GOVERNMENT OF INDIA
MINISTRY OF RAILWAYS
(RAILWAY BOARD)

No. 2001/RS(S)/709/20 New Delhi, dated 28-03-2002.

The General Manager (Store)
All Indian Railways,
Including CLW, DCW, DLW,
ICF, RCF, Metro Railway
& Wheel & Axle Plant.


The question of streamlining the policy and procedure for efficient the and speedy disposal of scrap particularly in regard to prevent of leakages of revenue from scrap disposal has been engaging the attention of Minister for Railways and Board quite some time. In this connection, MR announced in the Parliament for constitution of a Senior level committee of SAG officers to examine all the aspects of the scrap disposal including prevention of leakages and to suggest measures to check influence of Mafia, wherever it exists. The committee has given its report and recommendation of the committee are under consideration of the Board.

2. Board have considered following two recommendations of the committee for implementation at the earliest on Railways:-

(i) "All the Railways should switch over to the departmental auction at the earliest possible."

(ii) "Auctions in the Store Depots should not be conducted by an officer below the JA Grade level. If a Depot is not manned by a Dy.COS, Controller of Stores may nominate a Dy.COS from the Headquarters office for conducting the auction in the Depot. If an additional post has to be created for this purpose, this may be done by utilising the share of 2.5% of the scrap sale value in a Railway for setting up the sales organisation."

3. Board desire that in view of the recommendations of the committee, Railways may implement the following within 3 months i.e. 30-6-2002:-

(i) The minimum level for conducting auction should be JAG in all store depots, wherever Depot in charges are Sr. Scale Officer, COS may depute the controlling Dy.COS of that Depot in a major Depot/HQ or a sister Depot headed by a Dy.COS for conducting auction.
(ii) The system of appointing auctioneer should be abolished in favour of Departmental Auctions. The existing contracts with auctioneers should not be renewed/extended.

4. This issues with the concurrence of the Finance of the Railway Board.

5. Please acknowledge receipts.

(A.K. Mital)
Executive Director,
Railway Stores (Steel)
Railway Board

No. 2001/RS(S)/709/21

New Delhi, dated 28-03-2002.

Copy to FA&CAO, All Indian Railways & PUs for information and necessary action.

(A.K. Mital)
Executive Director,
Railway Stores (Steel)
Railway Board.