

**PROPOSED CHANGES IN THE OPERATIONAL GUIDELINES FOR PADDY PROCUREMENT IN KMS 2018-19**

Sl. No	Para No.	Item	Existing	Modification	New to be inserted	To be deleted
1	2	3	4	5	6	7
1	7.1 & 7.3	Execution of agreement	CSO-cum-District Manager, OSCSC Ltd. shall execute agreement with individual PACS/LAMPSCS. OSCSC Head Office shall execute an agreement with OSCB for financial transaction related to paddy procurement operation	<ul style="list-style-type: none"> <li>&gt; On behalf of OSCSC Ltd., CSO-cum-DM shall execute agreement with individual society/PACS. For the purpose of authenticity ARCS, concerned will endorse the signature of the Secretary/authorized functionary of the PACS on the document.</li> <li>&gt; OSCSC shall execute agreement with OSCB for procurement related transaction.</li> </ul>		
2	9.1	Records and registers at the PPCs	The records and registers shall be maintained at the purchase centres run by PACS, WSHGs and PPs	Except cash book which has become redundant on implementation of P-PAS and DBT.		
3	12.5	Farmers paddy assessment and procurement register	The register would indicate the target for the society which is the sum total of marketable surplus of paddy of all registered farmers under the society.	Societies/organizations undertaking paddy are to takeout auto generated print (hard copy) of purchase paper indicating quantum of paddy, compile in the form of register signifying the total marketable paddy and thus the target of the society.		
4	15.6	Responsibilities of RMC			<ul style="list-style-type: none"> <li>&gt; RMC to ensure that farmers bring paddy of FAQ standard to the PPC. In case the same is in wet condition having inadmissible moisture content it should take up the responsibility of dissuading the farmers from bringing such paddy and in some cases if need be should take steps for drying.</li> <li>&gt; Upon arrival of paddy at the PPCs sample testing would be conducted to see</li> </ul>	



				<p>if it conforms to FAQ norms. RMC would provide temporary quality analyst at each Mandi/PPC for conducting such sample testing. These quality analysts may be sourced from outside and trained beforehand.</p>
5	17.3	<p>Custom millers eligible to participate in KMS 2018-19</p>	<p>However if the defaulted millers of earlier years have delivered rice or deposited the cost of shortage subsequently, those millers may be considered for appointment with the approval of OSCSC Head Office on such terms and conditions as decided by Govt. in FS &amp; CW Department. In such case the custom miller shall be delivered paddy on 100% security deposit.</p> <p>However if any defaulting miller of earlier years has delivered rice or deposited the cost of shortage subsequently and in the event the participation is allowed, the miller will be treated as new mill for all purposes.</p> <p>In the KMS if shortage is detected with the mill the same can be replenished by the miller in the form of paddy/rice within the KMS. In case there is no on-time recoupment, extension upto one month may be considered for deposit of resultant rice after milling. As an alternative, purchase of rice may be allowed subject to appropriate decision by the competent authority as regards payment of incidentals. But in case of detected shortfall, custody and maintenance charges will not be paid under any circumstance for the corresponding period and quantity. Beyond one month, the cost of shortage will be recovered treating the same as public demand and appropriate criminal action will be initiated.</p>	
6	18.5	<p>Selection of custom miller</p>	<p>After commencement of procurement/cutoff date, some millers will become eligible as per criteria mentioned above due to further delivery of CMR. In such cases, the custom miller may be allowed to participate on 100% security deposit.</p> <ul style="list-style-type: none"> <li>➤ Participation of millers for the KMS 2018-19 who have delivered 100% CMR by dt.30.09.2018 shall be treated as regular miller for participation on 1:3 SD norm.</li> <li>➤ Delivery of 100% CMR due after cutoff date i.e. 30.09.2018 will invite participation on 100% security norm.</li> <li>➤ Custody and maintenance charges for the outlying period with reference to the stipulated dateline will not be allowed to the miller.</li> </ul>	
7	18.6	<p>Selection of custom miller</p>	<ul style="list-style-type: none"> <li>➤ In case of any mill having been acquired either by purchase or lease the inheritor/purchaser shall be liable for payment of the dues of the defaulting miller. Such</li> </ul>	



