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GOVERNMENT OF ODISHA
FOOD, SUPPLIES & CONSUMER WELFARE DEPARTMENT

No. 531 /Bhubaneswar, dated the 8/1/18
FSCW-PL-MISC-0026-2017

From
Shri Bijay Kumar Prusty, OAS(S)
Joint Secretary to Govt.

Govt (A)

To
The Commissioner of Commercial Taxes, Odisha, Cuttack
The Addl. Secretary to Govt., Finance Department
The Managing Director, OSCSC Ltd., Bhubaneswar

Minutes to all concerned

Sub: **Minutes of the meeting held on 22.12.2017 on Levy of GST on Goods & Services relating to OSCSC and other State Agencies on Paddy Procurement Operations.**

Sir,

I am directed to send herewith the minutes of the meeting held on 22.12.2017 at 11.00 AM in the Office Chamber of Commissioner-cum-Secretary, FS & CW Department on Levy of GST on Goods & Services relating to OSCSC and other State Agencies on Paddy Procurement Operations under the chairmanship of Commissioner-cum-Secretary to Govt., F.S. & C.W Department for information and necessary action.

Yours faithfully,

(Signature)
8.1.18

Joint Secretary to Govt.

Memo No. 532 . date. 8/1/18.

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.

(Signature)
8.1.18

Joint Secretary to Govt.

*Mr. D. Sahu
8/1/18*

Minutes of the meeting held on 22.12.2017 at 11 AM in the Office Chamber of Commissioner-cum-Secretary, FS & CW Department on Levy of GST on Goods & Services relating to OSCSC & other State Agencies on Paddy Procurement Operations.

Commissioner-cum-Secretary to Government, FS & CW Department presided over the meeting. The list of participants is at Annexure-I.

Initiating the discussion, Commissioner-cum-Secretary, briefed the members regarding the objective of the meeting and solicited expert views from the officers of Finance Department & Commercial Taxes Commissionerate present in the meeting on levy of GST on different goods & services availed by Odisha State Civil Supplies Corporation (OSCSC) in course of its procurement and PDS operations in the State.

After detailed discussions and deliberations, following findings/decisions were arrived at:

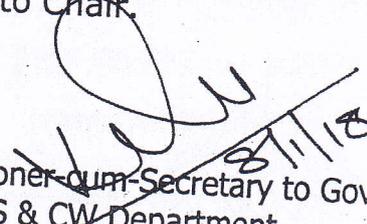
1. The following goods & services are exempted/having NIL Tax rate under GST.
 - Rice, wheat distributed to the beneficiaries under PDS.
 - Paddy purchased from the farmers.
 - Sale of rice & wheat under MDM.
 - Auction sale of damaged paddy & rice.
 - Transportation of rice, wheat & paddy by road by transport contractors & custom millers as the case may be.
 - Handling charges on rice & wheat paid to Handling Contractors.
 - Custody & Maintenance charges, in nature of storage charges, paid to custom millers.
 - Labour charges for different handling operations at Mandi/ Paddy Purchase Centres on procurement of paddy.
 - Storage & Warehousing charges for storing of rice, wheat & paddy.
 - Driage i.e. loss of weight during storage of paddy due to moisture - allowed to custom millers.
 - FPS Margin to Fair Price Shops.
 - Rice, wheat supplied for relief issue & transportation of relief materials.

2. The following services are taxable under GST :

- Milling charges paid to custom millers for milling of paddy received from OSCSC/ other agencies as job work. The GST rate applicable was 18% from 1st July 2017 to 12th October, 2017 & 5% thereafter.
- Gunny usage charges – This is the rate for the once used/ old gunny bags used by the rice millers for packing of paddy till it is milled. Hence GST is livable on the usage charges paid to the custom millers.
- Vehicle hiring charges – In case cost of fuel & lubricants is paid along with hiring charges of vehicle GST rate is 18%. Otherwise on hiring charges GST rate is 5%.
- Sale of gas refills to consumers.
- Auction sale of vehicle, furniture etc.

Commissioner-cum-Secretary observed that Govt. of India has not provided for GST in the Costing Sheet for milling charges and usage charges. As such, OSCSC & other agencies can only reimburse GST to the custom millers after concurrence by the Department of Food & Public Distribution, Govt. of India.

The meeting ended with a vote of thanks to Chair.


Commissioner-cum-Secretary to Govt.
FS & CW Department

Memo No.

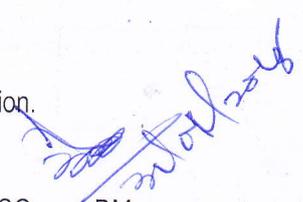
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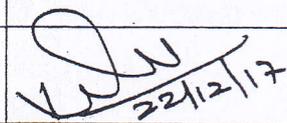
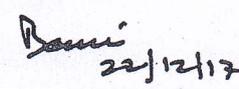
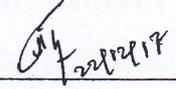
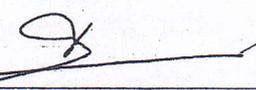
31.09.18

Copy submitted to :-

- 1) All Custom Millers for information and necessary action.
- 2) L-I Transport Contractor and Handling Contractor for information and necessary action.
- 3) All L-II Transport Contractor for information and necessary action.
- 4) All Accounts Staff/ SA-cum-GA and Junior Assistant working in District Office for information and necessary action.
- 5) P.I., LPG Godown for information and necessary action.
- 6) Regulatory Wing (CS Office), Keonjhar for information and necessary action.


CSO-cum-DM,
O.S.C.S.C Ltd, Keonjhar.

**Members present in the GST meeting held on 22.12.2017
at 11 AM**

Sl No.	Name & Designation	Signature
1.	Commissioner-cum-Secretary to Govt., FS & CW Deptt.	 22/12/17
2.	Commissioner of Commercial Taxes, Odisha	
3.	Addl. Secretary to Govt., Finance Deptt.	
4.	Managing Director, OSCSC	
5.	GM A/c, OSCSC.	 22/12/17
6.	Maoshanjan Acharya, Addl. CCT COJ	 22/12/17
7.	K. Mahurcardia	
8.	Sahakar John JC, HST Cell, P-D	
9.	Amarendra. Satpathy Addl. CEI	
10.	B. K. Prusty - Jt. Secy FS & CW	
11.	D. K. Jyoti. J.D.	