

Statement showing pending C&AG paras of various years pertaining to DFPD

**A. Complete Reports
(Performance Audit/Compliance Audit)**

Audit Paras pertaining to Joint Secretary (Policy & FCI)

Report No. 31 of 2015

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division
Entire Report Py.I	<p><u>Performance Audit on Procurement and Milling of Paddy for the Central Pool.</u></p> <p>The Audit Report points out a large number of deficiencies/weaknesses in the conceptual and operational framework of the procurement and milling of paddy by FCI/SGAs in the country. Audit observed, <i>inter alia</i>, procurement of substandard paddy by the FCI/SGAs, widespread instances of MSP being paid to farmers without ascertaining their bonafides, large scale non-delivery of paddy/rice by the rice millers to FCI/SGAs and irregularities in transportation of paddy/rice. Resultantly, these ended up in benefitting the rice millers/middle logistics providers at the cost of both the producers i.e. the farmers and the end consumers i.e. the TPDS beneficiaries and eventually contributed to avoidable increase in the food subsidy expenditure of the Gol.</p>	<p>Para-wise reply sent to the Audit vide letter dated 9.2.2017. The C&AG vide letter dated 22.11.2017 furnished the vetting remarks, which was forwarded to the concerned Departments/States/ Divisions for comments on 1.12.2017. Reminders issued on 4.1.2018 and 28.3.2018. A meeting was held on 16.4.2018 under the chairmanship of JS(P&FCI) for discussion on the issue. During the meeting, States were requested to submit their comments/ information by 30.4.2018. To expedite the ATN, JS (P&FCI) again took a meeting with concerned State Government representatives on 22.05.2018. ATN sent to the concerned Division for vetting on 13.07.2018. A meeting was convened by Director (Movt.) with respective Divisions on 16.7.2018 to expedite reply. Respective State Government(s) have also been requested to expedite information during State Food Secretary's meeting held on 01.08.2018. Meeting with representatives of State Government of AP, Bihar, Haryana, Punjab, Odisha and Uttar Pradesh as well as FCI were conducted during last week of August, 2018 to review the preparation of ATN and expedite the inputs from them.</p> <p>Total No. of paras 75</p> <p>Further details may be seen at Annexure – I.</p>

Report No.18 of 2017

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division
Entire Report [Except Chapter- IV]	<p><u>Compliance audit:</u></p> <p>This Report contains detailed observations on three areas viz. Debt Management, Labour Management and Incentive Payments and Implementation of Private Entrepreneurs Guarantee (PEG) Scheme in Punjab and five individual observations (two of which relates to fraudulent payment amounting to Rs.72.28 crore and amounting to Rs.2,772.98 crore.</p>	<p>ATN sent to C&AG vide letter dated 27.3.2018 (except 5.4). ATN in respect of the remaining para No.5.4 sent vide letter dated 16.4.2018. Vetting remarks received from the Audit vide letter dated 22.05.2018. Revised ATN on Audit Para sent to CAG on 06.09.2018. Mail sent to C&AG on 04.02.2019, enclosing copy of ATN sent on 26.10.2018.</p> <p>[COPU also raised questions while examining the Report No. 18 of 2017 of FCI. Reply to the question raised by COPU sent to Lok Sabha Secretariat vide this Departments letter dated 18.6.2018. COPU vide OM dated 24.08.2018 has requested to provide background note on FCI by 07.09.2018. Background note sent to COPU vide letter No.19015/2/2017-FC.III dated 11.9.2018.]</p> <p>Total No. of paras 42 <i>[Excluding Chapter-IV]</i></p> <p>Further details may be seen at Annexure – II</p>

B. Other Commercial Paras

Audit Paras pertaining to Joint Secretary (Policy & FCI)

Report No. 13 of 2013

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division
6.3 Py.II	<p><u>Misappropriation of the amount of Service Tax by the Contractor:</u></p> <p>Non-remittance of Service Tax amounting to Rs.5.37 crore paid to the private SCH&T Contractors by FCI for handling and transportation of wheat during 2006-07 and 2007-08.</p>	<p>Case is pending with Court.</p> <p>ATN submitted vide letter dated 22.1.2018 to drop the audit para as the matter is subjudice. Sr. AO, C&AG vide letter dated 27.03.2018 informed that, since Court case is still pending and recovery is also pending, the para may be retained.</p> <p><u>Latest position of the Court cases:</u></p> <p>FCI informed that on hearing dated 15.06.2019 in CS-40/2016, The next date of hearing has not been fixed as the Hon'ble Judge has been transferred w.e.f 10.06.2019.</p> <p>New case number CCS-14/2019 (old CS-40/2016), on hearing dated 03.10.2019 has been adjourned to 18.12.2019.</p> <p>In CC-4698/2014, FCI vide e-mail dated 23.10.2019 has informed that on hearing dated 21.10.2019, the case has been adjourned to 26.12.2019. adjourned on dated 3.5.2021. further adjourned on dated. 16.06.2021.</p>

Report No.15 of 2016

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division
5.2 FC-I	<p><u>IT Audit on implementation of Financial Accounting Package:</u></p> <p>Food Corporation of India (FCI) rolled out FAP without the pilot locations expressing their satisfaction and full payment of Rs.12.53 crore was released to TCS. The Corporation incurred unfruitful expenditure of Rs.4.92 crore on networking and hardware. Moreover, FCI sanctioned Rs.200.78 crore to implement altogether different software instead of using the FAP's inventory module in Oracle. Financial Statements could not be generated through FAP due to deficient customization and these were being prepared manually. Modules of FAP lacked proper validation, security provisions and processing controls leading to incorrect output, unreliable data and excess payments.</p>	<p>ATN sent to C&AG on 10.04.2018 for vetting. C&AG did not accepted the reply on the para and returned it to the Department, vide letter dated 05.06.2018. FCI was requested vide letter dated 15.6.2018 to send updated reply on the audit para. FCI furnished reply vide letter dated 09.07.2018. ATN sent to C&AG on 07.08.2018.</p> <p>C&AG vide letter dated 17.12.2018 sent vetting remarks in respect of 35 Sub-Paras, out of which 9 sub-paras are settled. FCI was requested vide letter dated 27.12.2018 to furnish updated reply on the vetting remarks of C&AG. Reply on C&AG remarks received from FCI on 6.3.2019. ATN sent to C&AG vide letter dated 10.04.2019 (3rd journey). CAG vide letter dated 26.6.2019 sent the vetting remarks, which is sent to FCI, vide letter dated 04.07.2019 for further comments, followed by reminder dated 16.9.2019.</p> <p>FCI furnished reply vide letter dated 15.11.2019, which is incomplete. They have furnished revised reply vide letter dated 15.11.2019. ATN sent to C&AG vide letter dated 15.1.2020. Vetting remarks awaited. Reminder sent on 7.01.2021.</p>
5.4 Movt.II	<p><u>Undue benefit to the transport contractors</u></p> <p>GOI exempted incidence of service tax on transportation of food grains in February 2010. However, Regional offices of Food Corporation of India at Guwahati and Shillong floated tenders for transportation of food grains inclusive of element of service tax in violation of their Headquarters' instructions of October 2012. This resulted in avoidable payment of element of service tax of Rs.13.18 crore to the transporters.</p>	<p>FCI was asked to furnish comments in ATN format vide letter dated 7.11.2016 and subsequent reminders dated 25.11.2016, 16.12.2016 and d.o. letter dated 20.1.2017. Reply/comments furnished by FCI vide letter dated 1.2.2017 was incomplete. FCI was reminded vide letter dated 20.02.2017, 20.03.2017 and 04.05.2017. Reply of FCI received on 23.6.2017 was incomplete. FCI was asked to furnish complete information vide letter dated 14.8.2017 and 5.9.2017. Reply received from FCI on 27.09.2017. ATN sent to C&AG on 13th November, 2017. Vetting remarks received vide letter dated 15.1.2018. Vetting remarks received from Audit has been sent to FCI for comments vide letter dated 24.01.2018. Reply received from FCI vide letter dated 21.2.2018 was not complete. D.O. letter dated 12.3.2018 sent to FCI for complete reply. Reminders sent to FCI vide letter dated 12.4.2018 and 2.5.2018 for comments. Information furnished by FCI vide letter dated 3.5.2018 was in-complete. Hence, complete reply was sought from FCI vide letter dated 18.05.2018, 5.6.2018 and 20.6.2018. Reply received from FCI (e-mail) on 22.06.2018 not satisfactory. Meeting held with FCI officials. Minutes of the meeting sent to FCI on 02.07.2018. FCI submitted reply through e-mail. ATN duly vetted by IFD sent to C&AG vide letter dated 4.9.2018. Vetting remarks received from C&AG vide letter date 20.11.2018, and sent to FCI on 29.11.2018 for comments. Reply received on 14.12.2018 was not satisfactory, additional</p>

