

BY FAX

GOVERNMENT OF ODISHA
FOOD, SUPPLIES & CONSUMER WELFARE DEPARTMENT

No. 15465 / Bhubaneswar dated the 19/9/2014
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 09.09.2014 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 09.09.2014 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,


19/9/2014
Additional Secretary to Govt.

Memo No. 15466 date. 19/9/2014

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.


19/9/2014
Additional Secretary to Govt.

FAY
Memo No. 15467 date. 19/9/2014

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


19/9/2014
Additional Secretary to Govt.

**Proceedings of the weekly paddy procurement review meeting held
on 09.09.2014 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 09th Sept., 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. General Manager, FCI, Bhubaneswar
2. Managing Director, OSCSC Ltd., Bhubaneswar
3. General Manager (Proc.), OSCSC Ltd., Bhubaneswar
4. General Manager, TDCC, Bhubaneswar
5. Manager P.P.(HQ.), MARKFED, Bhubaneswar
6. Asst. Manager, NAFED, Bhubaneswar
7. Assistant Registrar, Co-operative Societies, Bhubaneswar
8. The Secretary, All Orissa 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	2420724	936571	3357295
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	2420724	1200304	3621028

During last week, only about 800 MT of CMR has been delivered by millers to OSCSC. As on date about 0.30 lakh MT rice of last KMS remains to be received by OSCSC except in respect of Ganjam district. MARKFED has a backlog of 1280 MT. On a close analysis, following 9 districts are found to be big defaulters for OSCSC.

1. Sambalpur: - 3260 MT
5. Ganjam :- 6800 MT

2. Bhadrak :- 5080 MT	6. Jagatsinghpur :- 3203 MT
3. Baleswa :- 7997MT	7. Khurda :- 2066 MT
4. Kalahandi:- 1873MT	8. Cuttack :- 1759 MT
	9. Sonapur :- 1638 MT

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 in a few cases.

Notice has been issued to 22 millers for defaulting in KMS 2012-13 by the General Manager (Proc) as per instructions in this meeting. He mentioned that CMR dues of two Mills i.e. Maitree Rice Mill, Jagatsinghpur and Bishnupriya Rice Mill, Balasore to be settled within two days after adjustment of insurance claim. He further stated that three mills are continuing with their delivery of CMR. FIRs have already been lodged against 12 defaulting Millers. OSCSC shall call for explanation from District Managers for not taking steps for timely lodging of FIRs. As OSCSC has a battery of lawyers, they should take steps for vacation of orders of Hon'ble High Court on not taking coercive action against defaulting millers. Commissioner instructed GM (Proc.), to ensure lodging of FIRs against rest of the defaulting millers very soon.

In Ganjam district, many Millers have claimed for insurance. The Insurance Company has already settled claims to the tune of 6.52 Crore to OSCSC against claim of 46 Millers of Ganjam dist., one miller of Jagatsinghpur and one miller of Khurda district. Insurance company have informed that claim of remaining millers shall be settled before end of Sept.'2014. M.D OSCSC may call a meeting of insurance company official to review the matter of settlement in the last week of Sept'14. The venue of meeting will be Conf. Hall of the FS & CW Department.

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 08.09.2014, **4200501 MT** of paddy has been procured.

The following table shows the Agency wise procurement of paddy and delivery of rice as on **08.09.2014**.

(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	1014776	800270	1815046
2	MARKFED	133000	85081	57855		47691	47691
3	NAFED	36000	6178	4201		4102	4102
4	TDCC	42000	49104	33391		31918	31918
5	FCI	25000	1070	728		727	727
6	Levy	137600	25131	4272		2521	2521
Total		3245700	4200501	2836625	1014776	887228	1902004

40,528 MT & 18,394 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 the entire CMR for KMS 2013-14 is received by 30th Sept'14. In turn, Collectors should ensure that all millers deliver their fixing monthly delivery targets of CMR for Sept. 2014 and ensure its receipt.

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

887228 MT of CMR has been received by FCI in the current KMS till 06.09.2014. GM FCI informed that utilisation of Storage space is 77%. Stock position of FCI as on date is as under.

