

NAGALAND LEGISLATIVE ASSEMBLY
SECRETARIAT : KOHIMA

COMMITTEE ON PUBLIC UNDERTAKINGS
(2019-2020)

(THIRTEENTH ASSEMBLY)
Seventy Fifth Report



ON

Action Taken by the Government on the Observations and Recommendations contained in 62nd Report of the Committee on Public Undertakings on the Examination of the Report of the Comptroller & Auditor General of India for the Year 2010-2011 pertaining to the Nagaland Industrial Raw Material & Supply Corporation Limited (NIRMSC) under the Department of Industries & Commerce, Government of Nagaland.

Adopted on 15/07/2019
Presented to the House on 08/08/2019

Printed at Spectrum Printers, P.R. Hill Kohima

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COMPOSITION OF THE COMMITTEE ON
PUBLIC UNDERTAKINGS.
(2019-2020)

CONSTITUTED ON 26th February, 2019

CHAIRMAN

1. Dr. Neikiesalie Nicky Kire : MLA

MEMBERS

1. Shri. E.E Pangteang : MLA
2. Shri. Y. Vikheho Swu : MLA
3. Shri. L. Khumo Khamniungan : MLA
4. Shri. Toshi Wungtung : MLA
5. Shri. Kazheto Kinimi : MLA
6. Shri. Kezhienyi Khalo : MLA

ASSEMBLY SECRETARIAT

1. Shri. K. Sekhose : Secretary
2. Smti. Aosenla : Additional Secretary
3. Smti. Kungkamliu : Joint Secretary
4. Smti. Kedovino Peseyie : Deputy Secretary
5. Shri. Zasituolie : Under Secretary
6. Shri. Shepohu Lohe : Section Officer

INTRODUCTION

I, the Chairman of the Committee on Public Undertakings, having been authorized by the Committee (2019-2020) to present on its behalf this 75th Report on the Action Taken by the Government on the Observations and Recommendations made in its 62nd Report on the Examination of the Report of the Comptroller & Auditor General of India for the year 2010-2011 pertaining to the Nagaland Industrial Raw Material & Supply Corporation Limited (NIRMSC) under the Department of Industries & Commerce, Government of Nagaland.

1. The 62nd Report containing 6 (six) recommendations was presented to the House on 22nd September, 2012 and the Report was forwarded to the Department on 10th October, 2012 by giving 3 (three) months time for implementation. The Department was reminded vide Letter NO: AS/ COPU-63/2012 on 10th October 2012, 22 January 2013, 9th September 2013 and 27th February, 2014.
2. The final Action Taken Replies of the Department was received by this Secretariat on 5th March, 2014.
3. The Committee (2019-2020) has carefully examined the implementations of the concern Department on the observations / recommendations made by it.
4. The Committee places on record its appreciation, the valuable assistance rendered by the Secretary and the Officials of the Nagaland Legislative Assembly for the completion of the Action Taken Report of the Committee.
5. The present Committee (2019-2020) considered and adopted the Report at its sitting held on 19/07/2019.

Dated :19/07/2019
Kohima

Sd/-
DR. NEIKIESALIE NICKY KIRE
CHAIRMAN

CHAPTER - 1

BACKGROUND

This 75th Report of the Committee on Public Undertakings deal with the Action taken by the Government on the 3 (three) Observations / Recommendations made by the Committee in its 62nd Report on the Examination of the Report of the Comptroller & Auditor General of India for the year 2010-2011 pertaining to the Nagaland Industrial Raw Material & Supply Corporation Limited (NIRMSC)) under the Department of Industries & Commerce, Government of Nagaland, which was presented to the House on the 22nd of September, 2012, and subsequently forwarded to the Govt. Department on 10-10-2012.

1. The final Action Taken replies on the recommendations of the Committee was received on 05/03/2014 (Vide Letter No.IDB/MISC/COPU-1/2005/(VOL-1).

CHAPTER – II

Observations / Recommendations of the Committee

Sl No.1 Para no 1.6 The Committee, therefore, recommended that as per the decision of the Corporation's last meeting with the Accountant General, a time-frame work was to be given at the earliest reasonable time to the extend of one (1) month, so that within that specified time period, Department ought to complete a portion of the arrear accounts.

Government's Action taken replies vide No. IDB/MISC/COPU-1/2005 (VOL-I) Dated 5th March, 2014.

The Statutory Audit of NIRMISC Ltd. is finalized upto the financial year 2004-05. The Statutory Auditors of this Corporation have submitted Audit Report for the year 2005-06 to 2009-10 which will be put up in the next BOD meeting for approval and then submission to A.G, Nagaland, for Review Audit.

Committee Reiteration

The Committee reiterates that the delay in finalization of accounts adversely affects the smooth functioning of the Corporation. Therefore the Committee urges the concerned Government Department (NIRMISC) to intimate the Committee within 3 (three) months from the date of presentation of the Audit Report to the House.

