

Grant No. 42
48 - Food Division
Medium Term Expenditure

(Taka in Thousand)

	Budget 2010-11	Projection 2011-12	Projection 2012-13
Non-Development	7695,53,79	8293,10,58	9439,74,12
Development	320,25,00	616,03,50	733,26,60
Total	8015,78,79	8909,14,08	10173,00,72

1. Mission Statement and Major Functions

1.1 Mission Statement

Ensure food security for the people through food procurement, storage and distribution.

1.2 Major Functions

- (a) Country's overall food management, planning and operation;
- (b) Implementation of national food policy-strategy;
- (c) Establishment of dependable national food security arrangement;
- (d) Overseeing, monitoring and research of overall food supply situation of the country and procurement, storage, movement, distribution of food grain and taking measures to ensure price stability; and
- (e) Preservation, quality control of procured/imported food grains and if necessary taking up appropriate remedial measures.

2. Strategic Objectives and Key Activities

Medium Term Strategic Objectives	Key Activities	Implementing Departments/Agencies
1. Building adequate level of food stock to ensure food security	<ul style="list-style-type: none"> • Internal procurement of food grain (Rice and Wheat) • Import of food grain through own resources (Rice and Wheat) • Aided import of food grain (Rice and Wheat) 	<ul style="list-style-type: none"> • Directorate of Food
	<ul style="list-style-type: none"> • Work plan monitoring of implementation of National Food Policy 	<ul style="list-style-type: none"> • Secretariat
2. Stabilizing market price of food grain and ensuring fair price to farmers during harvesting season	<ul style="list-style-type: none"> • Internal procurement of food grain (rice and wheat) • Open market sale (OMS) of food grains (rice and wheat) 	<ul style="list-style-type: none"> • Directorate of Food

Medium Term Strategic Objectives	Key Activities	Implementing Departments/Agencies
3. Increasing storage and preservation capacity of food grain (rice, wheat)	<ul style="list-style-type: none"> • Construction of modern and standard food go-downs and other infrastructure • Repair and modernisation of the existing food go-downs and other infrastructure 	<ul style="list-style-type: none"> • Directorate of Food
4. Distribution of food grain through Public Food Distribution System	<ul style="list-style-type: none"> • Supply of food grain (rice, wheat) under different distribution programme through Public Food Distribution System 	<ul style="list-style-type: none"> • Directorate of Food

3. Poverty and Gender Reporting

3.1 Impact of Strategic Objectives on Poverty Reduction and Women's Advancement

3.1.1 Building adequate level of food stock to ensure food security

Impact on Poverty Reduction: The risk of food crisis during disaster is reduced by ensuring adequate level of government stock at district-upazila level through internal and external procurement of food grains. This brings stability in the supply situation and acts as a food safety net for the poor.

Impact on Women's Advancement: By ensuring security stock of food grains in food go-downs at government level the supply of food grain to the poor, destitute, divorced women becomes easier through local development programme like: TR, VGF, VGD,GR, FFW and employment of hard core poor.

3.1.2 Stabilizing market price of food grain and ensuring fair price to farmers during harvesting season

Impact on Poverty Reduction: In order to maintain price stability in the market the Directorate of Food operates open market sale and procures food grain from farmers at fair price during harvesting season. In this process market price remains stable and pro-poor marketing increases food security and nutrition of the poor. Purchasing food grain at local level at a price fixed by the government ensures fair price for the marginal and poor farmers.

Impact on Women's Advancement: Food grain procurement at fair price and Open Market Sale (OMS) bring price stability in the market enabling destitute women to buy food grain at low price. This increases their food security and nutrition intake and their involvement in income generating activities. During harvesting season the poor women get opportunity to sale food grain at government determined price, and as a result they get rid of the exploitation of the middlemen.

3.1.3 Increasing storage and preservation capacity of food grain (rice and wheat)

Impact on Poverty Reduction: Proper use of existing go-downs of the Directorate of Food and construction of new go-downs increases food grain storage capacity at government level. Open Market Sale (OMS) of stored food grains during crisis brings price stability. As a result, the poor people can buy food grain at lower price and this brings positive impact on poverty reduction.

Impact on Women's Advancement: There is no direct impact on women's advancement.

3.1.4 Distribution of food grain through Public Food Distribution System

Impact on Poverty Reduction: Employment opportunity for a minimum of 10 lakh rural poor is created generally during lean period through the implementation of TR, FFW, VGF, VGD programme and instant GR programme to absorb disaster shock. Direct supply under food based programme helps beneficiaries to get food instantly.

Impact on Women's Advancement: Targeted involvement of the poor and the destitute women creates employment and increases their earnings especially, the VGF programme which is targeted to women.