		<p>information has been called for from FCI vide letter dated 02.01.2019. Reminder sent to FCI on 28.01.2019 and 22.02.2019 sent to FCI. Reply received on 26.02.2019. Reply sent to Audit vide letter dated 08.03.2019 (3rd journey). <u>C&AG vide letter dated 18.10.2019 reported that, remarks sent on 29.3.2019.</u> CAG vetting remarks dated 29.3.2019 forwarded to FCI on 7.7.2020 for examination and reply. In this regard, a reminder dated 06.08.2020 has also been sent to FCI.</p> <p>Reply sent to C&AG on 13.01.2021</p>
5.5 Movt.II	<p><u>Extra expenditure on transportation of foodgrains</u></p> <p>Food Corporation of India incurred extra expenditure of Rs.11.22 crore on transporting food grains to its food storage godowns in and around Bhiwandi from Railways' Turbhe goods shed instead of a nearer point of Kalyan goods shed.</p>	<p>Audit para received on 2.11.2017. FCI was asked to furnish comments in the ATN format vide letter dated 7.11.2016 and subsequent reminders dated 25.11.2016 and 16.12.2016. Reply received from FCI vide letter dated 10.1.2017. ATN sent to Audit vide letter dated 20.1.2017. Vetting remarks received from the Audit. Reply (ATN) sent to Audit vide letter dated 14.05.2018. C&AG vide letter dated 19.06.2018 furnished the vetting remarks. Vetting remarks of Audit sent to FCI for comments vide letter dated 04.07.2018. Reply received vide letter dated 12.7.2018. Reply sent to Audit vide letter dated 28.8.2018 (4th journey). Vetting remarks received from Audit (15.03.2019) stating that The Para has been settled.</p> <p>Now, Audit vide letter dated 29.07.2019 has informed that revised vetting remarks will be submitted after compliance Audit of FCI, Mumbai as it has been observed by Audit that charge-sheet against 4 FCI officers have been filed on the directions of CVC. FCI has been asked to furnish comments vide letter dated 27.08.2019. In this regard, reminders have been sent to FCI on 06.08.2020 and 31.08.2020.</p> <p>Vetting remarks of Audit received vide their letter dated 20-5-2021, which has been sent to FCI vide this office letter dated 09.06.2021.</p>

Report No.4 of 2018

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division																		
5.1 Py.III	<p>Management of Gunny Bags in Punjab Region</p> <p>Food Corporation of India (FCI) failed to recover Rs.223.58 crore that was due to the Corporation on account of interest on advances given to State Government Agencies (SGAs) for procurement of gunny bags as well as on account of reimbursement of cost of gunny bags at higher rates than that prescribed. Further, there was non-recovery Rs. 2.86 crore from Container Corporation of India due to failure to effectively</p>	<p>The para contain 6 sub-paras. Present status:-</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td>No. of sub-para</td> <td style="text-align: right;">6</td> </tr> <tr> <td>No. of sub-para settled/vetted by C&AG</td> <td></td> </tr> <tr> <td style="padding-left: 20px;">1. Paras sent to COPU</td> <td style="text-align: right;">0</td> </tr> <tr> <td style="padding-left: 20px;">2. Paras yet to be sent to COPU</td> <td style="text-align: right;">2</td> </tr> <tr> <td>No. of outstanding sub-paras</td> <td style="text-align: right;">4</td> </tr> <tr> <td>Pending with DFPD</td> <td style="text-align: right;">1</td> </tr> <tr> <td>Pending with FCI</td> <td style="text-align: right;">2</td> </tr> <tr> <td>Pending with C&AG</td> <td style="text-align: right;">1</td> </tr> <tr> <td>Total</td> <td style="text-align: right;">4</td> </tr> </table> <p>Sub-para wise details are given below.</p>	No. of sub-para	6	No. of sub-para settled/vetted by C&AG		1. Paras sent to COPU	0	2. Paras yet to be sent to COPU	2	No. of outstanding sub-paras	4	Pending with DFPD	1	Pending with FCI	2	Pending with C&AG	1	Total	4
No. of sub-para	6																			
No. of sub-para settled/vetted by C&AG																				
1. Paras sent to COPU	0																			
2. Paras yet to be sent to COPU	2																			
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Pending with DFPD	1																			
Pending with FCI	2																			
Pending with C&AG	1																			
Total	4																			

