

ANDHRA PRADESH STATE CIVIL SUPPLIES CORPORATION LIMITED
REGD. OFFICE: 6-3-655/1/A, C.S. BHAVAN, SOMAJIGUDA, Hyderabad-082

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SRI D. VARAPRASAD, IAS.,
V.C.& MANAGING DIRECTOR

No.Mktg.M2/2215/DCP 2012-13/Vo.II

Date: 1-12-2012

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C I R C U L A R - 120/DCP

Sub: APSCSCL- Marketing - Precautions to be taken to prevent
Recycling of TPDS / OWS rice Stocks through Mill Levy & CMR
route-Regarding.

The Districts Managers are aware that as per the Govt. of India instructions and in accordance with the decision taken by the Govt. of Andhra Pradesh, the Andhra Pradesh State Civil Supplies Corporation Ltd., Hyderabad has been entrusted with the procurement of Mill Levy Raw Rice under Decentralized procurement Scheme during KMS 2012-13 in 7 Districts of Andhra Pradesh, viz., (1)Karimanagar; (2) Warangal; (3) Nalgonda; (4) Guntur; (5) Prakasam; (6) Nellore and (7) Chittoor, besides purchase of paddy under Price Support Operations and acceptance of resultant Raw Rice under Custom Milling throughout the State.

2. The above decision was taken by the Govt. of India / Govt. of Andhra Pradesh to maximize the procurement of paddy direct from the farmers to protect the interests of the farming community from distress sale of their produce and also to curtail the additional expenditure on procurement incidentals and reduce the financial burden of additional expenditure on transportation, Handling charges etc.,

3. The Govt. of India is allotting Raw Rice for Andhra Pradesh among other States under various schemes of TPDS and other Welfare Schemes

at subsidized rates to benefit the poorest of the poor of the Country who are falling under below poverty line and the Govt. of Andhra Pradesh is also committed to further reduce the financial burden on the common man of the State and supplying the Rice at Re. 1.00 a K.G. which is costing Rs. 25/- per Kg.

4. In the light of the introduction of Decentralized Procurement Scheme in 7 Districts of A.P. and large quantity of procurement is expected during this season and since the State Govt. is supplying Rice at highly subsidized rate of Re. 1/- a K.G., to the B.P.L. families, it is apprehended that there may be possible diversions of P.D.S. Stocks through Levy/ CMR Route. In order to avoid such eventualities, the field Officers should be more vigilant in detecting the cases of recycling and to take all preventive and precautionary measures to thwart an attempt of diversion / recycling of rice stocks issued under Public Distribution and Other Welfare Schemes.

5. It is our primary responsibility to see that rice meant for various schemes is not diverted by unscrupulous elements through levy route. The District Managers / Asst. Managers (Tech.) shall conduct inspections at the procurement points as frequently as possible and check these types of malpractices. The field staff should also be alerted to ensure that such mal-practices do not take place in their areas of operation and they should be informed that any failure on their part on this account will attract serious punishment such as "Termination of Service". Further the staff, who are detecting and reporting the cases of recycling will be suitably rewarded.

6. In order to detect and determine the diversion of food grains meant for Welfare Schemes of the Government through mill levy / CMR route, the following check list may be kept in view.

PARAMETERS FOR IDENTIFYING THE RECYCLED RICE:

- i. If the gunnies are old / second hand;
- ii. If the stocks are infested or if there are dead insects in the rice;
- iii. If there is double stenciling on the gunnies;
- iv. If there are low moisture levels;
- v. If the consignment consists of a variety not grown in the season / area concerned;
- vi. If a miller who normally delivers Boiled Rice brings huge quantity of Raw Rice;
- vii. If there are huge arrivals of rice from individual millers, when compared to previous year / season and beyond the milling capacity;
- viii. If the consignment contains loose bran or musty smell or crust formation or loss of germ points in re-polishing;

7. Attention of the District Managers are also drawn that the cases of acceptance of BRL (Beyond Rejection Limits) stocks will also be dealt severely and hence the field staff may be directed not to indulge in acceptance of B.R.L. stocks.

8. It is further advised to issue suitable instructions to the field staff to be more vigilant while accepting mill levy rice and if any recycling cases are detected by them, such consignments should be rejected forthwith. The miller shall not be allowed to take back the rejected stocks and the matter should be brought to the notice of the District Manager immediately, who in turn will report the matter with full details to the Joint Collector, for initiating action against such of those defaulted millers, as per the State Government Policy. If the District Administration wants to seize the stocks to take further action, stocks must be given to the

nominee of the Collector under proper acknowledgement. The District Manager should also request the District Administration to black list the mills which are involved in the recycling of rice and no levy rice should be accepted from such of those millers.

9. Besides, the District Managers, the Asst Managers (Tech.) shall also undertake frequent checks to cross check the condition of gunnies, moisture levels, encrustation, appearance of stocks, existence of loose bran in the consignments to decide whether the stocks being offered through mill levy / CMR route are recycled one or not.

10. The DSOs may be advised to obtain the capacity of each and every mill and vigilant while issuing MSP certificates. The District Administration shall review the particulars of miller-wise deliveries made with reference to the paddy purchased by each miller vis-à-vis capacity of the mill and if it is found that any miller is delivering rice more than the capacity of the mill and the type of rice viz., Raw Rice or Boiled Rice traditionally has he been delivering so far. If it is found that any miller is delivering rice more than the capacity of mill and more so, the Raw Rice, the same should be brought to the notice of the District Administration to enable them to investigate the items such as power consumption, sale of bye-products, delivery of levy rice vis-à-vis purchase of paddy by the millers and to verify the books of accounts being maintained by the millers for taking necessary action against the millers who are found doing clandestine business.

11. A monthly report, on every 7th of the succeeding month be sent by the District Manager to the undersigned on the following check list from 01.12.2012 and monthly report for the month of November 2012 should reach the undersigned by 7th of December, 2012.

a) No. of ACKs accepted during the previous month on levy /CMR RR separately vis-à-vis corresponding month of previous year (at FCI);

b) No. of cases detected on the 8 points of para 6 above;

c) Name & address of miller who delivered more Raw Rice during the month of the report than the previous year's corresponding month;

d) Whether reasons ascertained on © above;

e) If the reasons are actionable, what action initiated?

12. It is also further advised to form as many District Squads as possible with directions to conduct surprise checks of the mill levy acceptance points as frequently as possible.

13. Please note that Squads from Head Office will also make frequent surprise visits to each and every depot and if any cases of recycling are found during their visits, deterrent action will be taken against the erring officials.

14. Please bring the contents of this Circular to the notice of all Field Officials in your district under proper acknowledgement.

Receipt of this Circular may please be acknowledged.

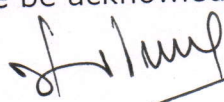
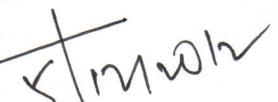
To


The District Manager, APSCSCL, Karimnagar / Warangal / Nalgonda / Guntur / Prakasam / Nellore / Chittoor

Copy to:

1. The Asst. Genl. Manager (QC) APSCSCL, HO, Hyderabad for information and necessary action.

2. All other District Managers, APSCSCL – for information.


V.C. & MANAGING DIRECTOR



5/12/12