



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

COPY OF

REGULATION OF THE MINISTER OF FINANCE OF THE REPUBLIC OF
INDONESIA NUMBER 150/PMK.02/2011

CONCERNING

SUPPLY, COUNTING, PAYMENT, AND THE LIABILITY OF RICE SUBSIDY FOR
LOW-INCOME COMMUNITIES PROCEDURES

BY THE GRACE OF GOD ALMIGHTY

THE MINISTER OF FINANCE,

- Considering : a. that in the framework of the implementation of the rice subsidy for low-Income Communities, have been allocated funds for rice subsidy for low-income Communities in the State Budget;
- b. that based on Presidential Decree No. 7 Year 2009 concerning Rice Policy and Presidential Instruction No. 8 Year 2011 concerning Security Policy Rice Reserve Managed by the Government Dealing with the extreme climate conditions, the Public Company BULOG assignment by the Government to implement the subsidized rice for low- income Communities;
- c. that in order to enhance the provision of subsidized rice to low-income Communities, need to reorganize the rice subsidy for low-income Communities who had previously been set in the Regulation of the Minister of Finance No. 125/PMK.02/20 10;
- d. Based on the considerations referred to in letters a, b, and c, it is necessary to stipulate Regulation of the Minister of Finance on the Provision, Calculation, Payment and Accountability Procedure of Rice Subsidy for Low Income Communities;
- In View of : 1. Act Number 17 Year 2003 on State Finance (State Gazette of the Republic of Indonesia Year 2003 Number 47, Supplement State Gazette to the Republic of Indonesia Number 4286);
2. Act Number 19 of 2003 on State-Owned Enterprises (State Gazette of the Republic of Indonesia Year 2003 Number 70, Supplement to State Gazette of the Republic of Indonesia Number 4297);
3. Act Number 1 Year 2004 on State Treasury (State Gazette of the Republic of Indonesia Year 2004 No. 5, Supplement to State Gazette of the Republic of Indonesia Number 4355);
4. Act Number 15 Year 2004 on Audit, Management, and Financial Responsibility (State Gazette of the Republic



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 2 -

- of Indonesia Year 2004 Number 66, Supplement to State Gazette of the Republic of Indonesia Number 4400);
5. Act Number 10 Year 2010 on the State Budget for Fiscal Year 2011 (State Gazette of the Republic of Indonesia Year 2010 Number 126, Supplement to State Gazette of the Republic of Indonesia Number 5167) as amended by Act No. 11 Year 2011 (State Gazette of the Republic of Indonesia Year 2011 Number 81, Supplement to State Gazette of the Republic of Indonesia Number 5233);
 6. Government Regulation No. 7 Year 2003 concerning the Public Company BULOG (State Gazette of the Republic of Indonesia Year 2003 No. 8), as amended by Government Regulation No. 61 Year 2003 (State Gazette of the Republic of Indonesia Year 2003 No. 142);
 7. Government Regulation No. 45 Year 2005 concerning the Establishment, Handling, Supervision, and the dissolution of the State Owned Enterprises (State Gazette of the Republic of Indonesia Year 2005 Number 117, Supplement to State Gazette of the Republic of Indonesia Number 4556);
 8. Government Regulation No. 8 Year 2006 concerning Financial Reporting and Performance of Government Agencies (State Gazette of the Republic of Indonesia Year 2006 Number 25, Supplement to State Gazette of the Republic of Indonesia Number 4614);
 9. Presidential Decree No. 42 Year 2002 concerning Guidelines for Implementation of Budget (State Gazette of the Republic of Indonesia Year 2002 Number 73, Supplement to State Gazette of the Republic of Indonesia Number 4212), as amended by Presidential Decree No. 53 of 2010;
 10. Presidential Decree No. 56 / P Year 2010;
 11. Minister of Finance Regulation No. 91 / PMK.05/2007 concerning Standard Chart of Accounts;
 12. Minister of Finance Regulation No. 171/PMK.05/2007 concerning Accounting and Financial Reporting System of the Central Government;
 13. Minister of Finance Regulation No. 196/PMK.05/2008 concerning Procedures for the Preparation and Presentation of Financial Statements Expenditure Subsidy and Other Expenditures Financing on the Budget Section and Calculation;
 14. Minister of Finance Regulation No. 250/PMK.05/2010 concerning the Procedure of Disbursement State Budget Over Expense Budget Treasurer of the State



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 3 -

General Treasury Office

15. Minister of Finance Regulation No. 256 / PMK. 05/2010 on the Procedure of Storage and Disbursement Reserve Fund;

DECIDES:

