Khurda district and also informed that claim of about 60 remaining millers shall be settled before end of Aug'2014.

The C.A. audit of the defaulting Millers in all the districts for 2012-13 KMS has already been completed and the submission of report is pending.

2. Review on Procurement of paddy and delivery of rice for KMS 2013-14

The review of procurement of paddy and delivery of rice by different Agencies for the KMS 2013-14 was made. On review, it was found that as on 18.08.2014, **4200501 MT** of paddy has been procured. It was 54.09 Lakh MT Paddy by same time last year.

The following table shows the Agency wise procurement of paddy and delivery of rice as on **18.08.2014**.

(Figures in MT)

Sl No.	Name of the Agencies	Target allotted in terms of Rice	Paddy procured	Equivalent rice	Delivery of rice in RRC	Delivery of rice in FCI	Total Rice delivery
1	2	3	4	5	6	7	8
1	OSCSC Ltd.	2872100	4033937	2736178	921288	733777	1655065
2	MARKFED	133000	85081	57855		44097	44097
3	NAFED	36000	6178	4201		3907	3907
4	TDCC	42000	49104	33391		30973	30973
5	FCI	25000	1070	728		727	727
6	Levy	137600	25131	4272		2389	2389
Total		3245700	4200501	2836625	921288	815869	1737157

34,500 MT & 31,000 MT of CMR has been delivered to RRCs & FCI depots respectively during the last week. The procurement by State Agencies other than

OSCSC is very poor. Out of 42.00 LMT paddy procured, OSCSC has procured 40.33 Lakh MT which is 96% of the total procurement.

District Collectors have been instructed to ensure that all CMR for KMS 2013-14 is received by 30th Sept'14. In turn, Collectors should intimate all millers fixing monthly delivery targets of CMR for August & Sept. 2014 and ensure its receipt.

3. Plan for delivery to FCI & Evacuation by FCI.

815869 MT of CMR has been received by FCI in the current KMS till 16.08.2014. Dy. GM FCI informed that utilisation of Storage space is 78.9%. Stock position of FCI as on date is as under.

Wheat	2.27 lakh MT
Rice	2.27 lakh MT
Total	4.54 lakh MT

It was ascertained from D.G.M., FCI that in August 2014, FCI will evacuate 1,50,000 MT of rice and induct 20,000 MT of wheat into the State.

The following table shows the month-wise Receipt and Evacuation of CMR by FCI for last KMS & current KMS.

Month	Receipt by FCI (in MT)	Out Evacuation by FCI (in MT)
Dec.2013	5956	103065 (of 12-13KMS)
Jan.2014	66234	78401
Feb.2014	116753	72350
March.2014	155647	103372
April.2014	114608	68146
May.2014	100559	57070
June.2014	88477	80493
July.2014	86690	87640
August(16.08.14)	52354	73221
Total	787278	723758

GM, FCI has been requested to convene a meeting for fixing transportation rate for State Agencies or their Millers for delivery of CMR to FCI depots in next KMS as done in January 2014 for current KMS. This may be done by 10/09/2014.

4. Programme for delivery of rice to FCI for August, 2014 by OSCSC

This programme is based on paddy procurement as on 18.08.2014

(Figures in MT)