Observations / Recommendations of the Committee

Sl. No 2. Para No 1.9 The Committee, therefore, urged the Department to take up the VRS issue with the appropriate authority more earnestly.

Government's Action taken replies vide No. IDB/MISC/COPU-1/2005 (VOL-I) Dated 5th March, 2014.

The Government could not sanction the VRS proposal submitted

by NIRMISC Ltd. amounting to Rs.1.70 crore for 14 (fourteen) nos. of employees during the current financial year 2011-12 due to fund constraint of the Government.

Committee Reiteration

The Committee reiterates that since the System of VRS will incur a lot of strain on the government for payment of salary and other allowances, they should come up with strategies for better functioning of the Corporation, thereby increasing work load and productivity of the Department.

Observations / Recommendations of the Committee

Sl.No 3. Para No 1.13 Therefore, the Committee recommended to pacify the causes, rather to grant VRS to 14 employees and formulate policies for the Decaying Corporation. In case of grant of VRS, the paradoxical method of Nagaland Sugar Mill Company, Dimapur should not be adopted.

Action taken on the Committee's recommendation may be intimated to the Committee within 3 (three) months from the date of presentation of this Report to the House.

Government's Action taken replies vide No. IDB/MISC/COPU-1/2005 (VOL-I) Dated 5th March, 2014.

No alternative measures has been initiated in lieu of the proposal of VRS. However, the Board of Directors of NIRMISC Ltd. on its 102nd meeting dated, 28.09.2011 has resolved that at least 50% of the NIRMISC Ltd. Staff should opt for VRS and the VRS posts will be treated as abolished and no further appointment will be made against the VRS vacated posts. (Copy enclosed for ready reference in annexure A).

Committee Reiteration

The Committee acknowledges the decision of the Department on ban of further appointment and reiterates that since the VRS proposal could not be processed due to fund constraints by the government, the department should strategize to maximize work within the corporation and bring in revenue.

Annexure A



**Nagaland Industrial
Raw Materials & Supply Corporation Ltd.**
(A Government of Nagaland Undertaking)
P.O. Box No. 316
New Industrial Estate, Diphu Road,
DIMAPUR - 797112 - NAGALAND

Phone 248203
248557

MINUTES OF THE 102ND BOARD OF DIRECTORS' MEETING OF NIRMISC LTD., DIMAPUR HELD ON 28.09.2011 AT 12:00 NOON IN THE OFFICE CHAMBER OF THE CHAIRMAN (NIRMISC) COMMISSIONER & SECRETARY, INDUSTRIES & COMMERCE, NAGALAND, KOHIMA.

EXTRACT

Resolution No.141: Proposal for Sanction of Voluntary Retirement Scheme to NIRMISC Ltd. Employees.

As desired by the BOD, the matter was discussed with the Advisor, Finance Deptt in presence of OSD, Finance and Managing Director, NIRMISC Ltd and the BOD resolved that (i) At least 50% of the NIRMISC Ltd Staff should opt for VRS for which Management should take up the matter (ii) The VRS posts will be treated as abolished and no further appointment will be made under any circumstances (iii) A fresh proposal be initiated by the Management, NIRMISC Ltd for re-submission to the Govt. for consideration."

Sd/-
(L.H. CHANGI MANNEN)
Chairman
NIRMISC Ltd.,
Dimapur Nagaland

Dated, Kohima,
the 28th September, 2011

(SHADON MERRY)
Managing Director

**NAGALAND LEGISLATIVE ASSEMBLY
SECRETARIAT : KOHIMA.**

AS/COPU-4/2018/

Dated: 19/07/2019

**MINUTES OF THE ADOPTION MEETING OF THE
COMMITTEE ON PUBLIC UNDERTAKINGS HELD ON
19th JULY 2019.**

MEMBERS PRESENT.

- | | | |
|----|----------------------------|------------|
| 1. | Dr. Neikiesalie Nicky Kire | : Chairman |
| 2. | Shri. E. E. Pangteang | : Member |
| 3. | Shri. Toshi Wungtung | : Member |
| 4. | Shri. Kezhienyi Khalo | : Member |
| 5. | Shri. L. Khumo Khamniungan | : Member |

ASSEMBLY SECRETARIAT

- | | | |
|----|-------------------------|----------------------|
| 1. | Shri. K. Sekhose | : Secretary |
| 2. | Smti. Aosenla | : Addl. Secretary |
| 3. | Smti. Kungkamlu | : Joint Secretary-II |
| 4. | Smti. Kedovino Peseyie | : Deputy Secretary |
| 5. | Shri. Zasituolie Angami | : Under Secretary |
| 6. | Shri. Shepohu Lohe | : Section Officer |

Hon'ble Chairman welcomed the Committee Members, and expressed his appreciation to the members for making themselves available to attend the adoption meeting.

The committee thoroughly deliberated the Reports and adopted the 70th, 71st, 72nd, 73rd, 74th and 75th Reports of the COPU.

Sd/-

**K.SEKHOSE
SECRETARY**

NAGALAND LEGISLATIVE ASSEMBLY