Wheat	2.24 lakh MT
Rice	2.22 lakh MT
Total	4.46 lakh MT

It was ascertained from G.M., FCI that in Sept, 2014, FCI will evacuate 1,10,000 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.2014	109234	97071
Sept.(06.09.14)	14480	29150
Total	858638	776758

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.

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

This programme is based on paddy procurement as on 08.09.2014

(Figures in MT)

Sl. No.	Name of the district	Total CMR due up to 08/09/14	CMR Delivered up to 08/09/14	Balance CMR due	Total FCI delivery due	Total delivered to FCI	Balance FCI due	Target for Sept. to FCI	CMR delivered to FCI during August
1	Angul	28021	17468	10553	1401	1562	0	0	0
2	Balasore	41282	37277	4006	6192	9998	0	0	0
3	Baragarh	623064	408193	214871	383306	338754	44552	58476	45132
4	Bhadrak	74822	56999	17823	26181	15027	11154	5183	1565
5	Bolangir	158548	92447	66101	31710	35759	0	1085	2344
6	Boudh	44419	20313	24106	11151	1510	9641	3618	458
7	Cuttack	39288	35213	4075	6234	9688	0	0	0
8	Deogarh	16228	11964	4264	4126	539	3587	1298	0
9	Dhenkanal	47842	40862	6981	4784	5636	0	0	0
10	Gajapati	18662	17859	803	933	3585	0	0	0
11	Ganjam	77877	58088	19789	22044	5881	16162	0	620
12	Jagatsinghpur	25289	19188	6101	6334	5823	511	552	406
13	Jajpur	27511	24375	3136	2751	1538	1213	521	163
14	Jharsuguda	30589	15095	15494	9177	8476	700	1059	1427
15	Kalahandi	308164	180583	127581	129284	99031	30253	16565	11123
16	Kandhamala	11633	8338	3295	0	0	0	0	0
17	Kendrapara	16666	15421	1245	833	972	0	26	27
18	Keonjhar	38619	28783	9836	1931	2589	0	0	0
19	Khurda	27416	20864	6552	6908	4883	2025	1314	945
20	Koraput	132921	81307	51614	20216	11896	8319	3547	2037
21	Malkanagiri	51202	33878	17325	2709	1726	983	328	0
22	Mayurbhanj	39759	31507	8252	1995	2452	0	0	0
23	Nawarangpur	103676	57511	46165	16103	8002	8101	2983	702
24	Nayagarh	49363	27452	21911	15031	8532	6499	3723	2052
25	Nuapada	65812	46271	19541	19513	24059	0	0	1456
26	Puri	47544	37624	9920	7038	8050	0	0	351
27	Rayagada	77905	68371	9534	9913	8687	1226	877	728
28	Sambalpur	195666	140363	55304	82741	80474	2267	7108	7550
29	Sonepur	254045	132545	121499	133925	72093	61832	18768	7961
30	Sundargarh	62344	32996	29348	6234	7159	0	0	0
Total		2736178	1799155	937023	970696	784380	209025	127031	87047

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. Physical verification of paddy stock may be made for these mills who have delivered less than 40% CMR for KMS 2013-14.

5. Status of PEG godowns (as on date)

	C.W.C	O.S.W.C.	Total	Remarks	
				C.W.C	OSWC
Not Started	25000	15500	40500	Balasore, Puri, Kutra, Ujjalpur,	Angul, Anandpur
In progress	20000	15000	35000	Aska, Kendrapara,	Nayagarh Dhenkanal
Completed	142500	82000	224500		
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 materialise shortly. As regards Puri, Joint Team has already visited the site at Balukhand in the district of Puri on 13.06.2014. They have suggested for allotment of alternative land under Puri Sadar Tahasil. The Collector Puri may be requested to identify a new site at an early date or else Puri district would lose this capacity. Additional Secretary to issue a letter within one week. The RM, CWC had committed that the electrification work of PEG godown at Aska and approach road to PEG godown at Nayagarh would be completed in all respect within 31st Aug, 2014. But till date, the same work has not been completed. Both CWC & OSWC may be called for next weekly meeting for review of construction of godowns under PEG-2009 scheme.