	5.2.2.1 Avoidable expenditure due to improper planning for movement of stock.	Additional information on reply/comments of FCI in r/o further vetting remarks (5 th journey) of Audit has been called for from FCI vide this office letter dated 21.07.2020 which is awaited from FCI. In this regard, a reminder dated 31.08.2020 has also been sent to FCI. Comments of FCI received vide letter dated 12.2.2021. ATN sent to CAG vide letter dated 9.3.2021.
	5.2.2.2 Transportation of foodgrains in excess of requirement at a higher rate	Reply/comments on further vetting remarks (5 th journey) of Audit has been sought from FCI vide this office letter dated 07.03.2020 which is awaited from FCI. In this regard, a reminder has also been sent to FCI on 06.08.2020 and 03.09.2020. FCI furnished detailed comments on the vetting remarks of audit. File is under-process.
	5.2.2.3 Non levy of liquidated damages	This office requested FCI to furnish its reply/comments on further vetting remarks of Audit which is awaited from FCI
	5.2.2.4 Lack of monitoring of movement of trucks	Reply/comments on further vetting remarks (5 th journey) of Audit has been sought from FCI vide this office letter dated 07.03.2020 which is awaited from FCI. In this regard, a reminder has also been sent to FCI on 06.08.2020 03.09.2020. FCI furnished detailed comments on the vetting remarks of audit. File is under-process.
	5.2.2.5 Excess payment due to non-adherence to distance measurement clause of Model Tender Form	Reply/comments on further vetting remarks (5 th journey) of Audit has been sought from FCI vide this office letter dated 07.03.2020 which is awaited from FCI. In this regard, a reminder has also been sent to FCI on 06.08.2020 and 03.09.2020. FCI furnished detailed comments on the vetting remarks of audit. File is under-process.
5.4 FC A/c	Irregular payment of Guarantee Fee Charges.	ATN sent to C&AG vide letter dated 13.8.2019. Vetting remarks received vide letter dated 4.9.2019. Reminder issued to FCI on 12.3.2021 and 15.3.2021.
5.6 FC A/c	Irregular payment of custody and Maintenance Charges	Copy of the para sent to FCI vide letter dated 23.4.2018 for furnishing ATN/reply. FCI furnished reply vide e-mail dated 8.5.2018. ATN sent to C&AG vide letter dated 20.07.2018. C&AG vide letter dated 28.9.2018 furnished vetting remarks. ATN sent to Audit vide letter dated 24.12.2018. C&AG reported that, ATN dated 24.12.2018 not received. Copy of ATN sent vide letter dated 2.1.2020. Reminder sent to CAG on 23.03.2021.

Audit Paras pertaining to Joint Secretary (IMPEX)
Report No.15 of 2016 (Commercial)

Para No./ Division/ Section	Subject & Gist of the Objection	Present status reported by the Programme Division
5.1 IMPEX	Export of wheat	The para contains 14 sub-paras. Present status: Settled/sent to COPU 10 Pending with FCI 4
	5.1.2.1 Deficiencies in tendering process	
	(a) Prequalification criteria changed after NIT resulting in restricted competition	ATN sent to COPU vide letter dated 22.11.2019.
	(b) Insufficient time allowed for submission of tender, in violation of Central Vigilance Commission (CVC) guidelines.	ATN sent to COPU vide letter dated 28.08.2020
	5.1.2.2 Inefficiencies in port operations	
	(a) Non comparison of rate offered at different ports	ATN sent to COPU vide letter dated 28.08.2020
	(b) Higher rate charges by Clearing and Handling Agents (CHAs) at private ports	ATN sent to COPU vide letter dated 22.11.2019.
	(c) Avoidable expenditure of Rs.27.67 core due to bulking of stock before finalization of tenders and payment to H&T for its transport back to various depots by FCI	ATN sent to COPU vide letter dated 28.08.2020
	5.1.2.3 Weakness in Monitoring	
	(a) Excess payment of Rs.6.22 crore on account of application of wrong clause	ATN sent to COPU vide letter dated 28.08.2020
	(b) Claims receivable from PSUs in respect of Phase I and II of exports	1 st Meeting under AMRCD procedure held on 22 nd May, 2020. The Committee decided that before arriving at any decision by the Committee, both parties have to hold meeting at various level to discuss their claims and counter claims, so as to arrive at logical conclusion. FCI informed that meeting of CMDs was held on 25.06.2020 under proceedings of AMRCD, during the meeting MMTC informed that records are at various Regional offices and due to COVID lockdown larger time frame is required for responding to the counterclaims of FCI therefore meeting was held on dated 31.07.2020 followed by 17.09.2020 for reconciliation of claims and counter claims. The next meeting in the matter was held on 13.10.2020. It was decided in the meeting that both MMTC and FCI will make effort to arrive at logical conclusion and in case, any claim of FCI/ MMTC is still unsettled, the same will be placed before the AMRCD committee for final decision. It was mutually decided that the next meeting shall be held at suitable date after consulting each other. Both FCI and MMTC is requested to sit together to furnish a timeline to complete the reconciliation process so that the proceedings in terms of

		<p>AMRCD could be completed in a time bound manner (letter dated 3rd Dec., 2020). A reminder has been sent to FCI.</p> <p>With regard to Service tax refund issue, 2 meetings were convened with FCI. FCI has been requested to furnish the copies of the appeal filed by CPSUs with Service Tax authorities. No response received from FCI. FCI has been reminded vide letter dated 1.3.2021.</p> <p>The matter was examined by JS(Impex) with officers of FCI and FCI is directed to make more strenuous efforts in the matter. FCI was also directed to take up the matter at higher level.</p>
(c) Non receipt of Service tax refund of Rs.20.09 crore from the CPSUs.		-do-
(d) Withholding of export sale realization of Rs.60.99 crore by MMTC		-do-
(e) Short receipt of dispatch money		ATN sent to COPU vide letter dated 28.08.2020
(f) Loss of Rs.4.46 crore due to cancellation of shipment		<p>FCI has been directed to resolve to the issue through holding the meetings with the concerned stakeholders in a month's time.</p> <p>FCI informed that for settlement of claims with STC a meeting was held on 9.12.2019 followed by meetings dated 30.7.20 & 20.8.20. For conducting next meeting letter dated 05.01.2021 had been sent to STC. Further progress of the case is ascertained from FCI vide letter dated 27th January, 2021 and FCI was reminded on 1.3.2021. A meeting was held under the Chairpersonship of JS(Impex) and FCI is directed to re-examine the issue afresh..</p>
(g) Reduction in scope of work of CHA without reduction in rate leading to over payment of Rs.5.01 crore		ATN sent to COPU vide letter dated 28.08.2020
(h) Payment of Rs.8.01 crore to CHAs for work, included in their scope but actually carried out by FCI		ATN sent to COPU vide letter dated 31.5.2019.
(i) Non deduction TDS of Rs.10.93 crore on commission paid to CPSUs.		ATN sent to COPU vide letter dated 28.08.2020

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Report No.31 of 2015
Procurement and Milling of paddy procured for the Central Pool

