

KARNATAKA STATE BEVERAGES CORPORATION LIMITED

Circular No : 233A

Date:11/06/2018

Sales Policy for Rectified Spirit

Subject: Levy of Escort penalty on the Buyers / Suppliers of Spirit –reg

1. The Spirit Sales Policy (Circular No 219A Sales Policy for Spirit) which specifies the penalty to be imposed on the buyer / Supplier for delay in unloading/loading/non-shipment of the Spirit Consignment even after reaching Buyer's place during official working hours of the Buyer at Para No 10.13.
2. Para No. 10.13 of the Circular 219A Sales Policy for Spirit is reproduced as under:

“The buyer shall promptly arrange for unloading of the consignment on the day of receipt if it reaches during the official working hours of the buyer. If not, the consignment shall be unloaded on the next working day. In the event of any delay beyond the permissible limit, the Corporation, at its sole discretion, may levy a penalty of Rs. 2,000/- per day per tanker escorted by the security personnel provided by the Corporation.”

Presently the penalty is being levied at Rs. 2000/- + applicable Taxes (e.g. GST). per escort per tanker for the year 2017-18.

This penalty shall be reviewed as and when there is revision of wages of escort personnel.

3. Since the phrase “ Sole discretion of the Corporation “ in the above mentioned para provided scope for being interpreted differently, the subject was placed before the board in its 54th meeting vide subject No. 12 and Board approved a clarificatory note.
4. The Board also decided that the “Managing Director” is authorized to issue necessary clarification in this regard.

Accordingly, the following clarificatory Note is issued:

“The Corporation, at its sole discretion, may levy a penalty not exceeding Rs. 2000/- + applicable Taxes (e.g. GST). per tanker per escort subject to review. But it should not be less than the additional cost the Corporation might have incurred or may incur due to delay in loading/unloading/non-shipment”.



Chairman

To,

1. All Spirit Suppliers / Buyers
2. Executive Directors
3. General Managers
4. CS
5. DGM (Audit)
6. IML/Spirit / Remote Virtual Depot Managers
7. All Managers, HO
8. Circular - Master File & Spare Copies