3.2 Allocation for Poverty Reduction and Women's Advancement

(Taka in Thousand)

Particulars	Budget 2010-11	Projection 2011-12	Projection 2012-13
Poverty Reduction	490,98,63	2206,59,02	2515,60,35
Gender	222,34,00	1012,98,96	1154,33,27

4. Priority Spending Areas/ Programmes

Priority Spending Areas/Programmes	Related Medium Term Strategic Objectives
<p>1. Internal procurement and import of food grain (Rice and Wheat) from own resources and aided import:</p> <p>The main criterion of food safety is to build sufficient food grain stock at government level to address any disaster and keep market price stable which is the main task of the ministry. Considering this procurement of food grain was given the highest priority.</p>	<p>Strategic Objective Number - 1</p> <ul style="list-style-type: none"> Building adequate level of food stock to ensure food security
<p>2. Import of food grain through own resources and aided import:</p> <p>The main criterion of food safety is to build sufficient food grain stock at government level to address any disaster and keep market price stable which is the main task of the ministry. Considering this procurement of food grain was given the highest priority.</p>	<p>Strategic Objective Number - 1</p> <ul style="list-style-type: none"> Building adequate level of food stock to ensure food security

Priority Spending Areas/Programmes	Related Medium Term Strategic Objectives
<p>3. Construction of new food go-down and other infrastructure and repair and modernisation of existing food go-down and other infrastructure: In order to increase the storage capacity of food grains construction of new food go-down and other infrastructure and repair and modernisation of existing food go-downs and other infrastructure have been given the priority</p>	<p>Strategic Objective Number - 3</p> <ul style="list-style-type: none"> Increasing storage and preservation capacity of food grain (rice and wheat)
<p>4. Distribution of food grain at fair price for low income group: In order to ensure that the low income group get access to food grain at bearable price during price hike of food grain the distribution of food grain at fair price for low-income group has been identified as the most priority area.</p>	<p>Strategic Objective Number - 2</p> <ul style="list-style-type: none"> Stabilizing market price of food grain and ensuring fair price to farmers during harvesting season

Key Performance Indicators (KPIs)

Indicators	Related Strategic Objectives	Unit	Target 2008-09	Actual 2008-09	Target 2009-10	Revised Target 2009-10	Medium Term Targets		
							2010-11	2011-12	2012-13
1. Procurement of food grains	1	In lakh m. ton	22.96	22.94	28.00	27.00	28.00	29.00	30.00
2. Distribution of food grains	2, 4	In lakh m. ton	23.83	21.29	26.75	25.80	27.19	27.89	29.09
3. Food grain storage capacity	3	In lakh m. ton	14.80	14.73	15.00	14.90	16.00	16.84	19.19

5. Recent Achievements, Key Activities and Outputs of the Department and Agencies under the Ministry

5.1 Secretariat

5.1.1 Recent Achievement: National Food Policy – 2006 was prepared. The work plan for implementation of National Food Policy has been ongoing. The Thematic Teams are reviewing the progress for food security. 22 research works were completed under National Food Policy Capacity Strengthening Program.

5.1.2 Key Activities, Output Related to the Activity and Strategic Objectives:

Key activity	Output related the activity	Related strategic objectives
1. Work plan monitoring of implementation of National Food Policy.	<ul style="list-style-type: none"> 26 seminars/workshops are organised 	1

5.1.3 Output Indicators and Targets

Output Indicators	Unit	Actual 2008-09	Target 2009-10	Revised Target 2009-10	Medium Term Targets		
					2010-11	2011-12	2012-13
1. Workshops/Seminars	Number	5	5	7	7	9	10

5.1.4 Forward Budget Estimates

(Taka in Thousand)

	Budget 2009-10	Revised 2009-10	Budget 2010-11	Projection 2011-12	Projection 2012-13
Non-development	1895,46,51	329,62,69	407,48,97	80,28,52	83,39,23
Development	1198,28,28	7,70,00	24,92,00	20,46,00	23,20,00
Total	3093,74,79	337,32,69	432,40,97	100,74,52	106,59,23

5.1.5 Related Operational Unit/Programme/Projects

Operational Unit/Programme/Projects	Related Key Activity
Operational Unit: Secretariat	
Approved Project: 1. National Food Policy Capacity Strengthening (2 nd Phase)	1

5.2. Directorate of Food

5.2.1 Recent Achievement: During last 3 years a total of 53.61 lakh metric tons of food grains were procured from domestic and external sources. In that period 49.38 lakh MT of food grains were sold/distributed through Public Food Distribution System (PFDS). Out of these, a total of 8.71 lakh MT of food grains were sold through OMS (Open Market Sale). Besides, extension work of Chittagong Silo Jetty from 132 metre to 328 metre was completed. 3 office buildings were constructed and 349 food go-downs and other infrastructure were repaired. 512 kbps capacity web site had been set up in the Directorate of Food and all field level offices were brought under web based e-mail facilities with DG (Food) domain.

