

ANNUAL REPORT

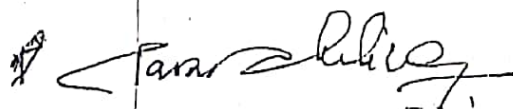


EXCISE (ABKARI) DEPARTMENT
GOVERNMENT OF SIKKIM
2013-2014

I, PAWAN CHAMLING, MINISTER-IN-CHARGE OF
THE EXCISE (ABKARI) DEPARTMENT DO HEREBY
AUTHENTICATE THE ANNUAL REPORT OF THE EXCISE
(ABKARI) DEPARTMENT FOR THE FINANCIAL YEAR **2013-
2014** AND ALSO AUTHORIZE THE PLACING OF THIS REPORT
ON THE TABLE OF THE LEGISLATIVE ASSEMBLY.

PLACE: GANGTOK

DATE:



**PAWAN CHAMLING
MINISTER-IN-CHARGE
EXCISE (ABKARI) DEPARTMENT**

Enforcement:

The Department conducts raids on illicit dens on regular interval and as when on receives of complains from public. In **2013-2014, 110** illicit cases have been detected and **Rs. 1,85,150/- (one lakh eighty five thousand one hundred fifty)** realized as fines and confiscation. Further, **52** Departmental cases were registered and revenue realized through fines and penalty.

Administrative set up :

At present the Department is headed by a Secretary along with the following Officers:-

1)	Commissioner-cum-Special Secretary	01
2)	Additional Commissioner	01
3)	Principal Private Secretary to the Excise Secretary:	01
4)	Deputy Commissioner:	03
5)	Deputy Secretary	01
6)	Deputy Director	01
7)	Under Secretary:	02
8)	Sr. Accounts Officer:	01
9)	Assistant Commissioner	04
10)	Sr. Lab. Assistant	01
11)	Ministerial & Accounts Staff & Drivers:	29
12)	Excise (Abkari) staffs:	91
13)	Muster Roll/Substitute	09
14)	Home Guard	01
15)	Home Guard Driver	01

Total: 147

Excise Revenue in the State:

The Department contributes to the Revenue of the State by way of license fees, fines and Excise Duty and other levies on liquors and medicinal and toilet Preparations manufactured, imported, exported and sold within the State.

The following table indicates the trend of revenue receipt during the last 20 years:-

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INTRODUCTION

The State Excise Department since its inception has been a major source of revenue generation for the State Exchequer. The Revenue realized from Excisable goods and products has seen a quantum leap over the years. The Department realized a Revenue of Rs.120.64 crores (Rupees one hundred twenty crores & sixty four lakhs) only against the budgeted target of 109.00 crores (Rupees one hundred nine crores) for the year under report 2013-14 and surpassed the target set for the year. The highlights of the revenue target and actual achievement trends over the past twenty years is indicated at Table I below.

Beside revenue collection the Excise Department also performs the following functions and activities.

Acts Administered

The Central/State Acts administered by the Department are:

- (a) The Sikkim Excise Act, 1992 (State Act)
- (b) The Medicinal & Toilet preparation Act (Excise Duties) Act, 1995 (Central Act).
- (c) The Narcotic Drugs & Psychotropic Substances Act, 1985, (Central Act)
- (d) The prevention of illicit Traffic in Narcotic Drugs and Psychotropic Substances Act, 1988, (Central Act).

The State Excise provides for manufacture, possession, sale, transport, import, export of rectified spirit for portable purpose and liquor and imposition of Excise Duty etc. So far as the Medicinal & Toilet Preparation Act (Excise Duties) Act, 1955 is concerned, it is an enactment of the Central Government, which provides for manufacture, possession, sale etc. of certain products that falls under the purview of this Act. The Excise (Abkari) Department has been entrusted with collection of Excise Duty as per provisions of the Sikkim Excise Act, 1992. With regard to the Narcotic Drugs and Psychotropic Substances Act, the same is implemented at the State Level through the Department of Excise (Abkari), Health Care, Human Services and Family Welfare Department and Police.

