

Payment to FCI



**National Workshop
Goa
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Supply of Food grains -MDMS

- Food Corporation of India (FCI) supplies Fair Average Quality (FAQ) food grains to States/UTs under Mid Day Meal Scheme (MDMS)
- The Food grain is supplied on post payment basis.

Cost of Food grain

- Food grain were supplied by FCI at Below Poverty Line(BPL) rates (Rs.4.15 and Rs.5.65 per Kg for wheat and rice respectively) till 31.03.2015.
- After notification of Mid Day Meal Rules on 30th September, 2015 under National Food Security Act (NFSA) , 2013, the food grain are being supplied at NFSA rate (Rs.2 and Rs 3 per kg for wheat and rice respectively) w . e . f 01.04.2016.

Schedule of Lifting



- Monthly or quarterly lifting of food grains allowed.
- Food grains can be lifted by 25th of the preceding month/quarter for next month/quarter requirement.
- One month's buffer stock food grains should be maintained in schools

Payment to FCI

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

Trend of Payment



- District Authorities in the States/UTs have started making timely payment to FCI.
- FCI bills for Rs.7340.13 lakh are pending as on 30th September, 2017.
- Chandigarh, Daman & Diu, Himachal Pradesh, Goa, Maharashtra, Punjab, Rajasthan and Uttarakhand have nil pending bills.
- Bihar, Delhi , Jammu & Kashmir, and Uttar Pradesh have pending bills of previous years also.

Pending Bills of previous years



Rs in Lakh

State	Outstanding				Total Outstandi ng	Payment made	Pending Bills
	2013-14	2014-15	2015-16	2016-17			
	1	2	3	4			
Bihar	0.00	4.66	0.00	4316.45	4321.11	3389.48	931.63
Delhi	0.00	0.00	0.00	415.00	415.00	299.06	115.94
J&K	0.00	0.00	22.24	196.87	219.11	116.46	102.65
Uttar Pradesh	48.50	998.73	1265.50	6542.43	8855.16	5043.73	3841.43

Effect of Pending Payments



- FCI is paying heavy interest on the loan for procuring and supply of food grains under MDMS.
- The delay in payment of FCI bills increases their interest burden.
- FCI may insist on pre-payment of cost of food grains.

Remedial Action

- Monthly meetings with FCI by State Nodal Officers
- State and FCI to jointly sign statement after reconciling payments.
- Make e-payment to FCI.

A meal to a Child is an offering to the Divinity.



Thank you