

MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION**DEMAND NO.17****Department of Food and Public Distribution**

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

		<i>(In crores of Rupees)</i>								
Major Head	Budget 2008-2009			Revised 2008-2009			Budget 2009-2010			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	75.80	32998.75	33074.55	36.25	44523.75	44560.00	73.69	53163.76	53237.45	
Capital	19.20	1.25	20.45	28.75	1.25	30.00	21.31	3.24	24.55	
Total	95.00	33000.00	33095.00	65.00	44525.00	44590.00	95.00	53167.00	53262.00	
1. Secretariat - Economic Services	3451	...	21.60	21.60	...	24.55	24.55	...	30.49	30.49
Food, Storage and Warehousing										
2. Food Subsidy	2408	...	32666.59	32666.59	...	43627.20	43627.20	...	52489.72	52489.72
3. Subsidy on maintenance of buffer stock of Sugar	2408	...	350.00	350.00	...	275.00	275.00	...	300.00	300.00
4. Reimbursement of Internal Transport and freight charges to sugar factories on export shipment of sugar	2408	...	300.00	300.00	...	285.00	285.00	...	300.00	300.00
5. Interest Subvention to Co-operative Sugar Mills through NABARD	2408	...	36.42	36.42	...	36.42	36.42	...	31.11	31.11
6. Scheme for Extending Financial Assistance to Sugar undertakings - 2007	2408	...	...	...	...	34.98	34.98	...	300.00	300.00
7. Re-imbursment of shortages in handling of imported fertilizers by FCI	2408	...	...	...	...	...	...	...	0.10	0.10
8. Subsidy on import of Edible Oils	2408	...	...	...	...	540.00	540.00	...	200.00	200.00
9. Other Expenditure for development of sugar industry	2408	...	11.00	11.00	...	10.52	10.52	...	12.27	12.27
10. Sugar Development Fund - Transfers										
To	2408	...	250.00	250.00	...	250.00	250.00	...	250.00	250.00
From	2408	...	-661.00	-661.00	...	-590.92	-590.92	...	-787.27	-787.27
Net	6860	...	-355.00	-355.00	...	-355.00	-355.00	...	-725.00	-725.00
Net		...	-766.00	-766.00	...	-695.92	-695.92	...	-1262.27	-1262.27
11. Other programmes of Food, Storage and Warehousing	2408	4.30	24.11	28.41	3.12	30.25	33.37	4.80	36.37	41.17
	4408	1.20	...	1.20	1.20	...	1.20	1.30	...	1.30
Total		5.50	24.11	29.61	4.32	30.25	34.57	6.10	36.37	42.47
Total - Food, Storage and Warehousing		5.50	32622.12	32627.62	4.32	44143.45	44147.77	6.10	52407.30	52413.40
Civil Supplies										
12. Village Grain Banks	3456	15.30	...	15.30	15.30	...	15.30	15.60	...	15.60
13. Evaluation, Monitoring & Research in Foodgrains Management and Strengthening of Public Distribution System	3456	5.50	...	5.50	3.50	...	3.50	15.50	...	15.50
	3601	40.40	...	40.40	5.20	...	5.20	17.70	...	17.70
	3602	2.30	...	2.30	2.06	...	2.06	7.20	...	7.20
Total		48.20	...	48.20	10.76	...	10.76	40.40	...	40.40
14. Other Schemes of Civil Supplies	3456	...	...	...	...	0.72	0.72	...	0.94	0.94
15. Reimbursement of losses to STC in trading operation of Edible Oils	3456	...	0.01	0.01	...	0.01	0.01	...	0.01	0.01
Total - Civil Supplies		63.50	0.01	63.51	26.06	0.73	26.79	56.00	0.95	56.95
Consumer Industries										
16. Investments in Public Enterprises	4408	10.00	...	10.00	9.10	...	9.10	8.00	...	8.00
17. Evaluation, Monitoring & Research in Foodgrains Management and Strengthening of Public Distribution System	4408	3.00	...	3.00	3.00	...	3.00	0.01	...	0.01
18. Consumer Industries	2852	...	0.02	0.02	...	0.02	0.02	...	0.02	0.02
19. Rehabilitation/Modernisation of Sugar Mills	6860	...	150.00	150.00	...	150.00	150.00	...	250.00	250.00