Sl. No.	Name of the district	Total CMR due up to 18/08/14	CMR Delivered up to 18/08/14	Balance CMR due	Total FCI delivery due	Total delivered to FCI	Balance FCI due	Target for Aug. to FCI	CMR delivered to FCI during July
1	Angul	28021	14860	13161	1401	1562	0	0	0
2	Balasore	41282	34853	6430	6192	9998	0	0	323
3	Baragarh	623064	378539	244525	383306	310846	72460	58476	46805
4	Bhadrak	74822	51199	23623	26181	14137	12044	5183	2051
5	Bolangir	158548	83423	75125	31710	34870	0	1085	4746
6	Boudh	44419	18275	26144	11151	1051	10099	3618	350
7	Cuttack	39288	34214	5074	6234	9688	0	0	0
8	Deogarh	16228	11503	4726	4126	377	3748	1298	162
9	Dhenkanal	47842	36032	11810	4784	5636	0	0	0
10	Gajapati	18662	17623	1038	933	3585	0	0	0
11	Ganjam	77877	52544	25332	22044	5315	16729	0	1172
12	Jagatsinghpur	25289	17592	7697	6334	5634	700	552	658
13	Jajpur	27511	23256	4256	2751	1538	1214	521	188
14	Jharsuguda	30589	13103	17486	9177	7345	1832	1059	726
15	Kalahandi	308164	166280	141884	129284	92710	36574	16565	12152
16	Kandhamala	11633	7299	4335	0	0	0	0	0
17	Kendrapara	16666	14126	2540	833	972	0	26	189
18	Keonjhar	38619	26102	12517	1931	2589	0	0	0
19	Khurda	27416	17907	9509	6908	4586	2322	1314	971
20	Koraput	132921	76121	56799	20216	10473	9743	3547	283
21	Malkanagiri	51202	31007	20196	2709	1726	983	328	0
22	Mayurbhanj	39759	29665	10094	1995	2452	0	0	323
23	Nawarangpur	103676	53133	50543	16103	7622	8481	2983	998
24	Nayagarh	49363	20822	28541	15031	5642	9389	3723	511
25	Nuapada	65812	39981	25831	19513	22873	0	0	377
26	Puri	47544	33630	13914	7038	7969	0	0	710
27	Rayagada	77905	65052	12853	9913	8120	1792	877	863
28	Sambalpur	195666	126357	69309	82741	72936	9804	7108	6970
29	Sonepur	254045	119247	134798	133925	63158	70767	18768	7170
30	Sundargarh	62344	30111	32233	6234	7159		0	54
Total		2736178	1643856	1092322	970696	722568	268681	127031	88755

It was instructed to issue warning to those millers & concerned CSOs of the districts who have delivered less than 50% of the CMR due as yet. The Govt. of India has been requested in the prescribed Porforma to extend by 3 months i.e. up to 31.12.2014 for delivery of CMR to Central Pool. Similarly "Pun grain" model proposal

now prevailing in the State of Punjab shall also be submitted to GOI, for delivery of CMR from RRCs of OSCSC to other States directly.

5. Status of PEG godowns (as on date)

	C.W.C	O.S.W.C.	Total	Remarks	
				C.W.C	OSWC
Started	162500	97000	259500		
Not Started	25000	15500	40500	Balasore, Puri, Kutra, Ujjalpur,	Angul, Anandpur
In progress	20000	15000	35000	Aska, Kendrapara,	Nayagarh Dhenkanal
Completed	132500	92000	224500		
Not in use					
Taken over by OSCSC	127000	92000	224500		

It was decided in the SLC meeting to transfer the land for the projects at Puri, Kutra & Ujalpur with capacities of 5000 MT each to OSWC for taking up the work at their level. The RM, CWC stated that the proposal of transfer of land of Ujalpur & Kutra is now with the Collector, Sundargarh and it is expected that the transfer of land from CWC to OSWC will be materialised within 10 days & the estimate will be furnished by CWC within a week. As regards Puri, it was decided that a Joint Team will visit the site at Balukhand in the district of Puri within 10 days. The RM, CWC committed that the electrification work of PEG godown at Aska will be completed in all respect within 31st Aug.'2014. Similarly, approach road to PEG godown at Nayagarh will be completed soon. Further, tender has been opened for the PEG- godown to be taken up at Balasore. The RM, CWC further stated that the 2nd tender for Anandpur PEG-godown will be opened on 1st Sep.'2014 and estimate for Boinda project shall be prepared by CWC on or before 31st Aug.'2014.

6. Pending bills with FCI.

(All in Crore Rs.)

SI No.	State Agency	Pending bill till 11.08.14	Bill submitted to FCI during 11.08.14 to 18.08.14	Total pending bills	Bills settled during last week (upto 18.08.14)	Closing Balance of pending as on 18 .08.14
1	OSCSC	489.70	53.96	543.66	15.04	528.62
2	MARKFED	12.44	2.81	15.25	1.76	13.49
3	NAFED	-	-	-	-	-
4	TDCC	10.13	0.00	10.13	2.26	7.87
Total		512.27	56.77	569.04	19.06	549.98

The GM FCI has taken steps to reduce the pending dues of OSCSC. The GM, FCI stated that, he would look into the issue of arrear dues of 2011-12 & 2012-13 KMS and clear on priority. The table below indicates year-wise pendency of OSCSC 2013-14.