Para No.	Subject & Gist of the Objection	Present status reported by the Programme Division
	Mandi Labour Charges (MLC)/ Handling Charges	
2.1.1(a)	Irregular payment of Rs.194.23 crore Mandi Labour Charges to rice millers for supply of Levy Rice in Odisha, Bihar and Andhra Pradesh Regions of FCI.	FC A/c: C&AG sent vetting remarks on 15.10.2018. Updates from RO(Odisha) & AP is awaited. Reply from FCI vide letter dated 26.6.2019 stating that updates will be furnished after recovery position received from RO, Odisha and AP. Reminder Issued to FCI on 30.9.2019 and 21.10.2019. Reply is awaited. E-mail Reminder issued to FCI on dated 28.8.20 & 14.10.20, 4.1.2021
2.1.1 (b)	Excess payment of Rs. 5.91crore to the State Government. and its agencies due to double reimbursement of elements of MLC on purchase of CMR in FCI, Uttar Pradesh region.	FC Acs: Final ATN sent to COPU (09.12.2020).
2.1.1 (c)	Excess claim of Rs.6.63 crore as MLC in Uttar Pradesh and Andhra Pradesh.	FC A/c: Vetting remarks received vide letter date 8.7.2019. Para sent to COPU (5.10.2020).
2.1.1 (d)	Irregular payment of Rs.27.33 crore as Handling/ Mandi Labour Charges to Andhra Pradesh State Civil Supplies Corporation (APSCSC) in respect of paddy stocks purchased by IKP (SHG) Groups under State CMR – (FCI, AP Region)	FC A/cs: ATN sent to C&AG vide letter dated 12.04.2019. Vetting remarks received vide letter date 9.7.2019 and forwarded to FCI on 29.7.2019 and reminder on (e-mail) 14.10.2020, 4.1.2021. & 15.6.2021.
2.1.1 (e)	Undue benefit to paddy purchase centers (PPCs) due to irregular release of hamali charges – Rs. 8.95 crore in Telangana.	FC A/c: Reply received from Telangana. ATN sent to C&AG. Vetting remarks received and forwarded to FCI. Vetting remarks sent to Govt. of Telangana vide letter dated 31.1.2020 for comments. Reminder on dated 23.7.20. Reply awaited
	Gunny Cost and its Depreciation	
2.1.2 (a)	Non-recovery of Rs.131.23 crore towards cost of gunnies from SGAs in Uttar Pradesh.	FC A/c: Vetting remarks received and forwarded to FCI. Reminder mail sent on 27.7.2020.
2.1.2 (b)	Loss of Rs.47.58 crore due to non-recovery of gunnies from defaulter millers in Bihar.	FC A/c: Updates from FCI received and ATN sent to C&AG vide letter dated 12.04.2019 (2 nd journey). Vetting remarks received vide letter dated 17.2.2020. Reply from FCI is awaited. Reminder issued on 8.3.2021.
2.1.2(c)	Avoidable expenditure of Rs.174.62 crore on gunny depreciation in Punjab, Haryana, Bihar and Andhra Pradesh Regions of FCI.	FC Acs: Final ATN sent to COPU (09.12.2020).
2.1.2(d)	Non-recovery of gunny cost amounting to Rs.2.30 crore from the private rice millers in FCI, Bihar Region.	FC A/c: ATN sent to C&AG vide letter dated 12.04.2019. Vetting remarks received vide letter dated 9.7.2 and forwarded to FCI on 29.7.2019. Fresh comments/reply has not been received so far (the para to be sent to COPU). E-mail sent to FCI on 20.7.20 for fresh comments. IFD concurred the ATN on 17.12.2020 (to be sent to CAG)

2.1.2(e)	Extra expenditure of Rs.6.34 crore due to non-revision of value cut on supply underweight gunnies in FCI, Punjab and Haryana Region.	FC A/c: Vetting remarks received and forwarded to FCI. Reminder mail sent on 27.7.2020.
2.1.2(f)	Avoidable expenditure of Rs.66.14 crore due to excess fixation of gunny cost for levy and CMR with reference to DGS&D rates in FCI, Andhra Pradesh Region.	Py.III: ATN sent to C&AG on 1.7.2019 (3 rd Journey). Vetting remarks received vide letter dated 23.7.2019. Final ATN sent to COPU on 26.6.2020.
2.1.2(g)	Extra expenditure of Rs.40.80 crore on internal transportation on gunny bales in Odisha & Chhattisgarh regions of FCI and Government of Chhattisgarh.	FC A/c: ATN sent to C&AG vide letter dated 16.8.2019. Further vetting remarks received vide letter dated 25.9.2019. The para to be sent to COPU. ATN sent to C&AG vide letter dated 13.01.2021.
2.1.3	Custody and Maintenance Charges (C&M Charges)	FC A/c: Vetting remarks received from C&AG vide letter dated 15.10.2018. Reply sent to C&AG vide letter dated 12.04.2019. Vetting remarks received vide letter dated 9.7.2019 and forwarded to FCI on 29.7.2019. Fresh comments/reply has not been received so far. E-mail sent to FCI on 20.7.20 and 14.10.2029 for fresh comments. ATN sent to C&AG (3.3.2021).
2.1.4	Inadmissible excess draige allowance amounting to Rs.952.37 crore given to the Millers, SGAs.	Py.I: ATN sent to C&AG on 6.3.2019. Vetting remarks received vide letter dated 29.3.2019. ATN sent to C&AG vide letter dated 13.1.2021.
	Transportation Cost	
2.1.5(a)	Unjustified lump sum transportation charges of Rs.38.20 crore in FCI, Odisha Region.	FC A/c: ATN sent to C&AG on 30.05.2019 (3 rd journey). Vetting remarks received vide letter dated 16.7.2019. ATN was forwarded to PI cell for comments. File has been returned to the Progarmme Division along with the comments of PI Cell. Reminder sent to Odisha dt. 23.2.2021.
2.1.5 (b)	Irregular part-payments of Rs.7 crore in Nalgonda District of Telangana	FC Acs: Final ATN sent to COPU (09.12.2020).
2.1.6	Avoidable payment of interest charges of Rs.31.59 crore to SGAs by Bihar and Andhra Pradesh Region of FCI.	FC A/c: Vetting remarks received from C&AG vide letter dated 15.10.2018. Para circulated to State and FCI on 12.12.2018 followed by reminder dated 04.01.2019. Reply received from FCI vide e-mail dated 12.02.2019. Documentary proof in respect of amount recovered in Bihar region has not received so far. Reminder sent to FCI on 21.10.2109. Reply is awaited. Mail to FCI for reply on dated 28.7.2020, 28.8.20, 15.10.20 and 4.1.21. ATN sent to CAG vide O.M. dated 10.3.2021.
2.1.7	Release of value added tax of Rs.1023.92 crore to Private Rice Millers in contravention of the GoI/GoAP instruction in FCI, Andhra Pradesh Region.	FC Acs: Final ATN sent to COPU (09.12.2020).
2.1.8	Irregular payment of Rs.73.70 crore commission to Societies for supply of CMR by SGAs during KMS 2009-10 to 2012-13.	FC A/c: Reply received from FCI on 26.09.2019 and Reply is not satisfactory and again sent to FCI for fresh and updated comments. Recovery is still pending. updated status required form FCI. Reminder issued to FCI on 21.10.2019, 28.7.20, 28.8.20, 14.10.20, 2.12.20 4.1.2021. but reply is still awaited.. phone on dated 10.3.21 reminder is put up on

