



Payment to FCI Modalities and Current Status

Regional Workshop with States

Kolkata

27-28 May, 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 more than 302.26 Cr. as on 31st. March, 2016.

Summery of State / UT wise pending bills of FCI (As on 31-03-2016)

**Outstanding position against issue of food grains under MDM up to March, 2016
(for current year 2015-16 & for the year 2010-11 to 2014-15) (Rs. in Lacs)**

Sl. No.	Region	Total Outstanding for 2015-16	% of O/S to total billing	Outstanding position for the year 2010-11 to 2014-15
1	Chandigarh (U.T)	4.95	10	0
2	Delhi	816.51	67	0
3	Himachal Pradesh	39.14	5	0
4	D&D	11.09	16	0
5	West Bengal	1478.76	12	0
6	Sikkim	22.340	19	0
7	Orissa	579.84	8	0
8	Assam	2013.00	48	448.00
9	NE	148.17	12	0
10	N&M	11.75	3	0
11	Arunachal Pradesh	175.37	53	0
	Total	5300.92		448.00

Assam -- Year wise Break-up of Pending bills of FCI (As on 31-03-2016)

(Rs. in Lacs)

State / UT	Outstanding Year wise					Total O/S As on 31.03.2015	Amount realised		Outstanding As on March 2016
	2010-11	2011-12	2012-13	2013-14	2014-15		During the month of March 2016	Cumula tive upto March 2016	
	1	2	3	4	5	6 =(1+2+3+4+ 5)	7	8	9 =(6-8)
Assam	66.00	35.00	48.00	680.00	2134.00	2963.00	290.00	2515.00	448.00

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.