PENDING BILLS WITH FCI					
(Rupees in Crore)					
KMS	Pending Bill till 11.08.14	Bills submitted to FCI during 11.08.14 to 18.08.14	Total	Amount settled during last week (upto 18.08.14)	Balance outstanding as on 18.08.14
2012-13	124.54	0.12	124.66	0	124.66
2013-14	365.16	53.84	419.00	15.04	403.96
Total:	489.70	53.96	543.66	15.04	528.62

OSCSC was requested to submit all their bills relating to current KMS (2013-14) for CMR delivered up to 31st July'2014 positively and continue the same trend month after month. A timeline needs to be fixed by OSCSC Head office for submission of bills after delivery at FCI for the District Manager-cum-CSOs. It was decided that a letter would go to GM; FCI that OSCSC has MoU with DCCB and accordingly agent commission is given to DCCB & DCCB gives it to PACs. Hence, a certificate by DCCB is to be considered sufficient as regards payment of commission charge. The Commissioner suggested that a meeting be arranged for analysis of this position.

7. Miscellaneous:

It was pointed out by G.M. FCI that the old stock of CMR for the KMS 2011-12 & 2012-13 are lying in OSCSC godowns at Phulabani and Malkangiri while the new stock of CMR is being exhausted without utilising the old stock first. It was found that 1100 MT CMR of the year 2012-13 is available in Phulabani and 497 MT in Malkangiri district which is required to be issued on priority under PDS. After discussion it was decided that the old stock of these two districts would be issued under PDS from August 2014 onwards on priority.

The M.D., OSCSC was requested to issue specific instruction to CSOs of Khurda, Nuapada, Sambalpur Sonepur & Bolangir district to utilise the stock of 2012-13 by August, 2014 positively. Similarly, movement of CMR of 2012-13 of Bargarh and Kalahandi districts are to be made on priority as they have more than 1.15 lakh MT of CMR of 2012-13 KMS. The Commissioner instructed that the CMR of KMS 2012-13 should be liquidated within 30th Sep '2014. In the last review it was found that, 21,000 MT of CMR was due on millers of Malkangiri district, where as PDS requirement of the district is only about 4000MT per month. The Commissioner instructed DGM (Finance), for movement of CMR of 1000MT per month from Malkangiri to Nawarangpur district through Level-1 contractor. GM (proc.) informed that there is no need of CMR in

Nawarangpur district and the movement of CMR would take place from Malkanagiri to Jeypore.

8. Demands of Millers Association:

The demands of Millers Association were also discussed in the weekly review meeting and following observations were made.

1. The analysis report of the paddy which is selected for trial milling as well as analysis report of the resultant rice was discussed. The Commissioner requested to give details of problem faced during trial milling.
2. The revision of milling and transport charges by Tariff commission was discussed and as MD / DGM were to attend a GOI meeting on the same issue, the matter was deferred.
3. The assessment and arrangement of space at RRCs in Koraput district to ensure timely delivery by millers was discussed and it was decided to ask CSO Koraput to efficiently manage the storage space.
4. The advance planning for lifting, transportation and storage of paddy at OSCSC Godowns during ensuring KMS 2014-15 was discussed. The Commissioner suggested that the CAP Storage method be adopted for storage of paddy like being in Chatisgarh. A detailed proposal would be prepared by OSCSC in this regard.
5. The communication of revised rates of custody and maintenance was discussed. It was decided that MD OSCSC would look into this matter.
6. The Rationalization of additional insurance premium on carry over stock was discussed. MD OSCSC will take necessary steps in this matter.
7. Notification to be issued by the finance Dept. / Co-operation Dept. on exemption of 2% CST and reimbursement of 2% Market fees on rice sale outside State was discussed. The Deputy Secretary will follow this matter in the Finance Dept.

The meeting ended with a vote of thanks to the Chair & all participants.

Sd /-
Commissioner-cum-Secretary,
F.S & C.W Department