		15.6.2021.
2.1.9	No-submission of certificates for payment of Market fee amounting to Rs. 17.09 crore in Andhra Pradesh and Telengana.	FC Acs: Final ATN sent to COPU (09.12.2020).
	Non-uniformity in fixation of MLC and Gunny Cost for CMR and levy operation.	
2.1.10 (a)	Excess payment of Rs.436.69 crore as MLC for CMR in Chhattisgarh, Punjab, Haryana regions of FCI, State Government. of Chhattisgarh and U.P.	FC A/c: ATN sent to C&AG vide letter dated 16.8.2019. Further vetting remarks received vide letter dated 25.9.2019 (3rd journey). Comments awaited from FCI. E mail reminder issued to FCI on dated 30.7.20, 28.8.20 & 15.10.20, 4.1.2021
2.1.10 (b)	Different rates of gunny cost for CMR and levy rice resulted in extra expenditure of Rs.42.27 crore - Bihar, Odisha, U.P. and Andhra Pradesh regions of FCI.	FC Acs: Final ATN sent to COPU (09.12.2020).
3.1	Extra expenditure of Rs.256.73 crore due to shortfall in achievement of procurement targets of paddy by FCI in Punjab and Haryana.	Py.I: Final ATN sent to COPU (14.12.2020)
3.2.1	Doubts about the authenticity of MSP payment.	Py.I: Vetting remarks received vide letter dated 31.5.2019. Final ATN sent to COPU (30.03.2020).
3.2.2	MSP certificates for paddy worth Rs.17985.49 crore not obtained in Telangana, Andhra Pradesh, U.P., Punjab and Haryana.	Py.I: Updated ATN sent to C&AG vide letter dated 27.12.2018 (2 nd time). Reply received from C&AG vide letter dated 31.5.2019. No further comments. (In respect of UP para has been closed by Audit) Reply awaited from state Govt. and FCI to process for sending it COPU. Reminder issued on 20.01.2021 & 15.02.2021 & 03.03.2021 & 12.04.2021 & 05.05.2021 & 24.05.2021
3.2.3	Irregular mode of MSP payment by SGAs/FCI.	FC Acs: Final ATN sent to COPU (09.12.2020).
	Deficiencies in quality of procured paddy:	
3.3.1	Non-Compliance of PFA standards in Punjab and Haryana region of FCI.	Py-I: ATN sent to CAG on 27.08.2018 (2 nd time) Vetting remarks received from C&AG vide letter dated 15.10.2018. Para has been circulated to State Government fo Punjab, Haryana & QC Division, FCI 03.12.2018 to prepare ATN and a reminder has also been issued on 22.01.2019, 8 th May 2019 & 20.09.2019 & 04.11.2019, 29.07.2020 but the reply is still awaited. QC Division, FCI has furnished their reply. Reminder issued on 17.09.2020, 03.12.2020, 22.01.2021, 15.2.2021 & 3.3.2021. But the reply is still awaited.
3.3.2	Issue of 1.84 LMT of old rice without tests for insecticides/pesticides residue.	Py-I: Para sent to COPU (10.06.2021).
3.3.3	Procurement of substandard paddy valuing Rs.9788.50 crore in Punjab by SGAs.	Py.I: Sent to CAG on 13.11.2018 (2 nd time). Vetting remarks has been received on 14.02.2019 from C&AG. Para circulated to

		Punjab on 26.02.2019, followed by 13 reminders. Last reminded on 24.05.2021. But the reply is still awaited.
3.3.4	Procurements of paddy worth Rs.21115.13 crore without ensuring quality by the Government of Chhattisgarh.	S&R: Matter concerned to Govt. of Chhattisgarh. Reply received from the State Govt. was not acceptable to C&AG. Department vide letter dated 24.9.2019 requested Government of Chhattisgarh to prepare suitable reply and same may be send to C&AG. Vetting remarks received vide letter dated 15.12.2020.
3.3.5	Procurement of paddy worth Rs.19.56 crore from 2831 farmers without quality tests in Odisha.	FC Acs: Final ATN sent to COPU (09.12.2020).
	Relaxation in procurement of paddy/rice:	
3.4.1	Excess payment of Rs. 208.27 crore to millers in Punjab due to acceptance of rice under relaxed specifications (URS) without corresponding value cut for KMS 2009-10.	S&R: Updated ATN sent to C&AG vide letter dated 30.08.2018. Vetting remarks received from C&AG has received on 15.10.2018. ATN sent to C&AG vide letter dated 6.11.2019. Vetting remarks received vide letter dated 23.12.2019. Department vide letter dated 24.08.2020 has requested FCI to prepare suitable reply and the same may be sent to the Ministry. Observation of CAG is under examination. CAG V remarks recd on 05.4.2021 to be sent to COPU
3.4.2	Payment of Rs.124.23 crore as upgradation charges in Punjab without determining quantities of specified variety of rice and actual expenditure incurred thereon.	Py-I: (2nd time) reply has been sent to CAG. Vetting remarks received from C&AG vide letter dated 15.10.2018. Paras circulated to State Governments on 03.12.2018 for comments and reminder issued on 22.01.2019, 8.5.2019, 20.9.2019 10.1.2020, 29.07.2020, 17.09.2020, 03.12.2020 & 22.01.202, & 15.02.2021 & 03.03.2021& 12.04.2021 & 05.05.2021 & 24.05.2021, but the Reply is still awaited.
3.4.3	Relaxation in specification without imposition of value cut in Punjab in KMS 2010-11 leading to avoidable subsidy burden of Rs.142.64 crore.	S&R: Updated ATN sent to C&AG vide letter dated 30.08.2018 (2 nd time). Vetting remarks received from C&AG on 15.10.2018. Comments of FCI obtained. ATN sent to C&AG vide letter dated 6.11.2019. Vetting remarks received vide letter dated 23.12.2019. Department vide letter dated 24.08.2020 has requested FCI to prepare suitable reply and the same may be sent to the Ministry. Reminder sent ton 30.09.2020. CAG V remarks recd on 05.4.2021 to be sent to COPU
3.4.4	Relaxation in uniform Specification of normal paddy/rice in Haryana without following the mandatory procedure in KMS 2013-14.	FC Acs: Final ATN sent to COPU (09.12.2020).

