GOVERNMENT OF ARUNACHAL PRADESH DEPARTMENT OF CIVIL SUPPLIES:: ITANAGAR.

NO. SCS/7/2005

Dated Itanagar, the 06/02/2006.

NOTIFICATION

Sub: - <u>GUIDELINES FOR APPOINTMENT OF PDS CARRIAGE CONTRACTOR-CUM- PDS WHOLESALE NOMINEE</u> FOR DRAWAL AND TRANSPORTATION OF PDS ITEMS.

In supersession of all earlier guidelines as issued by the Government of Arunachal Pradesh on the subject from time to time, the Governor of Arunachal Pradesh is pleased to make the following guidelines to regulate and streamline the appointment of PDS carriage contractors and PDS wholesale nominees in Arunachal Pradesh which shall come into force with immediate effect.

I. <u>Appointment of PDS Carriage Contractor.</u>

- (i) Henceforth all appointments of PDS carriage contractors and PDS wholesale nominee shall be made invariably through open tender only on district wise basis for which combined tender shall be floated.
- (ii) The Director of Civil Supplies will issue/ public Notice Inviting Tender for appointment of PDS Carriage cum- Wholesale Nominee in local newspaper with due consultation with the concerned Deputy Commissioner. Circulation/ wide publicity of the NIT within the concerned district and constitution of Board etc shall be the responsibility of the Deputy Commissioner. Intending tenderers shall collect the tender documents from the concerned Deputy Commissioners.
- (iii) Only persons/ firms/ registered Co-op societies belonging to a particular district will be eligible for participating in the tendering process for appointment as PDS carriage contractor/ wholesale nominee for that particular district.
- (iv) The person / firm who is appointed as carriage contractor through open tender will be awarded the wholesale nomineeship for the entire district, subject to fulfillment of other terms and conditions as laid down in this guideline.
- (v) In the event of more than one carriage contractor being appointed due to any technical reasons like rates of two different firms being accepted in respect of vehicular transport and head load carriage, such appointed carriage contractors will be awarded the PDS wholesale nomineeship in respect of their respective area of operation.
- (vi) No person or Firm or registered Co-operative Society, granted license as wholesale nominee and Carriage Contractor for PDS items, shall sub-let the license or engage any other party to carry on the business of drawal of PDS items and their transportation.

- (vii) After floating the tender, the concerned Deputy Commissioner will forward his specific recommendations with full justifications and all relevant papers, terms and conditions, Comparative Statement duly signed by the Board members, suggestions and recommendations of the Board, copy of the local newspaper wherein the tender notice was published etc. to the Director of Civil Supplies for scrutiny and obtaining Government approval.
- (viii) The Constitution of Board for opening of tenders shall be as follows:-

ADC - Chairman In the absence of ADC the

Senior most EAC may be the Chairman of the Board.

DSO (Sup) - Member

Two Officers from Other departments to be nominated by the

Concerned DC. - Member

- (ix) The tendering process shall be completed by January and the specific recommendations of the concerned Deputy Commissioner should reach the Directorate of Civil Supplies by the first week of February.
- (x) The carriage rates shall be obtained on a per qtl per km basis in respect of vehicular transport / head load and there should be no separate rate for summer / winter and hills area / plain area. The recommendation of the Board and the Deputy Commissioner should be specific and with full justification. Mere forwarding of the tender papers without any specific recommendations from the Deputy Commissioner will not be accepted.
- (xi) It should be clearly indicated in the terms and conditions of the NIT that the rates quoted should be inclusive of all un-foreseen / incidental charges including those arising out of natural calamities etc. The rates approved through open tender will remain valid for the contract period and no claim for enhancement of rates will be entertained under any circumstances during the contract period.
- (xii) To avoid quoting of un- reasonably low rates, a bare minimum workable rate shall be worked out by the Govt. through an expert committee periodically, preferably once in two years, and shall be communicated to the concerned Deputy Commissioners well in advance of publications of NIT. This rate should be clearly indicated in the terms and conditions of the tender by the concerned Deputy Commissioners for information of tenderers. Rates quoted below the bare minimum workable rate shall not be accepted. In the event of more than one qualifying tenderers quoting the same lowest rate, the award of contract shall be finalized by drawing of lots.
- (xiii) Rejection of any tenderers shall be justified with specified reasons and should be recorded.
- (xiv) Every tenderer shall submit along with tender papers, a rate analysis, showing in details the basis on which the tenderer has quote the rate.
- (xv) If there are less than three valid tenders, the concerned Deputy Commissioner shall issue NIT for retender.