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TABLE I**Collection of Revenues**

Sl. No.	Year	Amount in Rs. Crores	
		Target	Achievement
1	1994-95	9.00	6.80
2	1995-96	9.00	10.60
3	1996-97	10.28	10.91
4	1997-98	9.49	10.71
5	1998-99	11.20	11.71
6	1999-00	13.06	13.19
7	2000-01	14.50	17.56
8	2001-02	17.00	21.51
9	2002-03	20.57	22.45
10	2003-04	22.75	25.24
11	2004-05	29.47	32.68
12	2005-06	26.48	32.95
13	2006-07	27.00	33.31
14	2007-08	29.00	37.31
15	2008-09	42.50	46.46
16	2009-10	47.60	57.27
17	2010-11	55.50	70.52
18	2011-12	67.44	96.26
19	2012-13	95.00	111.12
20	2013-14	109.00	120.64

In addition, the Department also collects revenue through Education Cess levied along with Excise Duty as per The Sikkim Educational Cess on Alcoholic Beverages Act 2007. Table II below is the Educational Cess collected over the years.

Table II

Collection of Education Cess

Rupees in Crores

Year	Amount
2007-08	2.34
2008-09	2.89
2009-10	3.18
2010-11	5.30
2011-12	4.76
2012-13	5.22
2013-14	5.61

Breweries/Distilleries/Pharmaceutical Units:

SL.NO	NAME OF THE UNIT
1.	M/s Sikkim Distilleries Ltd. Rangpo
2.	M/s Yoksum Breweries Ltd. Melli
3.	M/s Himalayan Distilleries Ltd. Mazhitar
4.	M/s Mount Distilleries Ltd. Mazhitar
5.	M/s Denzong Albrow (P) Ltd. Rhenock
6.	M/s Sikkim Breweries, Baghey Khola
7.	M/s Mayell & Fraser (p) Ltd. Rangpo
8.	M/s Seven Hills Winery, Namchi
9.	M/s Kanchenjunga Distilleries (P) Ltd. Manpur
10	M/s Essveegee Breweries (P) Ltd, Manpur
11	STP Pharmaceutical (P) Ltd. Sangkhola

12	M/s Sikkim Aeromatics Ltd. Rangpo
13	M/s Cipla Ltd. Kumrek, Rangpo
14	M/s Golden Cross Pharmaceutical (P) Ltd. Rorathang
15	M/s Zydus Health Care, Baghey Khola
16	M/s Glenmark Pharmaceutical Samlik Marchak, East Sikkim
17	M/s Zydus wellness, Mamring, South Sikkim.

Licenses issued & renewed:

The Department also issues licenses for wholesale and retail sale of liquors. For the financial year **2013-2014**, the department has issued/renewed the following licenses:

Sl. No.	Particulars	Total Nos.
1.	Foreign Liquor & Country Liquor Retail Shop	970
2.	Foreign Liquor Bar	902
3.	Pachwai	55
4.	Methylated Spirit	23
5.	Army Units	43
6.	Distributor of SMFL/Beer	08
7.	Distributor of IMFL	01
8.	Sub-Distributor	08

A committee has been constituted with Commissioner, Additional Commissioner, Deputy Commissioner and Assistant Commissioner for issue of foreign Liquor & Country liquor, retail shop and bar license