3.5	Inadequate deployment of staff in Mandis to conduct quality checks.	Py.I: ATN sent to C&AG on 8.4.2019. Vetting remarks only in respect of Govt. of UP received on 17.06.2019 and circulated it to concerned State on 20.06.2019, followed by 11 reminders. Last reminded on 24.05.2021. But the reply is still awaited.
	Pre-milling storage and damage of paddy:	
3.6.1	Loss due to storage in open area resulted in damage to paddy worth Rs.179.76 crore in Chhattisgarh.	Py.I: Reply not received from Chhattisgarh reminder issued on 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021, 24.05.2021 & 24.05.2021.
3.6.2	Loss due to storage in open area resulted in damage to paddy worth Rs.21.28 crore in Bihar.	Py.I: ATN sent to C&AG (third time) on 10.07.2019. Vetting remarks received On 17.02.2020 and sent it to Govt. of Bihar on 30.07.2020 to obtain ATN. But reply is still awaited from the State Govt of Bihar. Reminder issued on 17.09.2020, 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021 & 24.05.2021.
3.6.3	Non-availability of adequate and proper storage facilities in Odisha leading to damage of paddy worth Rs. 7.93 crore.	FC Acs: Final ATN sent to COPU (09.12.2020).
3.7	Unsecured paddy worth Rs.5221.09 crore and non-insurance of paddy stock in Chhattisgarh, Odisha, U.P. and Andhra Pradesh.	Py.I: Partially closed for Chhattisgarh, Odisha and UP. Para stands for Andhra Pradesh, Telangana, Bihar and Haryana. Bihar has denied that this para does not pertain to Bihar. Reminder issued on 03.01.2021 & 22.01.2021 & 15.02.2021 & 03.03.2021 & 12.04.2021 & 05.05.2021 & 24.05.2021
	Improper linkage of mandis with rice mills:	
4.1.1	Injudicious linking of paddy purchase centers with rice mills	FC A/c: Vetting remarks received from C&AG vide letter dated 16.7.2019 and forwarded to State Govt. of Punjab on 29.8.2019. Reply received from Punjab. ATN sent to C&AG (14.08.2020).
4.1.2	Irregular expenditure of Rs.207.99 crore on transportation of paddy in Punjab.	FC A/c: Vetting remarks received from C&AG vide letter dated 16.7.2019 and forwarded to State Govt. of Punjab. Reply received from Punjab. ATN sent to C&AG (14.08.2020)
4.1.3	Extra expenditure of Rs. 44.27 crore due to incorrect fixation of transportation charges.	FC Acs: Final ATN sent to COPU (09.12.2020).
4.1.4	Payment of extra transport charges of Rs. 32.23 crore in contravention of the GOI guidelines in Odisha.	FC A/c: ATN sent to C&AG on 30.05.2019. Vetting remarks received vide letter dated 16.7.2019. Vetting remarks received vide letter dated 13.12.2019. Para pertain to Govt. of Odisha. Remainder sent to Odisha on 27.7.2020.
4.2	Irregularities in allotment of paddy in Haryana.	Py.I: Vetting remarks has been received on 4.11.2019. Para Stands. Circulated to Govt of Haryana on 11.11.2019. Reminders issued on 10.01.2020, 29.07.2020 & 17.09.2020, 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021,

		05.05.2021 & 24.05.2021. But reply is still awaited.
4.3	Non-recovery of extra expenditure due to transfer of paddy from the allotted rice mill to another mill in Telangana.	Py.I: ATN sent to C&AG on 25.10.2018 (2 nd time). Vetting remarks received on 07.02.2019 from C&AG. Reminders issued on 23.01.2020, 29.07.2020 & 17.09.2020, 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021 & 24.05.2021. But reply is still awaited.
4.4	Dubious transportation expenditure amounting to Rs.6.58 crore.	FC A/c: Updates from UP awaited and advised to update the comments in the meeting held on 26.6.2019. Director (FC A/cs) held another meeting with States/FCI on 30.9.2019. Minutes issued on 14.10.2019. Reply from UP received on 5.10.20 part reply is under submission. Reply from Punjab is still awaited. ATN send to CAG for 2nd Journey on 4.12.2020.
4.5.1	Non-constitution of competent authority for selection of rice mills in Andhra Pradesh and Telangana led to extra expenditure of Rs.39.64 crore.	FC A/c: Information sought from States. Vide D.O. letter from Secretary, DFPD on 8.3.2019. ATN received from AP. Updates received from Telangana on 26.9.2019. Final reply sent to CAG on dated 7.1.2020. with the request for drop the para.. Reminder sent on 27.7.2020. Reminder sent to CAG on 25.03.2021.
4.5.2	Improper selection of rice millers during KMS 2009-10 to KMS 2011-12.	Py.I: Vetting remarks received on 07.02.2019 from C&AG. Reply is awaited from AP, Telangana, Odisha & FCI. Reminders issued on 29.07.2020, 17.09.2020, 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021 & 24.05.2021.
4.5.3	Selection of millers despite non-delivery of CMR in Odisha.	FC A/c: Information received from Govt. of Odisha. ATN sent to C&AG on 1.7.2019. C&AG reported that ATN has not been received. Copy of ATN sent vide letter dated 2.1.2020. Court case filed by the State Govt.; hence para is pending.
5.1.1	Non revision of milling charges/deductible value of by-products resulting in non reduction of subsidy burden of the Gol.	FC A/c: Final ATN sent to COPU (31.01.2020)
5.1.2	Non-revision of out-turn ratio leading to short delivery of rice to FCI and consequential loss to the GOI amounting to Rs. 1195.40 crore in Andhra Pradesh region of FCI.	S&R: Report on Trial milling of paddy for fixation of OTR submitted by FCI on 14.11.2019, and the same is under examination at Senior level.
5.1.3	Wrongful payment of VAT to the tune of Rs.6.26 crore to state excise and taxation department of Punjab.	PY./FC A/c: ATN sent to Audit vide letter dated 16.8.2018 (2 nd time). C&AG reported that ATN has not been received. A letter has been sent to C&AG on 28.9.2020 to obtain the same. Vetting remarks received from C&AG on 25.05.2021 para still stand. Letter circulated to Government of Punjab on 31.05.2021 to obtain requisite information which is sought by C&AG in their vetting remarks.