			<p>the custom miller to OSCSC for its earlier operation in any of the KMS, the purchaser or lessee of that mill shall not be allowed to participate as custom miller for the KMS 2017-18 until and unless the previous outstanding dues of the Corporation is settled. The miller if clears the outstanding dues, shall be allowed to participate by furnishing 100% security against paddy delivered</p>	<p>mill shall be allowed to participate in 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> year on SD norm of 1:1, 1:2 and 1:3 respectively.</p> <p>➤ However this incremental yardstick of 3 years will be subject to Corporation decisions on ratio between security and procured quantity.</p>		
8	18.8	Selection of custom miller	<p>The miller at the time of agreement shall declare his debts/liability/loan amount outstanding from Banks supported by audited Balance Sheet as on 31.03.2017.</p>	<p>The miller at the time of agreement shall declare in the shape of affidavit his debts, liability, outstanding loan amount due to bank supported by audited balance sheet as on 31.03.2018</p>	<p>In case of multiple ownership the onus of default will be on the miller, not on any particular mill of his ownership. Accordingly the punitive provision as delineated elsewhere will apply to all the participating mills of his ownership irrespective of the act of default committed in respect of any number of mills owned by him.</p>	
9	18.9					
			<p>Lease hold mills of Cooperation Department can be allowed to participate in the procurement operations, subject to the condition that Cooperation Department shall stand as their guarantor. In such cases, these millers shall be treated as regular millers.</p>	<p>Lease hold mills of Cooperation Department can be allowed to participate in the procurement operations on 1:1 SD norm</p>		
10	19.2.1	Participation of lease hold mills				



11	20.1	Participation by new mills	During KMS 2017-18 new mill may be allowed to participate after due checking by the CSO-cum-District Manager.  Such new mill(s) shall be given paddy 3 (three) times of the security deposit.	During KMS 2018-19, new mill may be allowed participation after due inspection of such mill, which will include assessment of milling capacity/ staff strength and ancillary infrastructure among all other things. The capacity will be assessed with reference to pertinent documents like electricity bill, report of Pollution Control Board and drying / boiler capacity whichever indicates the lowest	
12	20.2			<ul style="list-style-type: none"> <li>➤ Such new mill shall be given paddy on 1:1 SD norm</li> <li>➤ The norm of participation for new rice mill in surplus district shall be 1:1 SD norm for 3 years and in deficit district 1:1, 1:2 &amp; 1:3 for 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> year respectively.</li> </ul>	
13	22.3.1	Engaging custom millers from outside districts			The general guiding principle will be the factor of distance. However the track record of participating millers, their capacity may sometimes take precedence over distance factor. Participation of outside miller in deficit districts will be discouraged.
14	22.9		The miller shall be given paddy three (3) times of security. The millers shall furnish separate security amount with the District Manager from where paddy procured.	<ul style="list-style-type: none"> <li>➤ Participation by outside miller shall be on 1:2 SD norm except for Jagatsinghpur where it will be 1:3 SD norm</li> <li>➤ The Millers shall furnish separate instrument of security to the District Manager from where the paddy will be procured.</li> </ul>	
15	23.15	Delivery of paddy against security deposit to the custom millers	The BG shall be valid upto 30 <sup>th</sup> September 2018	<ul style="list-style-type: none"> <li>➤ For the double crop districts CMR delivery dateline for Kharif crop being 15.04.2019, the corresponding BG shall be valid upto 31.05.2019.</li> <li>➤ In case of single crop districts CMR delivery dateline being 15.07.2019, the BG shall be valid upto 31.08.2019.</li> <li>➤</li> </ul>	
16	23.16	Delivery of paddy against security deposit to the custom millers	On review of performance of the millers by the CSO-cum-DM, the validity period of the Bank Guarantee is to be extended by the custom millers where the miller would not be able to deliver entire CMR due by 30.09.2018	On review of performance of the millers by the CSO-cum-DM, the validity period of the Bank Guarantee as stated above (Para-23.15) is required to be extended by the custom millers where the miller would not be able to deliver entire CMR by the stipulated dates.	