6. Pending bills with FCI.

(All in Crore Rs.)

SI No.	State Agency	Pending bill till 28.08.14	Bill submitted to FCI during 28.08.14 to 08.09.14	Total pending bills	Bills settled during last week (up to 08.09.14)	Closing Balance of pending as on 08.09.14
1	OSCSC	496.92	21.44	518.36	24.54	493.82
2	MARKFED	20.91	5.56	22.47	8.41	14.06
3	NAFED	-	-	-	-	-
4	TDCC	8.03	0.50	8.54	1.84	6.69
Total		525.86	27.5	549.37	34.79	514.57

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 the same on priority. The table below indicates year-wise pendency of OSCSC KMS 2012-13 and 2013-14.

PENDING BILLS WITH FCI					
(Rupees in Crore)					
KMS	Pending Bill till 28.08.14	Bills submitted to FCI during 28.08.14 to 08.09.14	Total	Amount settled during last week (upto 08.09.14)	Balance outstanding as on 08.09.14
2012-13	124.66	0.00	124.66	0.00	124.66
2013-14	372.26	21.44	393.70	24.54	369.16
Total:	496.92	21.44	518.36	24.54	493.82

OSCSC was requested to submit all their bills relating to current KMS (2013-14) for CMR delivered up to 31st August'2014 positively by 30/09/14 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.

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 Malkangiri while new stock of CMR is being exhausted without utilising the old stock first. It was found that only 300 MT CMR of the year 2012-13 is available in Malkangiri district which is required to be issued on priority under PDS within Sept.2014.

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 September, 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 0.50 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. The Commissioner instructed GM (Proc.), for three rake movement of CMR i.e. one from Bolangir, and two from Kalahandi district during the month of September. The Commissioner asked GM (Proc.) to give sufficient movement to both Kalahandi and Bolangir in Sept. for October allotment as there is little space for millers to deliver CMR in both the districts. The delivery percentage of both these districts is below state average. GM, FCI was instructed to acquire one Chamber i.e. 1700 MT capacity from OSWC godown (5000MT) Deogarh for delivery of CMR by the Millers and to meet the needs of OWS of the district.

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. Commissioner proposed that a request may be sent to Govt. of India.
2. The creation of '**Gunny Quality Complaint Redressal Cell**' at OSCSC Head office which may function independently with separate email ID for direct communication by affected millers without involving existing system or depending on district officials was discussed. It was decided that MD OSCSC will take necessary step in this regard.
3. The programme for receiving Raw Rice from Raw Rice Miller of Bolangir, Kalahandi, and Sonepur was discussed. FCI has already prepared programme for receiving Raw Rice.
4. The matter of additional annual insurance premium @ Rs.1.16 per qtl. paddy on carry over stock be split into four and may be realised on quarterly basis on the maximum stock holding of the concerned quarter of 3 months @ Rs. 0.29 paisa per quarter instead of one full year was discussed.
5. The Millers Association has raised that, PACS have continuously failed to ensure procurement of FAQ paddy and millers are compelled to lift whatever paddy comes to the market. It was decided that a meeting to be arranged under DGM (F) and AORMA to discuss the issue.
6. The issue of Rice Mills in the coastal belt not running up to their potential was discussed.
7. The matter of communication of revised rates of custody and maintenance was discussed. It was decided that MD OSCSC would look into this matter.
8. The Association has requested for allowing of 2 fixed day (preferable 2nd Saturday and the following Sunday) in every month for uploading of backlog SMS for Rice Delivery by Millers. The proposal is accepted.
9. The formation of a committee for revision of transport charges and incidentals was discussed. GM, FCI has been requested to convene a meeting for fixing transportation rate.
10. Settlement and payment of pending TC and VAT to Nayagarh Food Products P.Ltd, Keonjhar by Markfed and TDCC on CMR delivered to OSCSC by the custom miller during KMS 2010-11 & 2011-12 was discussed. MD OSCSC will look into this matter.
11. The representation of Koraput District Millers Assn. in the matter of harassment and mental agony of the millers during on-going physical verification in the district was discussed. M.D OSCSC may look into this matter and sort it out.

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

Sd/-

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