

MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION

DEMAND NO. 18

Department of Food and Public Distribution

A. The Budget allocations, net of recoveries and receipts, are given below:

Major Head	Actual 2013-2014			Budget 2014-2015			Revised 2014-2015			<i>(In crores of Rupees)</i> Budget 2015-2016			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	187.93	92724.99	92912.92	151.75	115326.84	115478.59	60.91	123000.00	123060.91	124.75	125000.00	125124.75	
Capital	3.49	...	3.49	178.25	...	178.25	89.09	...	89.09	87.25	...	87.25	
Total	191.42	92724.99	92916.41	330.00	115326.84	115656.84	150.00	123000.00	123150.00	212.00	125000.00	125212.00	
1. Secretariat - Economic Services	3451	...	35.65	35.65	...	39.87	39.87	...	38.79	38.79	...	42.22	42.22
Food, Storage and Warehousing													
2. Food Subsidy													
2.01 Food Subsidy	2408	...	79999.98	79999.98	...	56000.00	56000.00	...	60300.00	60300.00	...	59500.00	59500.00
2.02 Additional Provision for National Food Security	2408	...	12000.02	12000.02	...	59000.00	59000.00	...	62375.81	62375.81	...	64919.00	64919.00
<i>Total- Food Subsidy</i>		...	<i>92000.00</i>	<i>92000.00</i>	...	<i>115000.00</i>	<i>115000.00</i>	...	<i>122675.81</i>	<i>122675.81</i>	...	<i>124419.00</i>	<i>124419.00</i>
3. Subsidy on maintenance of buffer stock of Sugar	2408	...	7.50	7.50	...	5.00	5.00	...	5.00	5.00	...	3.00	3.00
4. Reimbursement of Internal Transport and freight charges to sugar factories on export shipment of sugar	2408	...	...	...	...	...	...	...	...	...	...	0.01	0.01
5. Interest Subvention to Co-operative Sugar Mills through NABARD	2408	...	9.60	9.60	...	...	...	...	...	...	...	...	...
6. Scheme for Extending Financial Assistance to Sugar undertakings - 2007	2408	...	90.00	90.00	...	...	...	...	...	...	...	...	...
7. Re-imburement of shortages in handling of imported fertilizers by FCI	2408	...	42.75	42.75	...	...	...	...	...	...	...	...	...
8. Subsidy on import of Edible Oils	2408	...	318.34	318.34	...	...	...	...	...	...	...	...	...
9. Scheme for Extending Financial Assistance to Sugar Undertaking, 2014	2408	...	...	...	...	100.00	100.00	...	703.77	703.77	...	800.00	800.00
10. Incentive on Marketing and Promotion Services for Raw Sugar Production	2408	...	...	...	...	...	...	...	200.00	200.00	...	...	...
11. Other Expenditure for development of sugar industry	2408	...	19.16	19.16	...	22.50	22.50	...	21.32	21.32	...	22.54	22.54
12. <i>Sugar Development Fund-</i>													
12.01 Transfers To	2408	...	250.00	250.00	...	250.00	250.00	...	250.00	250.00	...	500.00	500.00
12.02 From	2408	...	-79.16	-79.16	...	-127.50	-127.50	...	-930.09	-930.09	...	-825.55	-825.55
	6860	...	-600.00	-600.00	...	-500.00	-500.00	...	-396.45	-396.45	...	-500.00	-500.00
<i>Total</i>		...	<i>-679.16</i>	<i>-679.16</i>	...	<i>-627.50</i>	<i>-627.50</i>	...	<i>-1326.54</i>	<i>-1326.54</i>	...	<i>-1325.55</i>	<i>-1325.55</i>

(In crores of Rupees)