6.1	Grant of extensions for delivery of rice in excess of prescribed norms and waiver of pending delivery of CMR/levy rice.	Py.IV: C&AG has sent vetting remarks on 02.01.2020. Para has been circulated to State Government of Punjab on 23.01.2020 and reminders dated 29.01.2020 & 17.09.2020 & 03.12.2020 & 22.01.2021 & 15.02.2021 & 03.03.2021 & 12.04.2021 & 05.05.2021 & 24.05.2021. But reply is still awaited.
6.2	Waiver of penal interest of Rs.159.47 crore leviable on non-delivery of CMR in Punjab.	FC A/c: Updates received from Punjab. ATN sent to CAG. (2nd journey) on 27.7.2020.
6.3	Short/Non-delivery of paddy/CMR/Levy rice by Millers.	FC A/c: ATN sent to C&AG on 1.7.2019. C&AG reported that ATN has not been received. Copy of ATN sent vide letter dated 2.1.2020. FC A/cs Section reported that action to be taken by Py.I Section.
7.1	Delay in finalization of incidentals by the Ministry	FC A/c: ATN sent to C&AG vide letter dated 12.04.2019 (3rd journey). Vetting remarks received vide letter dated 9.7.2019. ATN sent to COPU vide letter dated 13.1.2021.
7.2	Lack of monitoring leading to delivery of rice pertaining to previous seasons in Punjab and Haryana regions of FCI.	Py-I: Vetting remarks received from C&AG. Final ATN sent to COPU (30.03.2020).
7.3.1(a)	Position in Punjab.	Py-I: Final ATN sent to COPU (27.08.2020)
7.3.1(b)	Non-compliance of clauses of Custom Milling Policy and inadequate monitoring.	Py-I: Final ATN sent to COPU (27.08.2020)
7.3.1(c)	Procurement of sub-standard rice by technical staff.	Py-I: ATN sent to COPU (10.06.2021).
	Position in Andhra Pradesh and Telangana:	
7.3.2(a)	Non-submission of prescribed returns	Py-I: Final ATN sent to COPU (27.08.2020)
7.3.2(b)	On paper transfer of levy-free rice without physical movement in Andhra Pradesh and Telangana.	FC Acs: Final ATN sent to COPU (09.12.2020).
	Position in Uttar Pradesh	
7.3.3(a)	Lack of Special physical verification (SPV)	Py-I: Final ATN sent to COPU (27.08.2020)
7.3.3(b)	Inadequate monitoring for ensuring quality of paddy.	S&R: Final ATN sent to COPU (09.12.2020).
7.3.3(c)	Unadjusted damaged Paddy worth Rs.7.33 crore.	Py-I: Reply sent to C&AG on 04.12.2020 & 03.03.2021 & 12.04.2021 & 05.05.2021 & 24.05.2021. Vetting remarks is awaited from C&AG.
	Position in Haryana	
7.3.4(a)	Procurement of sub-standard rice by technical staff.	S&R: FCI sent their comments on 1.2.2019. ATN sent to C&AG vide letter dated 6.11.2019. Vetting remarks received vide letter dated 23.12.2019. Further vetting remarks of Audit received on 3.1.2020. <i>Department vide letter dated 24.08.2020 has requested FCI to prepare suitable reply and the same may be sent to the Ministry. Reminder sent on 30.09.2020. Reply from FCI received and ATN is updated. File is under submission.</i>

		CAG V remarks received on 05.4.2021 to be sent to COPU.
7.3.4(b)	Shortcoming in records relating to rice millers.	Py.I: Final ATN sent to COPU (27.08.2020)
	Position in Chhattisgarh	
7.3.5(a)	Shortfall in inspections.	S&R: Department vide letter dated 24.08.2020 has requested FCI to prepare suitable reply and the same may be sent to Ministry. Reminder sent on 30.09.2020. <i>Reply from FCI received and ATN is updated. File is under submission</i>
7.3.5(b)	Inadequate physical verification of stocks in millers' premises.	Py.I: ATN sent to C&AG on 01.10.2018. Vetting remarks received and circulated it to Govt. of Chhattisgarh on 30.07.2020 for obtaining ATN. But the same is still awaited. A reminder issued on 17.09.2020, 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021 & 24.05.2021.
7.3.5(c)	Non-submission of reports by millers.	Py.I: Final ATN sent to COPU (27.08.2020)
7.3.5(d)	Double handling of stock resulting in avoidable handling charges of Rs.3.94 crore in Chhattisgarh.	Py.I: ATN sent to C&AG on 6.3.2019 (2nd time). Vetting remarks received from C&AG. Para circulated to Chhattisgarh State on 26.04.2019. A reminder issued on 20.09.2019& 04.11.2019. An another reminders issued on 29.07.2020 & 17.09.2020& 03.12.2020 & 22.01.2021 & 15.02.2021 & 03.03.2021& 12.04.2021 & 05.05.2021 & 24.05.2021. but the same is still awaited.
	Position in Odisha:	
7.3.6(a)	Inadequate physical verification for ensuring quality and quantity of paddy.	Py-I: 7.3.6(a): Vetting remarks received, para still stands. Letter circulated to State Govt to obtain their reply/comments. A reminder issued on 03.12.2020, 22.01.2021, 15.02.2021, 03.03.2021, 12.04.2021, 05.05.2021 & 24.05.2021.
7.3.6(b)		Py-I:7.3.6(b) - Closed. Para sent to COPU (9.9.2020).
7.3.7	Position in Bihar.	Py.I: ATN sent to C&AG on 10.7.2019 (2 nd time). Vetting remarks received vide letter dated 17.2.202 , para is still stands. Letter circulated to Bihar and FCI on 30.07.2020 to seek reply Reminder issued on 17.09.2020& 03.12.2020& 22.01.2021 & 15.02.2021 & 03.03.2021& 12.04.2021 & 05.05.2021 & 24.05.2021. But the same is still awaited

Report No.18 of 2017

Chapter – II

Para No.	Subject & Gist of the Objection	Present status reported by the Programme Division
2.3	Delayed release of Subsidy.	FC A/cs: Vetting remarks received vide letter dated 17.6.2019, with the request to send the ATN to COPU as Report No.18 has been selected by COPU for examination. Comments of FCI received vide letter dated 15.7.2019. ATN sent to COPU (31.1.2020).
2.4	Non recovery/Delay in recovery of dues in respect of food grains supplied to various Ministries/Central Public Sector Enterprises (CPSEs)	FC A/cs: Vetting remarks received vide letter dated 17.6.2019. They have requested to send the ATN to COPU as report No.18 has been selected by COPU for examination. ATN sent to COPU on 4.11.2019.
2.5	Non recovery in respect of foodgrains supplied to various State Governments.	FC A/cs: C&AG reported that, remarks sent on 22.5.2018 (1 st journey). Reply received from FCI vide letter dated 28.8.2018. Detailed recovery of foodgrains supplied to SGs has been sought from FCI vide letter dated 5.11.2018. Reply sent to Audit vide letter dated 12.11.2018 (C&AG reported that the ATN not received). Copy of ATN sent vide letter dated 2.1.2020.
2.6	Delay in regularization of storage and transit losses	Movt.II: Reply was sent to Audit vide letter dated 03.12.2018. Audit vide letter dated 11.01.2019 has requested to send the ATN to COPU. FCI vide letter dated 05/06.03.2019 and reminder dated 26.03.2019 & 02.05.2019 was requested to furnish final reply in r/o vetting remarks of Audit. Reply received from FCI. File was submitted for taking approval of competent authority for sending the ATN to COPU. FCI has been asked for requisite information vide letter dated 19.08.2019. Meeting with FCI officials to be held on 11.09.2019. ATN sent to COPU on 4/11/2019.
2.7	Loss of interest on idle funds	FC-I II: ATN sent to COPU on 3/2/2020.
2.8	Excess payment of interest on cash credit	FC-II Section: C&AG vide letter dated 28.9.2018 furnished the vetting remarks. FCI furnished report vide letter dated 5.3.2019. Reply was sought again from FCI. FCI vide letter dated 6.6.2019 furnished interim reply showing pending recovery in respect of the para. Ministry instructed FCI to expedite recovery for settlement of para. Input has been sought from FCI.
2.9	Non-compliance of the instructions of the Ministry of Consumer Affairs, Food & Public Distribution	FC-II Section: ATN sent to COPU on vide O.M.No.19015/2/2017-FC.II dated 15.01.2021.
2.10	Inadequacy in Risk Management Policy of FCI	FC-III: : ATN sent to COPU on 3/2/2020.