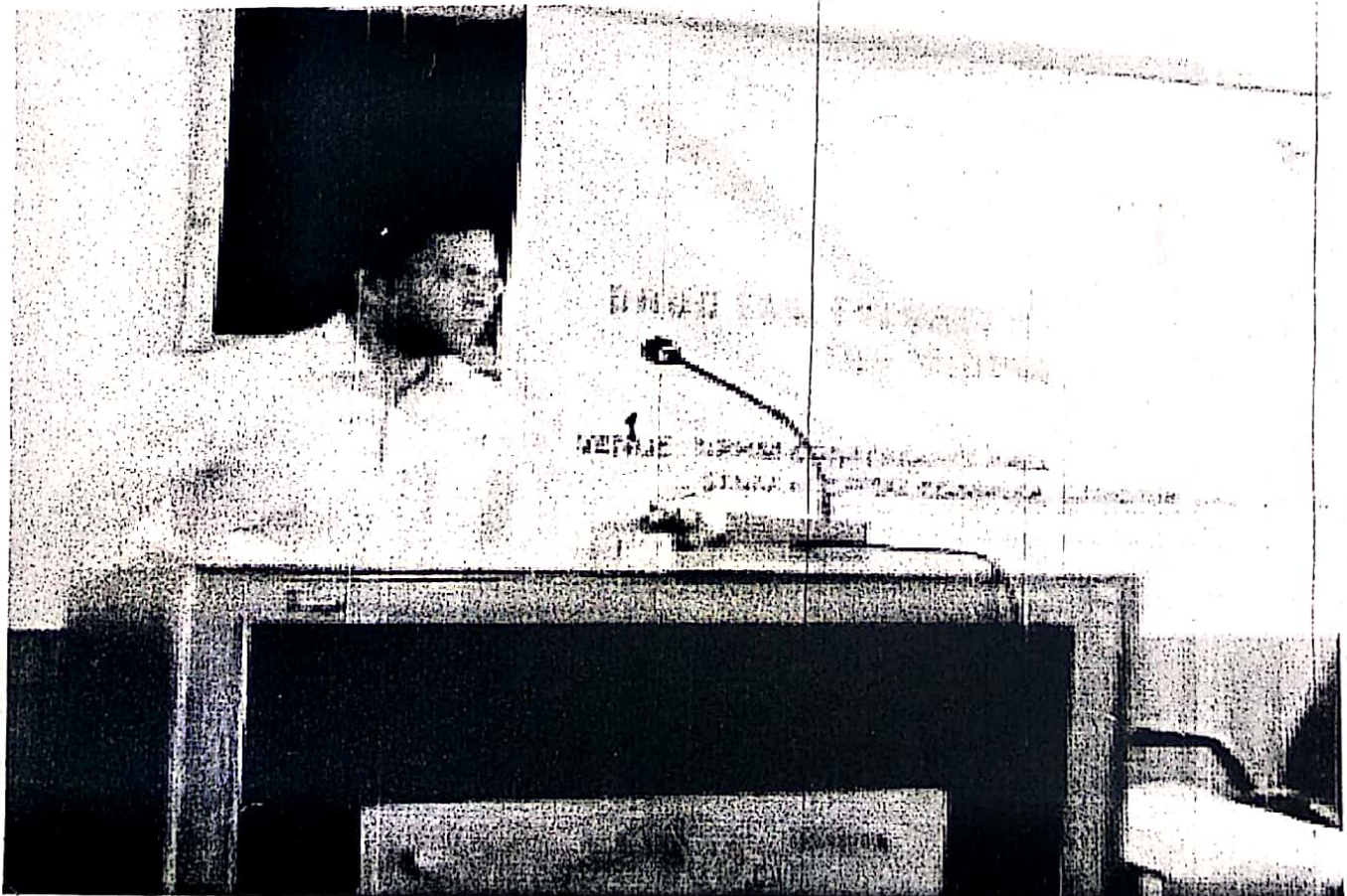
Decentralization Policy:

In accordance with the decentralization policy of the Government, the Department has posted two Officers of the rank of Deputy Commissioner and Assistant Commissioner for South/West District, Jorethang. They are assisted by field & Account staffs. Head of Office and Drawing and Disbursing Officer functions and responsibility has also been delegated to the Office.