	Major Head	Actual 2013-2014			Budget 2014-2015			Revised 2014-2015			Budget 2015-2016			
		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
	<i>Net</i>	...	-429.16	-429.16	...	-377.50	-377.50	...	-1076.54	-1076.54	...	-825.55	-825.55	
13.	Other programmes of Food, Storage and Warehousing	2408	3.86	16.87	20.73	9.50	19.71	29.21	15.46	18.62	34.08	30.85	20.22	51.07
	13.01 National Sugar Institute, Kanpur	2408	0.31	14.21	14.52	0.25	17.26	17.51	0.25	16.78	17.03	0.25	18.56	18.81
		4408	0.49	...	0.49	2.25	...	2.25	2.25	...	2.25	2.25	...	2.25
	<i>Total</i>		0.80	14.21	15.01	2.50	17.26	19.76	2.50	16.78	19.28	2.50	18.56	21.06
	<i>Total- Other programmes of Food, Storage and Warehousing</i>		4.66	31.08	35.74	12.00	36.97	48.97	17.96	35.40	53.36	33.35	38.78	72.13
14.	Ways and Means Advances to Food Corporation of India (F.C.I)													
	14.01 Ways and Means Advance	6408	...	10000.00	10000.00	...	10000.00	10000.00	...	10000.00	10000.00	...	10000.00	10000.00
	14.02 Less - Repayments	6408	...	-10000.00	-10000.00	...	-10000.00	-10000.00	...	-10000.00	-10000.00	...	-10000.00	-10000.00
	<i>Net</i>		...	...	...	...	...	...	...	...	...	...	...	...
	Total-Food, Storage and Warehousing Civil Supplies		4.66	92089.27	92093.93	12.00	114786.97	114798.97	17.96	122564.76	122582.72	33.35	124457.78	124491.13
15.	Strengthening of PDS and Capacity Building	3456	0.31	...	0.31	0.63	...	0.63	0.49	...	0.49	1.02	...	1.02
		3601	0.64	...	0.64	1.71	...	1.71	0.94	...	0.94	0.57	...	0.57
		3602	...	...	...	0.01	...	0.01	0.01	...	0.01	0.01	...	0.01
	<i>Total</i>		0.95	...	0.95	2.35	...	2.35	1.44	...	1.44	1.60	...	1.60
16.	End-to-End Computerization of TPDS Operations	3456	1.39	...	1.39	6.00	...	6.00	4.00	...	4.00	4.93	...	4.93
		3601	182.81	...	182.81	102.02	...	102.02	17.74	...	17.74	63.82	...	63.82
		3602	...	...	...	3.50	...	3.50	1.40	...	1.40	1.25	...	1.25
	<i>Total</i>		184.20	...	184.20	111.52	...	111.52	23.14	...	23.14	70.00	...	70.00
17.	Other Schemes of Civil Supplies	3456	...	0.07	0.07	...	...	...	...	...	...	...	...	...
	Total-Civil Supplies		185.15	0.07	185.22	113.87	...	113.87	24.58	...	24.58	71.60	...	71.60
	Consumer Industries													
18.	Investments in Public Enterprises	4408	3.00	...	3.00	26.00	...	26.00	15.00	...	15.00	10.00	...	10.00
19.	Rehabilitation/Modernisation of Sugar Mills	6860	...	110.00	110.00	...	150.00	150.00	...	200.00	200.00	...	150.00	150.00
20.	Loans to Sugar Mills for Cane Development	6860	...	82.50	82.50	...	75.00	75.00	...	75.00	75.00	...	75.00	75.00
21.	Loans to Sugar factories for bagasse based co-generation power projects	6860	...	329.46	329.46	...	200.00	200.00	...	46.45	46.45	...	200.00	200.00
22.	Loans to Sugar factories for production of anhydrous alcohol or ethanol from alcohol	6860	...	78.04	78.04	...	75.00	75.00	...	75.00	75.00	...	75.00	75.00
	Total-Consumer Industries		3.00	600.00	603.00	26.00	500.00	526.00	15.00	396.45	411.45	10.00	500.00	510.00
23.	Strengthening of Quality Control Mechanism	2408	1.27	...	1.27	5.00	...	5.00	3.50	...	3.50	5.00	...	5.00
	Food, Storage and Warehousing													
24.	Assistance to State	2408	...	...	...	0.14	...	0.14	...	...	...	0.28	...	0.28