- (xvi) In case of drawal of PDS items from any other FCI depot, other than the designated depot, transportation charges will be admissible, between the base depot and the drawal depot, at the rate of Road Transport Charges approved / paid by the FCI authorities.
- (xvii) The appointed carriage contractor shall deposit a sum equivalent to 25% of the contract value, to be worked out by the concerned Deputy Commissioner, in the form of DCR/ FDR in favour of the concerned Deputy Commissioner drawn on a recognized bank situated at the concerned district HQ as security deposit within one week from the date of issue of acceptance letter. Thereafter, the appointed carriage contractor shall execute a Deed of Agreement with the concerned Deputy Commissioner and obtain a license which will be valid for a period of two years from 1st of April to 31st March of the year, by depositing an amount of Rs. 50,000/- (rupees fifty thousand) only as license fee. The first year will be on a provisional basis. On satisfactory performance of the Carriage Contractor in the first year, the contract for the second year will be renewed after deposit of Rs. 50,000/- towards license fee for the second year. The license fee should be deposited by the concerned Deputy Commissioner into treasury under HoA -1456- Civil Supplies. There will be no award / extension of carriage contract without open tender beyond this two year period.

PDS Wholesale Nominee:-

- The carriage contractor whose rates are accepted through open tender for appointment as carriage (xviii) contractor shall apply to the concerned Deputy Commissioner for award of PDS wholesale nomineeship as per clause – I (iv) of these guidelines. For this purpose, the appointed carriage contractor should deposit an amount of Rs. 25,000/- (Rupees Twenty five thousand) only through treasury challan under H/A - 1456 - Civil Supplies as license fee and an amount equivalent to 20% of the value of average monthly quato should be deposited in the form of DCR/FDR in favour of the concerned Deputy Commissioner as security deposit. The application should include details of owned godowns with storage capacity and its location, details of rented godowns with copy of lease agreement if any, details of other available infrastructure at the base area/ district HQ/ other vulnerable locations in the proposed area of operation etc. after completion of the above formalities, PDS wholesale nominee license will be issued by the concerned Deputy Commissioner to be valid till the 31st day of March next following the date of appointment in accordance with the provisions of the "Arunachal Pradesh Public Distribution of Articles order, 2005". However, since the carriage contract is awarded for two years and the carriage contractor is also the PDS wholesale nominee, the PDS wholesale nominee license shall be renewed for further period i. e. up to the validity period of the carriage contract, if the performance during the first year is found to be satisfactory. There will be no award/ extension of wholesale nomineeship without open tender beyond the contracted period.
- (xix) No person or firm or registered Co operative Society, granted license as wholesale nominee and Carriage Contractor for PDS items, shall sub- let the license or engage any other party to carry on the business of drawal of PDS items and their transportation.

II. Drawal, dispatch of PDS items

(i) The Director of Civil Supplies, Government of Arunachal Pradesh, Naharlagun shall make district wise monthly sub allocation of PDS items based on district wise feeding strength, identified beneficiaries. Subsequently, Deputy Commissioner of concerned district shall make monthly sub allocation and drawal authority.

- (ii) The allotted quota of PDS items shall be procured from FCI/Stockiest and transported to the Principal Distribution Centers and its enroute FPS locations by the first week of the month of allocation, which should be maintained in hygienic condition and subsequently transported and delivered to the Fair Price Shop as per sub allocation of Deputy Commissioner of concerned districts. Any problem regarding non- availability of stock in FCI depot, poor quality, disruption of surface communication affecting smooth flow of PDS items etc shall immediately be reported by the PDS carriage contractor cum wholesale nominee to the concerned Deputy Commissioner for follow up action.
- (iii) Buffer stock allotted from time to time as per the policy of the Government should be drawn from FCI base depot and stored at vulnerable locations of the district during the month of allocation as per instructions of the concerned Deputy Commissioner of concerned district.
- (iv) The stock should be issued to different FPS on pre payment basis at the wholesale rate fixed by the Government strictly as per item wise monthly sub allocation made by the concerned Deputy Commissioner of district which will be on the basis of census population of the concerned location.
- (v) The profit margin to wholesalers/ retailers shall be admissible as fixed by the Ministry of Food, Government of India and the State Government from time to time.
- (vi) Stocks released from FCI depot must be transported to the location of distribution within seven days from the date of collection. No stock should be maintained in transit godowns located outside Arunachal Pradesh for a period exceeding seven days. However, transit godowns may be maintained in the base area inside Arunachal Pradesh with prior approval from the concerned Deputy Commissioner and such approval shall not exceed 15 days.
- (vii) The godowns of the Carriage contractor cum nominee shall be open to inspection at all times by the Secretary, Civil Supplies/ his representatives, DCS/DC/DSO or their authorized representatives.
- (viii) The nominee cum carriage contractor so appointed must have their godown and office in the district Head quarters with working phones.
- (ix) The PDS wholesale nominee/ carriage contractor shall make available the registration number of trucks carrying PDS items and the Deputy Commissioner will verify these with the corresponding entry made at the check gate of the respective districts or through any other means.
- (x) The carriage contractor cum nominee shall submit weekly statement to the District Supply Officer concerned, showing the item wise details of stock drawn from FCI and other stockiest godown during the week with reasons for less drawal/ lapse, if any.
- (xi) The carriage contractor cum nominee shall also submit a weekly statement to the DSO of concerned district on every Monday about item wise details of stock issued to the different FPS during the week as per sub allocation of the concerned Deputy Commissioner.