		<p>Millers have to provide minimum security deposit as mentioned in the table below before execution of agreement</p> <table border="1" data-bbox="1061 862 1396 1556"> <thead> <tr> <th>Sl. No</th> <th>Milling capacity in producing rice in MT in 2 shifts of 8 hours each</th> <th>Security deposit in shape of Bank Guarantee/Fixed Deposit</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Upto 1 MT</td> <td>Rs.3,00,000/-</td> </tr> <tr> <td>2</td> <td>2 MT</td> <td>Rs.6,00,000/-</td> </tr> <tr> <td>3</td> <td>3 MT</td> <td>Rs.9,00,000/-</td> </tr> <tr> <td>4</td> <td>4 MT</td> <td>Rs.12,00,000/-</td> </tr> <tr> <td>5</td> <td>5 MT &amp; so on</td> <td>Rs.15,00,000/-</td> </tr> </tbody> </table> <p>Issue of MAS shall be subject to milling capacity.</p>	Sl. No	Milling capacity in producing rice in MT in 2 shifts of 8 hours each	Security deposit in shape of Bank Guarantee/Fixed Deposit	1	Upto 1 MT	Rs.3,00,000/-	2	2 MT	Rs.6,00,000/-	3	3 MT	Rs.9,00,000/-	4	4 MT	Rs.12,00,000/-	5	5 MT & so on	Rs.15,00,000/-	
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17	23.17 Delivery of paddy against security deposit to the custom millers	In place of 23.17 security deposit norm vis-à-vis milling capacity																			
18	23.17 * Delivery of paddy against security deposit to the custom millers	Milling capacity in 2 shifts of 8 hours each x Rupees three lakh	<p>➤ Milling capacity of the mill as on 01.01.2018 shall be taken into consideration for the KMS 2018-19 unless otherwise proved by the miller for its enhancement in necessary infrastructure.</p> <p>➤ Augmentation of the milling capacity as certified by District Manager shall be approved by the Corporation Head Office</p> <p>➤ The assessment of milling capacity will be linked to electricity connection load and consumption</p> <p>➤ There will be provision of incentive for early delivery which will be rolled out by executive order of the Corporation</p>																		
19	23.20 Delivery of paddy against security deposit to the custom millers																				

20	29.1	Packing of paddy in used jute gunny bags			One bag of 50Kg. capacity will contain 37.5 Kg. of paddy. Authorized Officer is to inspect and ensure that only jute bags (old/new) are used for packing of paddy. On detection and report of deviation proportional deduction from gunny usage charges will be effected	
21	42.4	Replacement of beyond rejection limit (BRL) stock of CMR and imposition of penalty for delivery and receipt of BRL stock	Concerned custom miller shall also be asked to show cause and be imposed with fines up to Rs.10,000/- per lot for delivery of BRL stocks			To be deleted
22	48.7	Supply of new gunnies for packing of CMR			Supplying jute mills will be mapped and tagging of the millers will be made in respect of the districts ordinarily looking at distance and deviation will be exceptional keeping in view emergent situation. Accordingly proposal will be submitted to the Jute Commissioner of India	
23	48.8	Supply of new gunnies for packing of CMR			The requirement of gunny will be assessed with reference to this year's target and also last year's actual procurement in respect of the district by the District Manager concerned. Accordingly he will place the indent with Corporation Head Office in due time. Supply will be staggered in 3 phases for Rabi Kharif and 1 phase for Rabi	



					Supply of 1 <sup>st</sup> phase for Kharif will be made in November and supply for Rabi will be made in May, 2019.	
24	48.9	Supply of new gunnies for packing of CMR			The District Manager shall be responsible for smooth delivery of new gunnies at miller points proportionate to paddy quantity allocated to the concerned miller.	
25	48.10	Supply of new gunnies for packing of CMR			RRC in-charge will ensure receipt of CMR only in the new gunny bags supplied by Jute Commissioner.	

  
**Managing Director**

1. The first part of the paper is devoted to a general discussion of the problem. It is shown that the problem is well-posed in the sense of Hadamard.

2. In the second part, the method of characteristics is used to obtain the general solution of the problem. It is shown that the solution is unique and depends continuously on the data.

3. In the third part, the problem is solved numerically. It is shown that the numerical solution is stable and converges to the exact solution.

4. Finally, some numerical results are presented. It is shown that the numerical solution is in good agreement with the exact solution.

The author is grateful to the referee for his valuable comments.

where  $f(x)$  is a given function and  $g(x)$  is a given function.

The problem is well-posed in the sense of Hadamard.