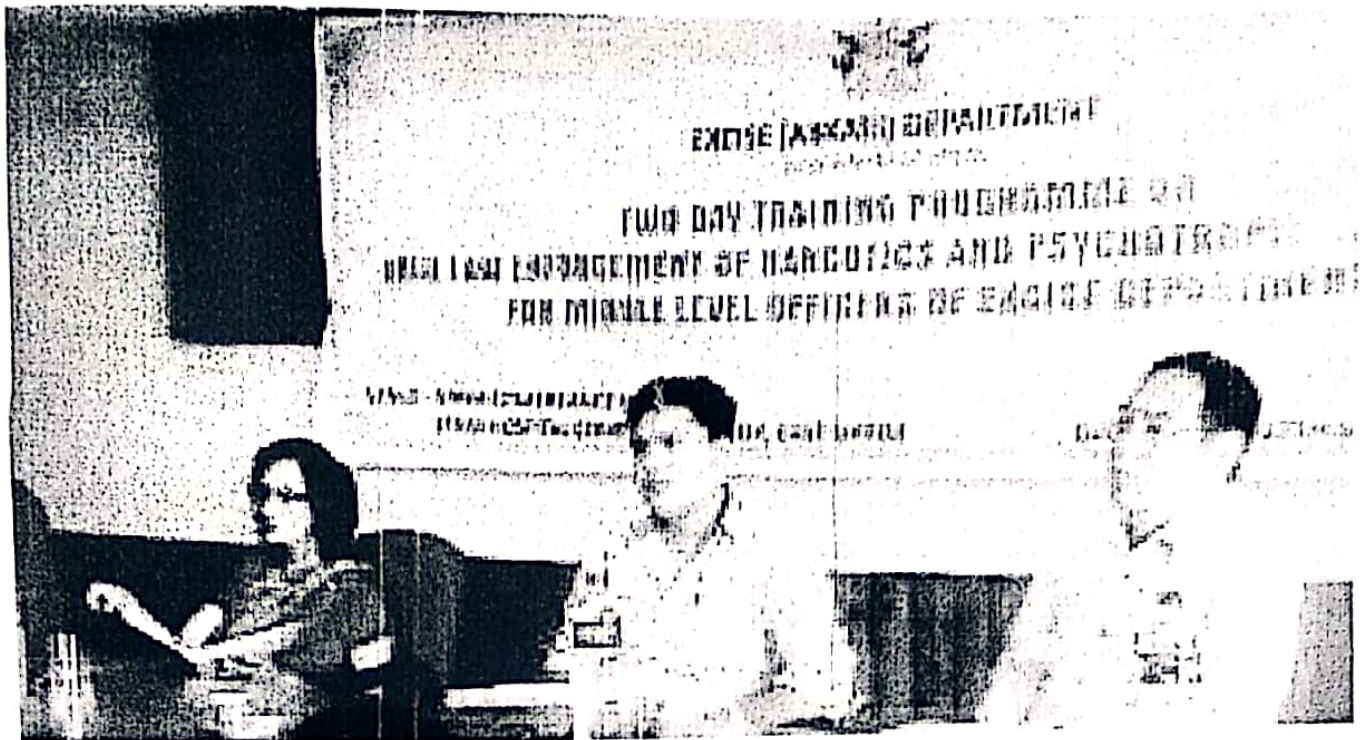
Narcotic Cell:

The Deputy Secretary is the Nodal Officer of the Narcotic & Psychotropic Substances cell and is assisted by Sub-Inspector, Narcotics.

