

പതിമൂന്നാം കേരള നിയമസഭ

പതിനാലാം സമ്മേളനം

നക്ഷത്ര ചിഹ്നമിടാത്ത ചോദ്യം നം.3956

20.07.2015 ൽ മറുപടിയ്ക്ക്

സപ്തകോയുടെ ലാഭനഷ്ടങ്ങൾ

ചോദ്യം

ശ്രീ. ആർ. രാജേഷ്

ഉത്തരം

ശ്രീ. അനൂപ് ജേക്കബ്  
(ഭക്ഷ്യവും സിവിൽ സപ്ലൈസും  
ഉപഭോക്തൃ സംരക്ഷണവും  
രജിസ്ട്രേഷനും വകുപ്പു മന്ത്രി)

(എ) സിവിൽ സപ്ലൈസ് കോർപ്പറേഷൻ സബ്സിഡി നിരക്കിൽ വിൽക്കുന്ന സാധനങ്ങളുടെ വില പുതുക്കി നിശ്ചയിക്കണമെന്നു വശ്യപ്പെട്ട് സപ്തകോ നൽകിയ കത്ത് ശ്രദ്ധയിൽപ്പെട്ടിട്ടുണ്ടോ;

(എ) ഉണ്ട്.

(ബി) പ്രസ്തുത കത്തിന്മേൽ സ്വീകരിച്ച നടപടികൾ വിശദമാക്കുമോ; കത്തിന്റെ പകർപ്പ് ലഭ്യമാക്കുമോ;

(ബി) വില പുതുക്കി നിശ്ചയിക്കുന്ന കാര്യം തൽക്കാലം പരിഗണനയിലില്ല. കത്തിന്റെ പകർപ്പ് അനുബന്ധമായി ചേർക്കുന്നു.

(സി) ഈ സർക്കാർ അധികാരമേറ്റ ശേഷം നാളിതുവരെ സപ്തകോയ്ക്കുണ്ടായ ലാഭനഷ്ടങ്ങൾ സാമ്പത്തിക വർഷം തിരിച്ച് വിശദമാക്കാമോ;

(സി)

സാമ്പത്തിക വർഷം	നഷ്ടം (കോടിയിൽ)
2011-12	23.96
2012-13	80.90
2013-14 (പ്രൊവിഷണൽ)	89.11

*Beena*

സെക്ഷൻ ഓഫീസർ

No.M2/7850/2015

Dated 24-6-2015

The Secretary to Government  
Food & Civil Supplies Department  
Govt. Secretariat, Thiruvananthapuram

Sir,

Sub: - Supplyco-Proposal for revision of subsidy selling price of essential  
Commodities for July-2015-reg

- Ref:-
1. GO No 29/14/FCS dated 8/8/2014
  2. GO (MS)34/2014/FCS dated 25/8/2014
  3. Govt Lr No 7300/C2/2014/F&CSD dt 5-11-2014 from Secretary to Government(F&CSD)
  4. Govt Lr No 7300/C2/2014/F&CSD dt 28-11-2014 from Secretary to Government(F&CSD)
  5. Govt Lr No 7300/C2/2014/F&CSD dt 25-4-2015 from Secretary to Government (F& CSD)

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Kind attention is invited to the references cited. As part of Government's Market Intervention Operations, Supplyco provides "14" items of essential commodities at subsidized prices which is fixed by the Government of Kerala.

As per **GO No 29/14/FCS dated 8/8/2014**, the Government had approved for fixing the subsidy selling price of 14 items of essential commodities at 20% below the open market rates and at the most 30% below the open market rates, provided no additional loss is incurred to Supplyco.

The prevailing subsidy selling price of all essentials except coconut oil and coriander was fixed by the Government as per letter cited 4 above w.e.f 1-12-2014 and the prevailing selling price of coconut oil was fixed by the Government from 1-1-2015.

During June-2015, the subsidy selling price of coriander was fixed as Rs 100/- per kg allowing a discount of Rs 12/- per kg from the Government sanctioned subsidy selling price of Rs 112/- per kg considering the open market price of coriander.

Although, the proposals for revision of selling prices of essentials as per GO cited 1 above, are being forwarded to the Government every month considering the variation in the open market prices, the Government had not accorded permission for revision of Subsidy selling price and hence the subsidy selling price for the month of December (except for coriander for which the subsidy selling price was revised as stated above and coconut oil for which the subsidy selling price was

reduced from Rs 139/- to Rs 130/- for January-2015 by the Government) is being retained for the month of June 2015 also. The present subsidy selling price of essentials is much more than 20% less than the open market price which in turn increases the loss suffered by Supplyco thereby restricting its capacity to procure sufficient quantity of these commodities as per requirement and also affects the Goodwill of the Government.