(In crores of Rupees)

	Major Head	Actual 2013-2014			Budget 2014-2015			Revised 2014-2015			Budget 2015-2016		
		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total
Governments/UTs for Non-building Assets to State Food Commission	3601	...	...	...	0.58	...	0.58	0.20	...	0.20	1.16	...	1.16
	3602	...	...	...	0.06	...	0.06	...	...	...	0.12	...	0.12
	<i>Total</i>	...	...	...	<i>0.78</i>	...	<i>0.78</i>	<i>0.20</i>	...	<i>0.20</i>	<i>1.56</i>	...	<i>1.56</i>
25. Lumpsum provision for projects/schemes for benefit of North Eastern States and Sikkim	2552	...	...	...	22.35	...	22.35	16.92	...	16.92	15.49	...	15.49
	4552	...	...	...	150.00	...	150.00	71.84	...	71.84	75.00	...	75.00
	<i>Total</i>	...	...	...	<i>172.35</i>	...	<i>172.35</i>	<i>88.76</i>	...	<i>88.76</i>	<i>90.49</i>	...	<i>90.49</i>
26. Actual Recoveries	3601	-2.66	...	-2.66	...	...	...	...	...	...	...	...	...
Grand Total		191.42	92724.99	92916.41	330.00	115326.84	115656.84	150.00	123000.00	123150.00	212.00	125000.00	125212.00
	Head of Dev	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
B. Investment in Public Enterprises													
18.01 Food Corporation of India	12408	3.00	...	3.00	26.00	...	26.00	15.00	...	15.00	10.00	...	10.00
18.02 Central Warehousing Corporation	12408	...	692.73	692.73	...	160.23	160.23	...	710.44	710.44	...	608.52	608.52
18.03 Food Corporation of India	22552	...	...	...	150.00	...	150.00	71.84	...	71.84	75.00	...	75.00
Total		3.00	692.73	695.73	176.00	160.23	336.23	86.84	710.44	797.28	85.00	608.52	693.52
C. Plan Outlay													
1. Food, Storage and Warehousing	12408	8.93	692.73	701.66	43.78	160.23	204.01	36.66	710.44	747.10	49.91	608.52	658.43
2. Civil Supplies	13456	182.49	...	182.49	113.87	...	113.87	24.58	...	24.58	71.60	...	71.60
3. North Eastern Areas	22552	...	...	...	172.35	...	172.35	88.76	...	88.76	90.49	...	90.49
Total		191.42	692.73	884.15	330.00	160.23	490.23	150.00	710.44	860.44	212.00	608.52	820.52

1. **Secretariat Expenditure:** This provision is for Secretariat expenditure of the Department.

2.01. **Food Subsidy:** Items of Food Subsidy including allocation for National Food Security are:

(a) Subsidy to FCI and others on foodgrains transaction towards reimbursement of (i) the difference between the economic cost of food grains and their issue price for meeting the requirements of TPDS as well as other welfare schemes of Government of India and (ii) carrying cost of buffer stocks/strategic reserve.

(b) Similarly, subsidy is paid to State Governments who are procuring foodgrains for Central Pool under Decentralized Procurement of Foodgrains Scheme.

(c) The Government of India would provide subsidy @18.50 per kg for the existing allocation to those States which continue to have the Retail Issue Price of ₹13.50 per kg at FPS

level. The reimbursement by the Central Government will be limited to the quantity based on the existing level of

allocations.

(d) The provision of Food Subsidy of Rs 124419.00 crores in BE 2015-16 also includes ₹ 64919.00 crores for implementation of National Food Security Act.

3. **Subsidy for Buffer Stock of Sugar:** This provision is for meeting outstanding claims of sugar mills for maintenance of buffer stock of sugar, to be met out of Sugar Development Fund.

4. **Re-imbursment of Internal Transport and Freight Charges to Sugar Factories on export shipment of sugar:** This provision is for outstanding claims for reimbursement of internal transport and freight charges to sugar factories on export shipment, to be met out of Sugar Development Fund.