To stipulate : REGULATION OF THE MINISTER OF FINANCE CONCERNING SUPPLY, COUNTING, PAYMENT, AND THE LIABILITY OF RICE SUBSIDY FOR LOW-INCOME COMMUNITIES PROCEDURES

CHAPTER I

GENERAL PROVISIONS

Article 1

In this Regulation of the Minister of Finance:

1. Public Company BULOG is a State Owned Enterprise established under Government Regulation No. 7 Year 2003 concerning the General Establishment Public Company BULOG as amended by Government Regulation No. 61 Year 2003.
2. Verification is the checking of the implementation of the provision of employment and / or distribution of rice.
3. Payment Request Letter, hereinafter abbreviated as PRL, is a document issued / used by the Budget User / Authorized Budget / Officer Commitment as the basis for the issuance of Payment Order.
4. Payment Order, hereinafter referred to as PO, is a document issued / used by the Budget User / Authorized Budget / Signing Officer SPM to disburse the funding allocation from the Budget Implementation Checklist or other equivalent documents.
5. Authorized Budget Users, hereinafter referred to as AB, is the officials who obtained the authority and responsibility of the Budget Users that are authorized to use the budget to them.
6. Stipulation of Letter Work Plan and Budget of the State General Treasurer, hereinafter referred to as S--LWP SGT, is the document setting budget allocations by organizational units and programs and units of work specified in the Budget Division of the State Treasurer.
7. Budget Implementation Checklist, hereinafter referred to as BIP, budget execution is a document prepared by the Aunthorized Budget Users / ABU and endorsed by the Director General of the Treasury or the Head of the



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 4 -

Regional Office of Directorate General of Treasury, on behalf of the Minister of Finance as State Treasurer.

8. Public Service Obligation (PSO) is an account owned by the Minister of Finance who used to hold reserve funds subsidy / Public Service Obligation (PSO).
9. Purchase price of rice, hereinafter referred to as PPR, is the government purchase price of rice to the Public Company BULOG.
10. Master Budget is the budget framework and revenues of Public Company BULOG in order to carry out the assignment Government.

CHAPTER II

GOVERNMENT ASSIGNMENT TO PUBLIC COMPANY BULOG Article 2

- (1) In the framework of national economic stability, increase farmers' incomes, increase food security, and rural economic development, Public Company BULOG assigned by the Government to provide and distribute subsidized rice to low income communities.
- (2) In the framework of the implementation of the rice subsidy for low-income communities referred to in paragraph (1), Director of Public Company BULOG set as ABU.

Article 3

- (1) In the implementation of the assignment by the Government referred to in Article 2 paragraph (1), Public Company BULOG preparing Master Budget to set out in the Work Plan and Budget.
- (2) Master Budget referred to in paragraph (1) includes among others PPR.
- (3) PPR referred to in paragraph (2) Cost Structure Calculations are based on PPR as listed in Attachment as an integral part of this regulation.
- (4) The costs can be included in the calculation of PPR is the cost associated with the implementation of the Government to Public Company BULOG assignment.
- (5) PPR referred to in paragraph (2) defined in the Act of the State Budget in accordance with the legislation.

CHAPTER III

RICE SUBSIDY FOR LOW-INCOME COMMUNITIES Article 4



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 5 -

- (1) Public Company (Public Company) BULOG distributes rice subsidy for low income communities.
- (2) Quantum distribution of rice subsidy to low income communities is calculated by:
 - a. duration of distribution;
 - b. number of Target Households (RTS) beneficiaries, and
 - c. TH allocation per month.
- (3) Fare of rice subsidy for low income communities is calculated based on the difference between PPR and the sale price at the distribution point.

Article 5

Government allocates rice subsidy for low-income communities in the state budget by taking into account the quantum of subsidized rice distribution plan for low income communities referred to in Article 4 paragraph (2) and the rice subsidy rates for low-income communities referred to in Article 4 paragraph (3).

Article 6

- (1) In case of need of funds to support the activities referred to in Article 2 is not sufficient, Public Company BULOG may apply for bank loans to state-owned commercial banks and / or foreign bank.
- (2) Master Budget Public Company BULOG shall accompany the application referred to in paragraph (1) as evaluation materials for the Minister of Finance.
- (3) The amount of bank loans that are guaranteed by the Government based on evaluation of the Master Budget of Public Company BULOG as referred to in paragraph (2).