- (xii) The carriage contractor cum nominee shall also submit other reports and returns of PDS items drawn from FCI base depots/ stockiest godown as and when called for by the authorities.
- (xiii) Trucks belonging to Civil Supplies department may be engaged by the carriage contractor cum wholesale nominee for transportation of PDS items on payment basis, whenever trucks are available.

Submission of HTS/RTC claims:

- (xiv) On the basis of receipted challans/ coupons dully countersigned by the local Administrative Officer and the representative of vigilance committee or as the case may be, the district authority shall prepare the HTS/RTC bills of PDS items to be signed by the concerned District Supply Officer and counter signed by the Deputy Commissioner. Such bills shall be submitted to the Director of Civil Supplies who will verify such bills and forward the same to FCI authorities or as per prevailing instruction from Government. A copy of the format for presenting HTS/RTC bill is enclosed at annexure I.
- III. In addition to above terms and conditions, the carriage contractor cum wholesale nominee shall abide by the provisions of the following Acts and control orders while dealing with PDS items.
 - (a) Essential Commodities Act, 1955.
 - (b) Arunachal Pradesh Food Grains (Licensing and Control) order, 2005.
 - (c) Arunachal Pradesh Food Stuff (Hoarding and Profiteering) Control order, 2005.
 - (d) Arunachal Pradesh Declaration of Stock and Prices and Monitoring of Essential Commodities Order, 2005.
 - (e) Arunachal Pradesh Public Distribution of Articles order, 2005 and
 - (f) Arunachal Pradesh Kerosene (Licensing and Distribution) Control order, 2005.
 - (g) And any other provisions of the Law as applicable from time to time.
- IV. The Carriage Contract /Nominee ship may be terminated at any time due to failure on the part of the carriage contractor/ nominee to full fill any of the terms and conditions laid down in the guidelines and in the Deed of Agreement and license, by giving 15 days notice after attending personal hearing, if considered necessary. Other work also. For example, if the nominee ship is terminated it will automatically result in termination of the carriage contract also and vice versa.
- V. In case of termination of the Carriage Contract/ Nominee ship in the event of any court order etc., the Deputy Commissioner should make interim arrangement for a maximum period of 3 (three) months by appointing the second lowest tenderer, at the approved rate and shall take simultaneously action to re float tender.
- VI. If any departmental godown is used by the carriage contractor/ nominee, the standard rent shall be paid by the carriage contractor / nominee to the concerned Deputy Commissioner who will deposit it into treasury under H/A 1456 Civil Supplies.
- VII. Model Deed of Agreement to be executed with the PDS wholesale Nominee and PDS carriage contractor, form of license for functioning as PDS wholesale nominee and carriage contractor and model terms and conditions for floating of open tender are enclosed at annexure II, III, IV, V & VI respectively for guidance.

Secretary Civil Supplies, Government of Arunachal Pradesh, Itanagar. Dated Itanagar, the <u>06/02/2006</u>.

NO. SCS/7/2005/278-312

Copy to:

- 1. All Deputy Commissioners, Arunachal Pradesh.
- 2. DCS.
- 3. All DSOs, Arunachal Pradesh.
- 4. PPS to HCM/PS to HM (CS).

Secretary Civil Supplies, Government of Arunachal Pradesh, Itanagar.