9. **Scheme for Extending Financial Assistance to Sugar Undertakings, 2014:** The provision ₹ 800.00 crores is for interest subvention to all participating Scheduled Commercial Banks, Regional Rural Banks and Cooperative Banks with a view to improve position of sugar factories for enabling them to clear cane price arrears of previous sugar seasons and timely settlement of cane price of current sugar season relating to the Fair and Remunerative Price (FRP) fixed by the Central Government, to sugarcane farmers. The interest subvention, limited up to 12 % per annum as per normal banking practice, is for duration of loans, which is five years including two years of moratorium. The entire amount will be met from Sugar Development Fund (SDF).

11. **Other Expenditure - SDF:** The expenditure is met out of the SDF for making payment of agency Commission to NCDC and IFCI and also includes grants to sugar mills.

12. **Transfer to Sugar Development Fund:** The Sugar Cess Act, 1982 provides for levy of cess, which currently is ₹24 per quintal with effect from 1st March, 2008 on production of Sugar for credit to the Consolidated Fund of India. The Sugar Development Fund Act, 1982 provides for transfer of an amount equivalent to the cess collected, reduced by the cost of collection to the Sugar Development Fund, to be used for development of sugar industry and for matters connected therewith or incidentals thereto by making loans, grants and other expenditure relating to development of Sugar Industry. The provision is for transfer of the amount computed in the above manner from the Consolidated Fund of India to Sugar Development Fund under the Public Account of India and withdrawals from the Fund.

13. **Other Programmes - Food, Storage and Warehousing:** This includes provision for residual expenditure on purchase of foodgrains, Training, Research and Evaluation, Direction and Administration, International Cooperation (International Wheat Council/ International Sugar Council), National Sugar Institute and other Schemes.

14. **Ways and Means Advances to the Food Corporation of India:** This provision is for Ways and Means Advances to the Food Corporation of India to meet its cash flow requirements towards procurement of foodgrains for Targeted Public Distribution System (TPDS), meeting buffer stock requirements and handling of foodgrains. This advance will be adjusted in the same financial year.

15. **Strengthening of Public Distribution System and Capacity Building:** This provision is for the schemes relating to Strengthening of Public Distribution System by State and Union Territory Governments such as Training, Curbing of leakages/ diversion of foodgrains meant for Targeted Public Distribution System (TPDS) and Generating Awareness amongst the TPDS beneficiaries.

16. **End-to-end Computerization of TPDS operations:** This provision is for End-to-end Computerization of TPDS operations by State and Union Territory Governments.

18. **Investment in Public Enterprises:** This provision mainly represents the outlays required for completion of storage capacity work of FCI, which is in progress.

19. **Loans for Rehabilitation and Modernisation of Sugar Mills:** The expenditure is for providing concessional loans for rehabilitation and modernisation of sugar factories and is met from the Sugar Development Fund.

20. **Loans to Sugar Mills for Cane Development:** The provision is for providing concessional loans to sugar mills for cane development and is to be met from the SDF.

21. **Loans to Sugar Factories for Bagasse based Co-generation Power Projects:** The provision is for providing concessional loans to sugar factories for bagasse based co-generation power projects and is to be met from the Sugar Development Fund.

22. **Loans to Sugar Factories for production of Anhydrous Alcohol or Ethanol:** The provision is for providing concessional loans to sugar factories for production of anhydrous alcohol or ethanol from alcohol and is to be met from the Sugar Development Fund.

23. **Strengthening of Quality Control:** This provision is for projects/schemes related to strengthening the quality skill of employees engaged in food chain and quality specification of foodgrains.

24. **Assistance to State/UTs for Non-building Assets for State Food Commissions:** The provision is for providing assistance to State Governments and Union Territory Governments for non-building assets of State Food Commission in the light of notification of National Food Security Act (NFSA), 2013.

25. **Schemes for North Eastern Region and Sikkim:** This provision is for projects/schemes for the benefit of North Eastern Region and Sikkim.