

THE FOOD CORPORATION OF INDIA
HEADQUARTERS : NEW DELHI

No: Accts/9(21)/93

DT: 15.2.1994

CIRCULAR NO. 653/ACCTS.

In order to maximize the procurement of coarsegrains the Government of India has decided that the State Governments would procure the coarse grains at the support prices and issue the same under Public Distribution System/Revamped Public Distribution System at the issue prices fixed by Government. The Food Corpn. of India will pay the differential amount between the support price plus incidentals and the issue price of PDS/RPDS to the State Government concerned on the basis of audit certificate furnished by the State Govt. It has been noticed during the course of review of the accounts of the Regions, such payments are not being reflected properly in the accounts and directly taken to Sundry Debtors under Account Head 10.101 which is not correct. The Account head 10.101 will be operated only by Hqrs. And not by Regional Offices. In order to facilitate booking of such expenditure a separate account head 33.920E has been opened w.e.f. 1.4.93 vide Circular No.652/Accts.dt. 11.2.94. All the Regions are therefore requested to book expenditure under this A/c head.

Further a schedule indicating therein quantity purchased and quantity sold alongwith purchase cost incidentals and sales realization and the differential amount paid to the State Govt. duly agreed with Trial Balance may be sent with Audited accounts.

(A.K. CHAKRABORTHY)
JT.MANAGER(A/cs)