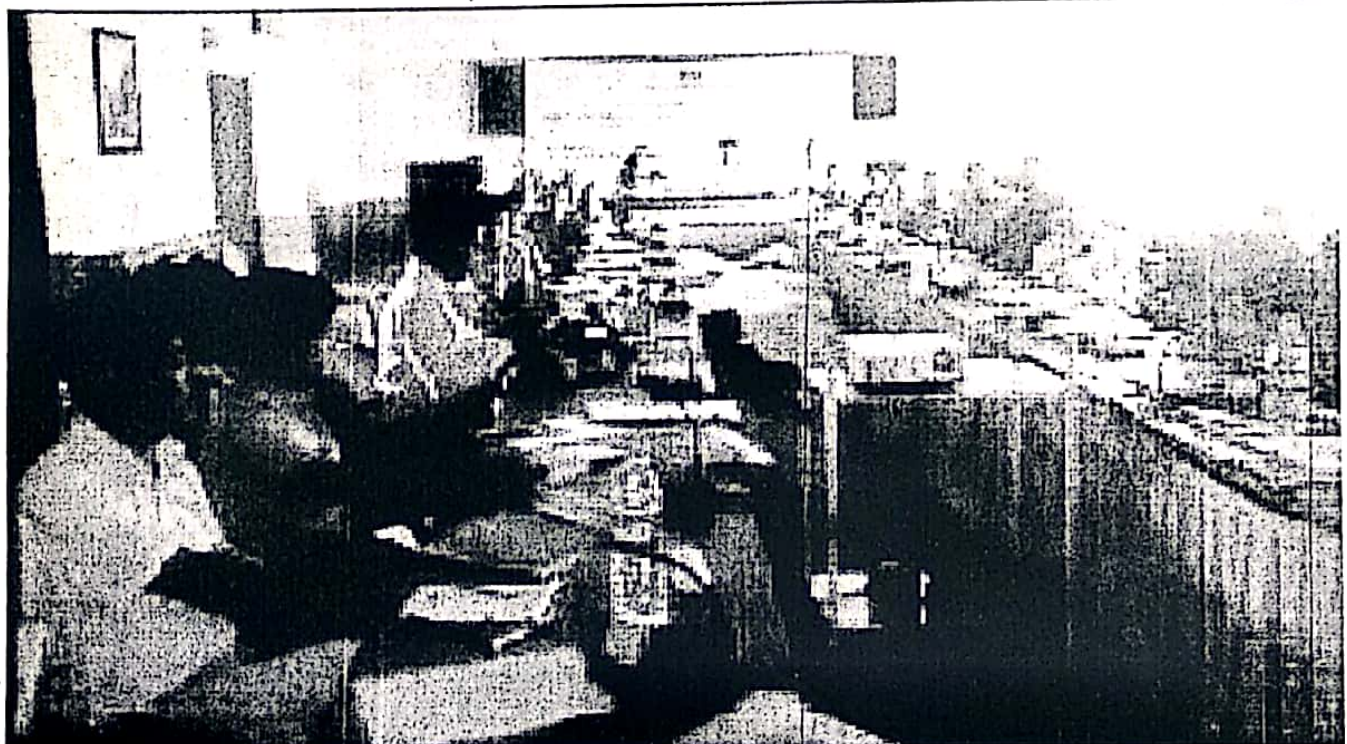
Two days training programme was organized by on **Enforcement of Narcotic Drugs and Psychotropic Substances** for middle level officer of the Department at National Rural Health Mission Conference Hall STNM Complex Gangtok on 16th and 17th of September 2013. The training programme was organized in coordination with Narcotic Control Bureau Eastern Zonal Unit Kolkota. The resource person from Eastern Zonal Unit Kolkota Narcotic Control Bureau Government of India Mr. Debasis Choudhary was the main resource person. Total 39 (thirty nine) staffs and officers participated in the above training programme. Since Health care Human Services and Family Welfare Department and Police Department are associated with Drugs Law Enforcement, were also invited as resource person. It was found that the training was fruitful and was knowledge based for our staffs and officers. The main objective of the training programme was to make the Excise officer and staff more efficient and effective in implementation of various provisions of Sikkim Narcotic Drugs and Psychotropic Substance Act 1990 and Narcotic Drugs and Psychotropic Substance. The participants who attended the training were awarded certificate.



Shri Debasis Choudhary Resource person Narcotic Control Bureau Zonal Unit Kolkata



Resource Persons



Participants

Excise Laboratory:

Excise Department has a laboratory at Chanatar Rangpo. The laboratory is headed by an officer in the rank of Deputy Commissioner. It has the responsibility to examine, test and analyze all liquors produced in Sikkim as well as those imported from other States.

Establishment Cost:

The Establishment cost of the Department for the financial year 2013-2014 is as follows:-

MAJOR HEADS	BUDGET PROVISION FOR THE YEAR 2013-14 (Rs. In lakhs)	EXPENDITURE (Rs. In lakhs)
2052-Secretariat General Service.	Rs. 155.85	Rs. 155.58
2039 State Excise	Rs. 483.30	Rs. 485.86
Total	Rs. 639.15	Rs. 641.44

Training and Awareness Program:

The implementation of various Acts, Rules and Regulations and its enforcement is very important for the Department. Training is mandatory for field staff as well as executive officers. It is an important aspect for the Department to be efficient and effective and, as such, field staff and officers are deputed for training and refreshers course at intervals.

26th June is observed as International Day against Drug Abuse and Trafficking. The Excise Department displayed banners at District Head Quarter and Sub- Division for the public of every sphere about the harmful effect with Drug have on their health.