



ABSTRACT

Industries – Tamil Nadu Cements Corporation Limited – Amma Cement Supply Scheme - Amendments - Issued.

Industries (MID.2) Department

G.O.(Ms).No.16

Dated 26.2.2018

ஹேவிஎம்பி – மாசி –14

திருவள்ளூர் ஆண்டு – 2049

Read

1. G.O.Ms.No.188, Industries (MID2) Department, dated 11.12.2014.
2. From the Principal Secretary / Managing Director, TANCEM, Letter No.TANCEM/ Amma Cement Supply /Fixing limit for procurement qty/ 2017, dated 01.08.2017.

ORDER:

In the G.O. first read above, orders were issued framing the modalities and guidelines for the implementation of Amma Cement Supply Scheme. Under this scheme, cement at a concessional rate of Rs.190/- per bag (50 Kg) is supplied to the lower and middle income group. Tamil Nadu Cements Corporation Limited (TANCEM) is the Nodal Agency for implementing the scheme through Rural Development & Panchayat Raj Department and Tamil Nadu Civil Supplies Corporation. The Scheme covers the entire State at Block level, Town Panchayats, Municipalities and Corporations. The said order, among other things provides as follows:-

- a) TANCEM shall procure 2,00,000 MTs of PPC cement per month from the seven designated Private Cement Manufacturers in Tamil Nadu at the rate of Rs.185/- per bag (50 Kg) inclusive of ED, VAT, freight and unloading charges.
- b) The cost of cement would be collected by the godown in-charge from the consumer in advance at Rs.190/- per bag inclusive of all in the form of account payee demand draft drawn in favour of Tamil Nadu Cements Corporation Limited, Chennai, from any Nationalized/Scheduled banks. The consumer shall also be permitted to pay cash (for the purchase of value of cement up to Rs.19,000) in the local branch of Nationalized Bank/Scheduled Bank identified by Tamil Nadu Cements Corporation Limited(TANCEM) for which cement will be issued on confirmation of remittance.
- c) Houses constructed under the Chief Minister's Solar Powered Green House Scheme and "Indira Awaas Yojana" shall also avail the benefit under this "Amma Cement Supply Scheme".

2. In letter 2nd read above, the Principal Secretary/ Managing Director, TANCEM among other things has reported that it is observed from

the past sales records of 2015-16 and 2016-17 of the various godowns of the three designated offices that the total sales in a month never touched the monthly purchase order quantity of 2,00,000 Mts per month even though TANCEM had issued purchase order to the full quantity of 2,00,000 Mts. Only during August 2016, the quantity sold is 1,05,243.05 Mts which is 52.62% of the purchase order quantity and the lowest quantity sold is 46,250.13 Mts for May' 16 which is just 23.13% of the purchase order quantity. The sales quantity during the year 2016-17 never touched nor nearing to the purchase order quantity of 2,00,000 Mts in any month. Even during the first quarter of the year 2016-17, the maximum quantity was 71,114.700 Mts during April' 17 which is only 35.56% and decided to have a revision in the procurement order quantity by working out the following standard formula:-

Procurement Order

Quantity in a month = (Average sales of the immediate past four months + Waitlisted quantity-Closing stock) Plus 15% of the total.

and requested to issue suitable amendments to the G.O. first read above. The details are as follows:-

S. No.	Provisions existing in G.O.Ms.No.188, Industries (MID.2) Department, dated 11.12.2014	Amendment Proposed by TANCEM	Reasons adduced by TANCEM
1.	TANCEM shall be the Nodal Agency for implementing the scheme and shall procure 2,00,000 MTs of PPC cement per month from the seven designated Private Cement Manufacturers in Tamil Nadu at the rate of Rs.185/- per bag (50 Kg) inclusive of ED, VAT, freight and unloading charges.	An amendment in the procurement quantity of 2,00,000 Mts per month may be suitably issued in the Government Order by fixing a formula as given below for determining the quantity of sale during the month Procurement Order Quantity in a month = (Average sales of the immediate past four Months + waitlisted quantity-closing stock) Plus 15% of the total.	<ul style="list-style-type: none"> • The past sales records of 2015-16 and 2016-17 of the various godowns of the three designated offices shows that the total sales in a month never touched the monthly purchase order quantity of 2,00,000 Mts per month, even though TANCEM had issued purchase order to the full quantity of 2,00,000 MTs. • If any increase in the requirement over and above the indented quantity for a particular godown the additional indented quantity will be taken care of by

