

**MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION****DEMAND NO.16****Department of Food and Public Distribution**

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

		<i>(In crores of Rupees)</i>									
Major Head		Budget 2007-2008			Revised 2007-2008			Budget 2008-2009			
		Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
	Revenue	40.40	25998.40	26038.80	29.90	31996.87	32026.77	75.80	32998.75	33074.55	
	Capital	44.60	1.60	46.20	30.10	3.13	33.23	19.20	1.25	20.45	
	<b>Total</b>	<b>85.00</b>	<b>26000.00</b>	<b>26085.00</b>	<b>60.00</b>	<b>32000.00</b>	<b>32060.00</b>	<b>95.00</b>	<b>33000.00</b>	<b>33095.00</b>	
1.	Secretariat - Economic Services	3451	...	23.63	23.63	...	19.53	19.53	...	21.60	21.60
	<b>Food , Storage and Warehousing</b>										
2.	Food Subsidy	2408	...	25696.20	25696.20	...	31545.59	31545.59	...	32666.59	32666.59
3.	Subsidy on maintenance of buffer stock of Sugar	2408	...	35.00	35.00	...	350.00	350.00	...	350.00	350.00
4.	Reimbursement of Internal Transport and freight charges to sugar factories on export shipment of sugar	2408	...	30.00	30.00	...	150.00	150.00	...	300.00	300.00
5.	Interest Subvention to Co-operative Sugar Mills through NABARD	2408	...	...	...	...	158.86	158.86	...	36.42	36.42
6.	Other Expenditure for development of sugar industry	2408	...	11.20	11.20	...	9.00	9.00	...	11.00	11.00
7.	Sugar Development Fund - Transfers To	2408	...	250.00	250.00	...	250.00	250.00	...	250.00	250.00
	From	2408	...	-76.20	-76.20	...	-509.00	-509.00	...	-661.00	-661.00
		6860	...	-330.00	-330.00	...	-330.00	-330.00	...	-355.00	-355.00
	<i>Net</i>		...	-156.20	-156.20	...	-589.00	-589.00	...	-766.00	-766.00
8.	Other programmes of Food, Storage and Warehousing	2408	4.00	28.54	32.54	2.95	22.32	25.27	4.30	24.11	28.41
		4408	1.20	...	1.20	1.10	...	1.10	1.20	...	1.20
	<i>Total</i>		5.20	28.54	33.74	4.05	22.32	26.37	5.50	24.11	29.61
	<b>Total - Food, Storage and Warehousing</b>		<b>5.20</b>	<b>25644.74</b>	<b>25649.94</b>	<b>4.05</b>	<b>31646.77</b>	<b>31650.82</b>	<b>5.50</b>	<b>32622.12</b>	<b>32627.62</b>
	<b>Civil Supplies</b>										
9.	Village Grain Banks	3456	15.21	...	15.21	15.71	...	15.71	15.30	...	15.30
10.	Evaluation, Monitoring & Research in Foodgrains Management and Strengthening of Public Distribution System	3456	0.50	...	0.50	0.50	...	0.50	5.50	...	5.50
		3601	17.15	...	17.15	7.15	...	7.15	40.40	...	40.40
		3602	0.35	...	0.35	0.35	...	0.35	2.30	...	2.30
	<i>Total</i>		18.00	...	18.00	8.00	...	8.00	48.20	...	48.20
11.	Other Schemes of Civil Supplies	3456	...	...	...	...	0.54	0.54	...	...	...
12.	Reimbursement of losses to STC in trading operation of Edible Oils	3456	...	0.01	0.01	...	0.01	0.01	...	0.01	0.01
	<b>Total - Civil Supplies</b>		<b>33.21</b>	<b>0.01</b>	<b>33.22</b>	<b>23.71</b>	<b>0.55</b>	<b>24.26</b>	<b>63.50</b>	<b>0.01</b>	<b>63.51</b>
	<b>Consumer Industries</b>										
13.	Investments in Public Enterprises	4408	9.65	...	9.65	1.53	...	1.53	10.00	...	10.00
14.	Evaluation, Monitoring & Research in Foodgrains Management and Strengthening of Public Distribution System	4408	24.50	...	24.50	24.50	...	24.50	3.00	...	3.00
15.	Consumer Industries	2852	...	0.02	0.02	...	0.02	0.02	...	0.02	0.02
16.	Rehabilitation/Modernisation of Sugar Mills	6860	...	125.00	125.00	...	125.00	125.00	...	150.00	150.00
17.	Loans to Sugar Mills for Cane Development	6860	...	25.00	25.00	...	25.00	25.00	...	25.00	25.00
18.	Loans to Sugar factories for bagasse based co-generation power projects	6860	...	150.00	150.00	...	150.00	150.00	...	150.00	150.00
19.	Loans to Sugar factories for production of anhydrous alcohol or ethanol from alcohol	6860	...	30.00	30.00	...	30.00	30.00	...	30.00	30.00
	<b>Total - Consumer Industries</b>		<b>34.15</b>	<b>330.02</b>	<b>364.17</b>	<b>26.03</b>	<b>330.02</b>	<b>356.05</b>	<b>13.00</b>	<b>355.02</b>	<b>368.02</b>
20.	Loans for Hindustan Vegetable Oils Corporation	6860	...	1.60	1.60	...	3.13	3.13	...	1.25	1.25
21.	Lumpsum provision for projects/schemes for benefit of North Eastern States including Sikkim	2552	3.19	...	3.19	3.24	...	3.24	8.00	...	8.00
		4552	9.25	...	9.25	2.97	...	2.97	5.00	...	5.00
	<i>Total</i>		12.44	...	12.44	6.21	...	6.21	13.00	...	13.00
	<b>Grand Total</b>		<b>85.00</b>	<b>26000.00</b>	<b>26085.00</b>	<b>60.00</b>	<b>32000.00</b>	<b>32060.00</b>	<b>95.00</b>	<b>33000.00</b>	<b>33095.00</b>