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		(In crores of Rupees)								
Major Head	Budget 2008-2009			Revised 2008-2009			Budget 2009-2010			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
20. Loans to Sugar Mills for Cane Development	6860	...	25.00	25.00	...	25.00	25.00	...	25.00	25.00
21. Loans to Sugar factories for bagasse based co-generation power projects	6860	...	150.00	150.00	...	150.00	150.00	...	350.00	350.00
22. Loans to Sugar factories for production of anhydrous alcohol or ethanol from alcohol	6860	...	30.00	30.00	...	30.00	30.00	...	100.00	100.00
Total - Consumer Industries		13.00	355.02	368.02	12.10	355.02	367.12	8.01	725.02	733.03
23. Loans for Hindustan Vegetable Oils Corporation (HVOC)	6860	...	1.25	1.25	...	1.25	1.25	...	3.24	3.24
24. Lumpsum provision for projects/schemes for benefit of North Eastern States including Sikkim	2552	8.00	...	8.00	7.07	...	7.07	12.89	...	12.89
	4552	5.00	...	5.00	15.45	...	15.45	12.00	...	12.00
<i>Total</i>		<i>13.00</i>	<i>...</i>	<i>13.00</i>	<i>22.52</i>	<i>...</i>	<i>22.52</i>	<i>24.89</i>	<i>...</i>	<i>24.89</i>
Grand Total		95.00	33000.00	33095.00	65.00	44525.00	44590.00	95.00	53167.00	53262.00
B. Investments in Public Enterprises	Head of Dev	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
16.01 Food Corporation of India	12408	10.00	...	10.00	9.10	...	9.10	8.00	...	8.00
16.02 Central Warehousing Corporation	12408	...	49.64	49.64	...	44.77	44.77	...	135.95	135.95
Total		10.00	49.64	59.64	9.10	44.77	53.87	8.00	135.95	143.95
C. Plan Outlay										
1. Food, Storage & Warehousing	12408	18.50	49.64	68.14	16.42	44.77	61.19	14.11	135.95	150.06
2. Civil Supplies	13456	63.50	...	63.50	26.06	...	26.06	56.00	...	56.00
3. North Eastern Areas	22552	13.00	...	13.00	22.52	...	22.52	24.89	...	24.89
Total		95.00	49.64	144.64	65.00	44.77	109.77	95.00	135.95	230.95

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. This also includes a provision for Pilot Scheme on Smart Card based Targetted Public Distribution System (TPDS) being implemented on the basis of Detailed Project Reports (DPRs) in the State of Haryana and Union Territory of Chandigarh.

3. 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. 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.

5. The provision is for interest subvention to Co-operative and Urban Co-operative Bank through National Bank for Agriculture and Rural Development (NABARD), towards financing of Sugar Mills.

6. The provision is for interest subvention to all Scheduled Commercial Banks, Regional Rural Banks and Cooperative Banks

for a duration of four years including two year moratorium towards financing of Sugar Mills, limited to 12% per annum of which 5% will be met from Budget provision and remaining 7% from Sugar Development Fund (SDF).

7. The provision is for reimbursement of amounts on account of shortages to FCI towards handling of imported fertilizers.

8. The provision is for making payment of edible oil subsidy to be paid to Metals and Minerals Trading Corporation of India (MMTC), State Trading Corporation of India Limited (STC), PEC Ltd. and National Agricultural Cooperative Federation (NAFED) under the scheme of subsidized edible oil through State Governments/UT Administration @Rs.15/-per Kg.

9. 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.

10. The Sugar Cess Act, 1982 provides for levy of cess, which currently is Rs.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.

11. 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.

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

13. 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) and Generating Awareness amongst the TPDS beneficiaries.

14. This provision is for meeting the expenditure to be incurred by the Central Vigilance Committee on salary etc. This is a body appointed by the Hon'ble Supreme Court of India.

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

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

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

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

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

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

21. The provision is made for loans to sugar factories for bagasse based co-generation power projects and is met from the Sugar Development Fund.

22. The provision is made for loans to sugar factories for production of anhydrous alcohol or ethanol from alcohol and is met from the Sugar Development Fund.

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

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