Chapter – III

[Total : 28 paras (excluding Para 3.2.7)]

3.2.1	Unproductive wages due to non-rationalization of surplus labour	FC-III Section: ATN sent on 27.3.2018. Vetting remarks received vide letter dated 22.5.2018. Revised ATN sent to C&AG on 6.9.2018. Mail sent to C&AG on 04.02.2019 enclosing therewith a copy of ATN sent earlier. C&AG vide letter dated 17.12.2019 furnished vetting marks and the same was forwarded to FCI for comments. FCI vide their letter dated 30.01.2020 furnished reply in r/o of some of the paras (19). This Department vide letter dated 28.05.2020 and reminders dated 18.06.2020, 03.07.2020 & 14.07.2020 requested FCI to furnish the status of remaining paras (9). FCI has been requested to send the ATN in the format & also address the shortfall pointed out by CAG in its last vetting remarks.
3.2.2	Injudicious deployment of departmental labour	-do-
3.2.3	Non-pooling of the surplus departmental labour	-do-
3.2.4	Proxy labour	-do-
3.2.5	Irregular payment of wages during depot closure	-do-
3.2.6	Booking of departmental labour without adequate work	-do-
3.2.7	Non optimization of short /broken gangs by merger into full strength gangs	Dropped by C&AG (Final ATN may be sent to COPU)
3.2.8	Non-implementation of biometrics and Closed-Circuit Television (CCTV) etc.	FC-III Section: ATN sent on 27.3.2018. Vetting remarks received vide letter dated 22.5.2018. Revised ATN sent to C&AG on 6.9.2018. Mail sent to C&AG on 04.02.2019 enclosing therewith a copy of ATN sent earlier. C&AG vide letter dated 17.12.2019 furnished vetting marks and the same was forwarded to FCI for comments. FCI vide their letter dated 30.01.2020 furnished reply in r/o of some of the paras (19). This Department vide letter dated 28.05.2020 and reminders dated 18.06.2020, 03.07.2020 & 14.07.2020 requested FCI to furnish the status of remaining paras (9). FCI has been requested to send the ATN in the format & also address the shortfall pointed out by CAG in its last vetting remarks.
3.3.1	Irregular/ excess contribution in Contributory Provident Fund	-do-
3.3.2	Unjustified inclusion of incentives while calculating gratuity	-do-
3.3.3	Unjustified inclusion of HRA element for the computation of incentive and OTA	-do-
3.3.4	Non-consideration of Mandal as handling labour	-do-
3.3.5	Unjustified payment of 'A' area rates to DPS labours working in 'B' and 'C' areas	-do-

3.3.6	Unjustified payment of Productivity Linked Incentive (PLI) to labours	-do-
3.3.7	Irregular retrospective payment towards arrears relating to OTA and HRA	-do-
3.3.8	Excess incentive payment due to non-implementation of 135 bag handling norms for incentive payment	-do-
3.4	Irregularities leading to undue/excess payments to labour	
3.4.1	Improbable stack formation depicted in records leading to higher incentives	-do-
3.4.2	Incorrect certification of Refilling/Standardisation work	-do-
3.4.3	Excess certification of refilling work	-do-
3.4.4	Wrong certification of lead distance	-do-
3.4.5	Payment of excess wages/overtime wages/incentive	-do-
3.4.6	Incorrect entry of data on attendance in FAP	-do-
3.4.7	Unwarranted deployment on holidays	-do-
3.5	Lack of proper controls in the maintenance of booking-cum-output slips	
3.5.1	Shed and stack number not being mentioned on the output slips	-do-
3.5.2	Acceptance of unsigned output slips for processing of incentive	-do-
3.5.3	Internal audit of Booking-cum-output slips and related payments	-do-
3.5.4	Opening balance of bags not mentioned on output slips	-do-
3.5.5	Mandatory details about ancillary labour not being mentioned on output slips	-do-
3.5.6	Physical proof of attendance not being maintained	-do-

Chapter – IV

4.2.1	Delay of five to seven years in augmentation of storage capacity	Storage-III: ATN has been sent to C&AG vide letter dated 24.10.2018. Audit vide letter dated 26.03.2019 has informed that report has been selected by COPU for examination. Further, CAG has requested to forward the ATN to COPU for its consideration. Accordingly, this Department vide OM dated 15.05.2020 has sent the ATN to COPU
4.2.2	Continued storage of central pool wheat stock at Covered and Plinth (CAP)/Kacha Plinth due to delays in storage capacity creation	-do-
4.3.1	Award of contracts to ineligible private entrepreneurs	-do-
4.3.2	Construction of godown in contravention of conditions laid down in PEG Scheme and MTF	-do-
4.3.3	Extra expenditure due to incorrect measurement of distance of godowns from railheads	-do-

4.3.4	Deficient clause for payment of Service Tax	-do-
4.3.5	Avoidable payment of supervision charges to PUNGRAIN in contravention of scheme	-do-
4.3.6	Non-exclusion of service tax from godown rent for payment of supervision charges	-do-
4.4.1	Avoidable expenditure on storage charges and carry over charges	-do-
4.4.2	Non-recovery of abnormal storage loss at economic cost	-do-
4.4.3	Improper planning in taking over of godown	-do-
4.4.4	Non recovery for short supply of wooden crates in godowns	-do-

Chapter - V

5.1	Fraudulent payment of Rs.71.75 crore to a Handling Contractor	<p>Py.II: Vetting remarks received from C&AG vide letter dated 16.11.2018 and sent to FCI on 29.11.2018 for furnishing latest comments. Comment of FCI received on 21.01.2019. This department vide letter dated 07.06.2019 furnished latest comments to C&AG for vetting purpose.</p> <p>Further vetting remarks received from C&AG on 31.10.2019. Vetting remarks of C&AG sent to FCI for comments in the matter vide this department letter dated 23.12.2019. Comments received from FCI. A letter dated 28.7.2020 and reminders dated 11.08.2020, 18.09.2020 and 15.10.2020, 10.12.2020 sent to FCI for furnishing remedial action taken and latest updated status. Email reminder sent on 05.02.2021.</p>
5.2	Fraudulent payments of Rs.52.62 lakh to Contractors	Py.II: -do-
5.3	Excess payment of Rs.24.96 crore to Uttar Pradesh Government and its Agencies	FC A/cs: Settled (Final ATN sent to COPU vide O.M.No.198(1)/2015-FC/Acs dated 10.12.2020)
5.4	Sale of wheat to bulk consumers below cost under open market sale scheme in Punjab	Policy IV: Settled (ATN sent to COPU vide letter date 14.5.2019).
5.5	Excess payment of Rs.25.01 crore of output Value Added Tax	FC-II Section: Final ATN sent to COPU vide O.M.No.19015/2/2017/FC-III dated 06.07.2021.