As per reference cited 5 above, the Government had informed Supplyco to wait for the upward revision of prices and also directed to reduce the price as per the market trend.

During the F.Y 2014-15, the total loss suffered by Supplyco for the distribution of '14' essentials at subsidy rate is Rs 240.42 crores. In addition to the above, Supplyco had incurred an expenditure of R 11.87 Crores for the distribution of Free Onam Kits to BPL Families and an amount of Rs 8.90 Crores for distribution of Special ssugar during Onam-2014. Considering all these expenses, the total burden on Supplyco for implementing the various welfare measures of the Government for the FY 2014-15 is **Rs 261.19 Crores** whereas the Government has only reimbursed an amount of Rs 70 crores to Supplyco which is less than 30% of the loss suffered by Supplyco.

Since the Government is not reimbursing the loss Suffered by Supplyco on MIO, the impact of the extra burden due to the increase in the gap between purchase price and subsidy selling price will affect the very functioning of Supplyco with the increasing losses threatening its very survival. In such scenario, the Government is requested to absorb the loss incurred by Supplyco by making additional budget allocations or atleast permit the rationalization of Subsidy selling price as instructed in the GO referred 1 above.

**C & AG as per the Audit Enquiry for 2012-14 has also pointed out about the loss Suffered by Supplyco due to the non-implementation of the direction in the GO 276/13/F&CSD dt 27/8/2013 to fix the subsidy selling price at 20% below open market rates and has sought an explanation regarding the non-implementation of the above Government Order especially in view of the Government not reimbursing the subsidy loss.**

In order to comply with the instructions contained in the GO cited 1 above, it is highly necessary to rationalize the selling price of all '14' items of essential commodities on a monthly basis. Besides, the fixing of subsidy selling Price on a monthly basis will stabilize the monthly loss on MIO.

It may also be noted that the purchase price of pulses & spices is showing an increasing trend in the last three months as a result of the crop failure due to unseasonal rains in the producing areas. And it is expected that this trend will continue for the next couple of months. This will result in the increase of subsidy burden due to the incesasing gap between the rising purchase cost and the stagnant subsidy selling prices. Hence, it is requested to revise the subsidy selling price immediately.

The open market price of all pulses and spices have been rising considerably since the last fixation and to comply with the **GO 276/13/F&CSD dt 27/8/2013**, the subsidy selling price of these has to be increased considering the increased

purchase price and open market prices. Hence, Supplyco is requesting to revise the subsidy selling price of these essential commodities i.e Greengram, Blackgram washed, Bengal gram(bold), Toordhal, lobia and chillies.

Based on the current market price & procurement cost, and for complying with the Government Order referred 1 above, the subsidy selling price for the month of July 2015 may be fixed as shown below:-

Sl No	Item	Total Direct Cost of Purchase as per E-Tender held on 9-6-15	Average Purchase Cost per Kg including 10% over heads.	Open Market price as per Economics and Statistics Dept of 20-6-2015(per Kg)	20% less than Open Market Price (Per Kg)	Suggested Subsidy Selling Price for July-15 (Per Kg)	Government Sanctioned Subsidy Selling Price (Rs/Kg)
1	Green Gram	82.69	93.38	110.36	88.29	88.00	74.00
2	Black gram Washed	98.85	110.95	118.64	94.91	95.00	66.00
3	Bengal Gram	55.58	63.00	67.54	54.03	54.00	43.00
4	Lobia	47.56	54.01	63.43	50.74	51.00	45.00
5	Toordhal	98.34	110.37	110.86	88.69	89.00	65.00
6	Chillies	94.03	106.48	121.43	97.14	97.00	75.00
7	Coriander	124.09	139.60	137.71	110.17	110.00	112.00
8	Sugar	23.86	26.75	27.36	21.89	24.00	25.00
9	Jaya rice sortex	25.41	28.73	32.75	26.20	25.00	25.00
10	Kuruva rice sortex	24.09	27.27	32.00	25.60	25.00	25.00
11	Matta rice sortex	25.14	28.42	33.00	26.40	25.00	25.00
12	Raw rice sortex	23.08	26.16	29.00	23.20	23.00	23.00
13	Coconut oil (1 ltr pouch))#	141.93	156.12	165.00	132.00	130.00	130.00
14	Coconut oil (1/2 ltr pouch))#	71.21	78.33	82.50	66.00	65.00	65.00

price from 1-7-2015 is enclosed.