5.2.2 Key Activities, Output Related to the Activity and Strategic Objectives

Key Activities	Output Related to the Activities	Related Strategic Objectives
1. Internal procurement of food grain (Rice and Wheat)	• 17 lakh MT of food grain procured internally every year during harvesting season	1
2. Import of food grain through own resources (Rice and Wheat)	• 11 lakh MT of food grain imported every year	1
3. Aided import of food grain (Rice and Wheat)	• Aided import of 1.00 lakh MT of food grain	1

Key Activities	Output Related to the Activities	Related Strategic Objectives
4. Open market sale (OMS) of food grain (rice and wheat)	<ul style="list-style-type: none"> Open market sale of 6.00 lakh MT of food grain every year 	2
5. Construction of modern and standard food go-downs and other infrastructure	<ul style="list-style-type: none"> Food storage capacity increased by 4.50 lakh metric ton 	3
6. Repair and modernisation of existing food go-downs and other infrastructure	<ul style="list-style-type: none"> Effective food storage capacity increased by 0.95 lakh metric ton 	3
7. Distribution of food grain (rice and wheat) under different distribution programme through Public Food Distribution System	<ul style="list-style-type: none"> Average 28.50 lakh metric tons of food grain (rice and wheat) distributed every year 	4

5.2.3 Output Indicators and Targets

Output Indicators	Unit	Actual 2008-09	Target 2009-10	Revised Target 2009-10	Medium Term Targets		
					2010-11	2011-12	2012-13
1. Internal Procurement	In Lakh M. T	14.83	16.00	15.50	16.50	17.50	18.50
2. Import	In Lakh M. T	8.11	12.00	11.50	11.50	12.00	12.50
3. Open Market Sale	In Lakh M. T	1.95	6.00	6.00	5.50	6.00	7.00
4. Repair/ Re-construction of Old Food Go-downs and Infrastructure	Number	189	172	152	236	150	150
5. Construction of Food Go-downs and Infrastructure	Number	3	161	10	269	195	79

5.2.4 Forward Budget Estimates

(Taka in Thousand)

	Budget 2009-10	Revised 2009-10	Budget 2010-11	Projection 2011-12	Projection 2012-13
Non-development	65,43,45	67,24,14	69,73,77	64,84,18	69,40,97
Development	14,91,00	27,33,00	295,33,00	595,57,50	710,06,60
Total	80,34,45	94,57,14	365,06,77	660,41,68	779,47,57

5.2.5 Related Operational Unit/Programme/Projects

Operational Unit/Programme/Projects	Related Key Activity
Operational Unit Directorate of Food	1, 2, 3, 5
Approved Projects:	
1. Re-construction of Damaged Food Go-downs and ancillary infrastructure under Directorate of Food	5, 6

Operational Unit/Programme/Projects	Related Key Activity
2. Construction of 139 New Food Go-downs of 1.10 Lakh Metric Ton Capacity at Different Strategic Locations of Northern Regions of the Country 3. Construction of 50 Thousand Metric Ton Capacity Concrete Silo at Mongla Port, 150 Metre Jetty and Other Infrastructure	
Unapproved Programme/ Projects:	
1. Construction of 153 New Food Go-downs of 1.35 Lakh Metric Ton Capacity and other infrastructure at Strategic Locations of the Country	5
2. Construction of 168 New Food Go-downs of 1.05 Lakh Metric Ton Capacity and other infrastructure at Strategic Locations of the Country	
3. Construction of 91 New Food Go-downs of 0.84 Lakh Metric Ton Capacity at Halisahar CSD, Chittagong	
4. Construction of Vertical Rice Silo of 1.00 Lakh Metric Ton Capacity at Santahar Silo Campus, Bogra	
5. Construction of Vertical Rice Silo of 0.50 Lakh Metric Ton Capacity at Postogola, Dhaka	
6. Construction of Vertical Rice Silo of 1.00 Lakh Metric Ton Capacity at Baghabari, Sirajgong	
7. Construction of 1 Lakh Metric Ton Capacity Vertical Brain Silo at Chittgong Silo Premises, Chittagong	
Probable Programme	
1. Replacement/BMRE Programme of A – 2 Gantry of Chittagong Silo Jetty	6
2. Establishment of Digital Road Weigh Bridge at Port, C S D and Silos	