			TANCEM subject to the condition of 2,00,000 Mts per month.
2.	The cost of cement would be collected by the godown in-charge from the consumer in advance at Rs.190/- per bag inclusive of all in the form of account payee demand draft drawn in favour of Tamil Nadu Cements Corporation Limited, Chennai, from any Nationalized/Scheduled banks. The consumer shall also be permitted to pay cash (for the purchase of value of cement up to Rs.19,000) in the local branch of Nationalized Bank/Scheduled Bank identified by Tamil Nadu Cements Corporation Limited(TANCEM) for which cement will be issued on confirmation of remittance.	The payment clause by consumer may suitably be amended that cash payment mode be deleted and payment by account payee Demand Drafts on any Nationalised /Scheduled Banks in favour of Tamil Nadu Cements Corporation Limited, Payable at Chennai alone will be accepted.	Cash payment mode now brings a lot of problems to all the concerned like remittance in wrong account, misappropriation, late remittance after issue of cement, remittance at godowns etc.
3	Houses constructed under the Chief Minister's Solar Powered Green House Scheme and "Indira Awaas Yojana" shall also avail the benefit under this "Amma Cement Supply Scheme".	Indira Awaas Yojana scheme may be renamed as Prime Minister's Awaas Yojana(G) and Individual House Hold Latrine (IHHL) may also be included	Indira Awaas Yojana scheme has been renamed as Prime Minister's Awaas Yojana(G).

3. After careful examination of the proposal of Principal Secretary / Managing Director, TANCEM, the Government have decided to accept the request of the Managing Director, TANCEM at para 2 above and hereby make the following amendment to the G.O.Ms.No.188, Industries (MID.2) Department, dated 11.12.2014.

Amendment

The existing Para 5(A) (iv), 5 (B) (i) and 6 (vi) of the G.O. read above shall be substituted with the following respectively:-

- (1) Houses constructed under the Chief Minister's Solar Powered Green House Scheme, Prime Minister's Awaas Yojana(G) and Individual House Hold Latrine (IHHL) shall also avail the benefit under this Amma Cement Supply Scheme.
- (2) TANCEM shall be the Nodal Agency for implementing the scheme and shall procure PPC cement from the seven designated Private Cement Manufacturers in Tamil Nadu at the rate of Rs.185/- per bag (50 Kg) inclusive of ED, VAT, freight and unloading charges. The procurement order quantity during a month is to be determined as follows:-

Procurement Order Quantity in a month = (Average sales of the immediate past four Months + waitlisted quantity-closing stock)
Plus 15% of the total, subject to a ceiling of 2,00,000 M.Ts per month.
- (3) The cost of cement would be collected by the godown in-charge from the consumer in advance at Rs.190/- per bag inclusive of all either in the form of account payee demand draft drawn in favour of Tamil Nadu Cements Corporation Limited, Chennai, from any Nationalized/ Scheduled banks or through electronic digital mode of payment.

4. This amendment will take effect from the date of issue of order.

5. This order issues with the concurrence of the Finance Department vide U.O.No.8294/Industries/2018, dated 21.2.2018.

(BY ORDER OF THE GOVERNOR)

K.GNANADESIKAN

ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To

The Additional Chief Secretary to Government,
Rural Development and Panchayat Raj Department,
Secretariat, Chennai - 600 009.

The Principal Secretary to Government,
Co-operation Food and Consumer Protection Department,
Secretariat, Chennai - 600 009.

The Principal Secretary to Government,
Municipal Administration and Water Supply Department,
Secretariat, Chennai - 600 009.

The Secretary to Government,
Revenue and Disaster Management Department,
Secretariat, Chennai - 600 009.

The Principal Secretary/
Managing Director,
Tamil Nadu Cements Corporation Limited,
735, LLA Building,
Secretariat, Chennai - 600 002.

The Commissioner of Rural Development and
Panchayat Raj Department,
Chennai - 15.

The Managing Director,
Tamil Nadu Civil Supplies Corporation Ltd,
Kilpauk, Chennai-10.

The Managing Director,
Tamilnadu Corporation for Development of Women,
Valluvar Kottam High Road,
Nugambakkam, Chennai - 600 034.

All Departments of Secretariat, Chennai - 600 009.

All District Collectors.

Copy to:

Hon'ble Chief Minister's Office,
Chennai - 600 009.

Private Secretary to Chief Secretary,
Chennai - 600 009.

The Private Cement Manufacturers concerned,

All Sections in Industries Department,
Chennai - 600 009.

Finance (Industries /BPE) Department,
Chennai - 600 009.

The Accountant General,
Chennai-18/35.

SF/SC

//FORWARDED BY ORDER//


SECTION OFFICER

Dg