The revision of selling price on a monthly basis will bring down the monthly MIO loss below Rs 15 Crores. And as such, the total loss on MIO for the Financial Year 2015-16 would be about Rs 180 to Rs 200 Crores and which will be more than 10% below the loss on MIO of the previous financial year(2014-15) i.e Rs 265 Crores as suggested in the GO No 276/13/F&CSD dated 27-8-2013.


Hence, to comply with the Government order dated 27-8-2013, it is requested to issue necessary orders for revising the Subsidy Selling Price of '6' essential commodities namely Greengram, Blackgram washed, Bengal gram(bold), Toordhal, lobia and chillies as suggested above.

The Government is requested to issue necessary directions at the earliest

Yours Faithfully,  
Sd/-  
Managing Director

Encl : Statement for revision of Subsidy Selling price  
Copy to : PS to Hon'ble Minister (FCS)

//Approved for issue//

  
Manager (Marketing)

Beena

07/08/2015 03:25:00

**PROPOSED PRICE FIXATION STATEMENT OF SUBSIDY ITEMS For July-2015**

Sl. No.	Commodity	Average rate in E-tender held on 9-6-2015	VAT %	VAT amount	Average rate (Incl. VAT)	Variable purchase cost/kg \$	Handling/cleaning loss as percentage on column No.6 (in %)	Amount of Handling/cleaning loss	Total of variable cost and Handling loss (7+9)	Total Direct cost of purchase	Establishment Cost (10%)	Total Purchase cost including Establishment cost	Average retail open market rate*	20% Less than Average Open Market Rate	30% Less than Average Open Market Rate	Suggested subsidy price for July-2015	Government sanctioned subsidy selling price
1	Green Gram	82.69	1.00	0.83	83.52	0.64	0.88	0.73	1.37	84.89	8.49	93.38	110.36	88.29	77.25	88.00	74.00
2	Black green Washed	98.85	1.00	0.99	99.84	0.64	0.38	0.38	1.02	100.86	10.09	110.95	118.64	94.91	83.05	95.00	66.00
3	Paragat Green	55.58	1.00	0.56	56.14	0.64	0.88	0.49	1.13	57.27	5.73	63.00	67.54	54.03	47.28	54.00	43.00
4	Paragat	47.56	1.00	0.48	48.04	0.64	0.88	0.42	1.06	49.10	4.91	54.01	63.43	50.74	44.40	51.00	45.00
5	Topadhul	98.34	1.00	0.98	99.32	0.64	0.38	0.38	1.02	100.34	10.03	110.37	110.86	88.69	77.60	89.00	65.00
6	Malhar	94.03	1.00	0.94	94.97	0.64	1.25	1.19	1.83	96.80	9.68	106.48	121.43	97.14	85.00	97.00	75.00
7	Chandhar	124.09	1.00	1.24	125.33	0.64	0.75	0.94	1.58	126.91	12.69	139.60	137.71	110.17	96.40	110.00	112.00
8	Shree	23.86	0.00	0.00	23.86	0.40	0.25	0.06	0.46	24.32	2.43	26.75	27.36	21.89	19.15	24.00	25.00
9	Jaya rice sortex	25.41	0.00	0.00	25.41	0.64	0.25	0.06	0.70	26.12	2.61	28.73	32.75	26.20	22.93	25.00	25.00
10	Kuruvu rice sortex	24.09	0.00	0.00	24.09	0.64	0.25	0.06	0.70	24.79	2.48	27.27	32.00	25.60	22.40	25.00	25.00
11	Kathir rice sortex	25.14	0.00	0.00	25.14	0.64	0.25	0.06	0.70	25.84	2.58	28.42	33.00	26.40	23.10	25.00	25.00
12	Paragat rice sortex	23.08	0.00	0.00	23.08	0.64	0.25	0.06	0.70	23.78	2.38	26.16	29.00	23.20	20.30	23.00	23.00
13	Coconut oil (1/2 ltr pouch))#	141.93	0.00	0.00	141.93	0.00	0.00	0.00	0.00	141.93	14.19	156.12	165.00	132.00	115.50	130.00	130.00
14	Coconut oil (1/2 ltr pouch))#	71.21	0.00	0.00	71.21	0.00	0.00	0.00	0.00	71.21	7.12	78.33	82.50	66.00	57.75	65.00	65.00

Kerala

Sd/-

Managing Director

//Approved for issue//

Manager (Marketing)

*Beena*

The Average retail Open Market Rate is taken from the Website of Economics & Statistics Department in the items available in their website as on 20-6-2015 for items available and the open market rates of Kuruvu rice and raw rice collected from the Regional Managers as on 9-6-2015

The Purchase cost of Coconut Oil for the Month of June 2015

Handling charges, Transportation cost etc

6/20/2015

8332