		<i>(In crores of Rupees)</i>								
B. Investments in Public Enterprises	Head of Dev	Budget 2007-2008			Revised 2007-2008			Budget 2008-2009		
		Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
13.01 Food Corporation of India	12408	9.65	...	9.65	1.53	...	1.53	10.00	...	10.00
13.02 Central Warehousing Corporation	12408	...	166.71	166.71	...	82.49	82.49	...	49.64	49.64
<b>Total</b>		<b>9.65</b>	<b>166.71</b>	<b>176.36</b>	<b>1.53</b>	<b>82.49</b>	<b>84.02</b>	<b>10.00</b>	<b>49.64</b>	<b>59.64</b>
<b>C. Plan Outlay</b>										
1. Food, Storage & Warehousing	12408	39.35	166.71	206.06	30.08	82.49	112.57	18.50	49.64	68.14
2. Civil Supplies	13456	33.21	...	33.21	23.71	...	23.71	63.50	...	63.50
3. North Eastern Areas	22552	12.44	...	12.44	6.21	...	6.21	13.00	...	13.00
<b>Total</b>		<b>85.00</b>	<b>166.71</b>	<b>251.71</b>	<b>60.00</b>	<b>82.49</b>	<b>142.49</b>	<b>95.00</b>	<b>49.64</b>	<b>144.64</b>

1. This provision is for Secretariat expenditure of the Department.

2. Food subsidy is paid to the Food Corporation of India for reimbursement of (i) the difference between the economic cost of food grains and their issue price, (ii) carrying cost of buffer stocks, and (iii) on account of levy sugar, import of sugar, etc. The economic cost comprises procurement price and procurement incidentals for indigenously procured foodgrains as well as distribution incidentals comprising movement, storage, handling, interest charges, etc. Subsidy is also paid to few State Governments who are procuring foodgrains for Central Pool under Decentralized Procurement of Foodgrains Scheme.

3. This represents provision for meeting outstanding claims of Sugar Mills for maintenance of buffer stock of sugar, to be met out of Sugar Development Fund.

4. This provision is made for reimbursement of internal transport and freight charges to sugar factories on export shipment, marketing and handling and payment of other permissible claims.

5. The provision is for interest subvention to Co-operative and Urban Co-operative Bank through National Bank for Agriculture and Rural Development(NABARD).

6. The expenditure is met out of the Sugar Development Fund for making payment of agency Commission to NCDC and IFCI and also includes grants-in-aid to sugar mills.

7. The Sugar Cess Act, 1982 provides for levy of cess of Rs.5 per quintal from 1st June, 1982 and Rs.14 per quintal from 1st November, 1982 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 and to be used for development of sugar industry and for matters connected therewith or incidental 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.

8. 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) and other Schemes.

9. This provision is for implementation of Village Grain Banks Scheme.

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

12. This provision is for reimbursement of losses to STC in its trading operation on imported edible oil on Government account.

13. This provision mainly represents the outlays required for completion of storage capacity of FCI which is in progress.

14. This provision is for operation of Integrated Information Systems for Food Grain Management.

15. This includes provision for residual payment, if any, to Commissioner of Payment under section 14 of Amritsar Oil Works Act.

16. The expenditure is for providing loans inter-alia for rehabilitation and modernisation of any sugar factory and is met from the Sugar Development Fund.

17. The provision is for making loans to sugar mills for cane development and is met from the Sugar Development Fund.

18. The provision is made for loans to sugar factories for bagasse based co-generation power projects.

19. The provision is made for loans to sugar factories for production of anhydrous alcohol or ethanol from alcohol.

20. The provision is for providing loans to HVOC to meet the gap in resources.

21. This provision is for projects/schemes for the benefit of North Eastern Region and Sikkim.