



Payment to FCI Modalities and Current Status

Regional Workshop with States

DELHI

10-11th June, 2016

Supply of Food grains -MDMS

- Food Corporation of India supplies Fair Average Quality (FAQ) food grains to States/UTs under all Welfare Schemes such as TPDS, ICDS, MDMS etc.
- Food grain is supplied on post payment basis only under MDMS.

Lifting of Food grains

- States/UTs are to maintain a buffer stock of one month food grains at the schools.
- States/UTs can lift food grains from FCI by 25th of the preceding month/quarter for requirements of food grains during the next month/quarter.

Payment to FCI

- FCI will raise bills by 10th day of the next month from the month of lifting of food grains
- States/UTs would make payment within 20 days from the date of receipt of bill.
- Payment of cost of food grains has been decentralized at district level from 1st April, 2010.

Delay in Payment to FCI



- District Authorities in the States/UTs are not making payment towards the cost of food grains to FCI within the stipulated 20 days from the date of receipt of bill.
- States/UTs have cumulative outstanding month wise bills for 311.26 Cr. as on April, 2016.

Year-wise pending bills of FCI – 2015-16 (Rs. in Crores)

State	Outstanding						Total O/S till 2015-16	O/S for 2016-17	Total O/S
	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16			
Andhra Pr.	0	0	0	0	0	0.7	0.7	0	0.7
Bihar	0.21	0.21	0.18	0.05	0.07	39.9	40.62	7.65	48.27
Gujarat	0	0	0	0	0	8.6	8.6	0.33	8.93
Karnataka	0	0	0	0	0	1.42	1.42	1.11	2.53
Kerala	0	0	0	0	0	0.19	0.19	0	0.19
Maharashtra	0	0	0	0	0	22.44	22.51	0.39	22.9
Tamil Nadu	0	0	0	0	0	0.02	0.02	0	0.02
Uttar Pr.	0	0	0	0	26	66.63	92.91	5.98	98.89
Uttrakhand	0	0	0	0	0	0	0	0.56	0.56
Total	0.21	0.21	0.18	0.05	26.07	139.9	166.69	16.02	182.99

Month wise pending bills of FCI – 2015-16 (Rs. in Crores)

State	Outstanding during 2015									Outstanding in 2016(
	Apr	May	June	Jul	Aug	Sept	Oct	Nov.	Dec	Jan	Feb	Mar
Andhra Pr.	8.5	10.16	13.12	15.37	14.53	19.19	13.43	9.44	12.76	14.92	14.06	1.82
Bihar	64.95	58.92	63.29	56.71	61.93	70.2	66.66	65.63	81.39	62.79	64.52	51.57
Gujarat	5.66	7.81	10.39	10.95	12.02	17.46	16.01	16.82	15.45	12.87	13.49	11.43
Karnataka	2.06	2.64	7.79	8.3	8.49	13.48	8.2	6.65	9.83	6.61	9.22	2.76
Kerala	0.31	0.3	3.58	3.23	8.18	2.71	3.42	1.13	5.3	2.89	2.46	1.37
Maharashtra	38.11	39.61	50.55	67.64	81.91	88.92	82.93	80.72	80.14	95.95	98.49	42.18
Tamil Nadu	10.02	3.8	7.66	7.75	8.3	12.62	13.63	7.02	16..10	15.76	13.27	2.59
Uttar Pr.	61.56	59.38	71.76	81.82	93.83	105.2	112.4	117.3	124.3	125.5	105.8	112.8
Uttrakhand	0.88	0.8	0.47	1.3	1.66	1.84	1.67	1.41	1.31	1.13	1.23	1.31

Effect of Pending Payments



- FCI is paying heavy interest on the loan taken by it for procuring and supply of food grains under MDMS.

Remedial Action



- As envisaged under MDM Guidelines, State Nodal Officers should hold monthly meetings with the FCI officers.
- These meetings would provide a platform for resolving bottlenecks and reconciliation of figure of payment to FCI.
- e-payment to FCI.

THANK YOU

!!