CHAPTER IV

SUPPLY AND PAYMENT PROCEDURES OF RICE SUBSIDY
FOR LOW-INCOME COMMUNITIES

Article 7

- (1) Funds for the purpose of rice subsidy for low-income communities are allocated in the state budget.
- (2) Director-General of Budget, Ministry of Finance gives written notice of the rice subsidy ceiling for low-income communities to the Managing Director of Public Company BULOG as ABU.
- (3) Notification referred to in paragraph (2) the basis for the Managing Director of Public Company BULOG as ABU



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 6 -

to propose the provision of funds to the Director-General of Budget Ministry of Finance.

- (4) Based on the proposals referred to in paragraph (3) the Director-General of Budget, Ministry of Finance issued S- SGT-LWP.
- (5) S-SGT-LWP as described in paragraph (4) shall be submitted in writing to the Director-General of Treasury, Ministry of Finance and Director of Public Company BULOG as ABU.
- (6) Based on S- SGT-LWP as described in paragraph (5), Corporate Managing Director of Public Company BULOG as ABU arranges the concept of BIP and submits it in writing to the Director-General of Treasury, Ministry of Finance in order to obtain approval.
- (7) DIPA that has been approved as described in paragraph (6) the basis for the implementation of the rice subsidy payments for low-income communities.

Article 8

- (1) In the framework of the implementation of the rice subsidy for low income communities, Managing Director of Public Company BULOG as ABU issued a decision to establish:
 - a. authorized officials to perform actions that result in budget expenditure / person in charge of the activities / making commitments, hereinafter called the Committing Officer (CO), and
 - b. officials that are given the authority to review the bill to the state and sign PO, hereinafter referred to as PO Signatory Officer.
- (2) A copy of the decision referred to in paragraph (1) shall be submitted to the Head of State Treasury Office (HSTO) partners.

Article 9

- (1) The implementations of rice subsidy distribution for low-income communities are being verified.
- (2) In the framework of the implementation of the verification referred to in paragraph (1) of the Managing Director of Public Company BULOG as ABU form Verification teams.
- (3) Further provisions on verification procedures that is governed by the Managing Director of Public Company BULOG as ABU.



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 7 -

Article 10

- (1) Either Rice subsidy payments for low-income communities to the Public Company BULOG conducted on rice that has been purchased by the Public Company BULOG, already distributed or supplies that are still in Public Companies BULOG.
- (2) Inventory referred to in paragraph (1) is a provision, both the previous procurement and procurement in respect year.

CHAPTER V

DISBURSEMENTS PROCEDURES OF RICE SUBSIDY FOR
LOW-INCOME COMMUNITIES

Article 11

- (1) Procedures for the submission OF PRL and publication of PO in order to pay rice subsidy for low-income communities' conducted in accordance with the provisions of the legislation.

Article 12

Managing Director of Public Company BULOG proposed as the PO to HSTO partner for rice subsidy payments for low income communities by enclosing the following documents:

- a. the Absolute Responsibility Statement;
- b. Verified Statement;
- c. Rice Availability Statement of ABU with a minimum value of the payment request, and
- d. Tax invoice and SSP (if any).

Article 13

- (1) Rice subsidy for low-income communities who has not paid up to the end of December of the current year as a result of has not been doing Verification of the distribution of rice subsidy for low-income communities referred to in Article 9, was placed on the Subsidy Reserve Account / Public Service Obligation (PSO) in accordance with the provisions of the legislation.
- (2) Placement of funds in the Subsidy Reserve Account / Public Service Obligation (PSO) as referred to in paragraph (1), a maximum ceiling of BIP for the rest of the rice subsidy for low-income communities.
- (3) Disbursement of Subsidy Reserve Account funds / Public Service Obligation (PSO) as referred to in paragraph (2) is implemented in accordance with the



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 8 -

provisions of the legislation.

CHAPTER VI
ACCOUNTABILITY, AUDIT AND REPORTING OF RICE
SUBSIDY FOR
LOW-INCOME COMMUNITIES

Article 14

Managing Director of Public Company BULOG as ABU is responsible for the use of formal and material rice subsidy for low-income communities in accordance with the provisions of the legislation.

Article 15

Managing Director of Public Company BULOG as ABU held accounting and reporting in accordance with the provisions of the legislation.

Article 16

- (1) Public Company BULOG shall submit report on the realization of operations, which includes the number of inventory, procurement, distribution, revenue from the sale of rice following costs incurred, and operations projection report to the end of each quarter to the Minister of Finance with Director-General of Budget, Ministry of Finance and the Minister of State Owned Enterprises with Deputy of the Ministry of Primary Industry-State-Owned Enterprises.
- (2) Bank Creditor of the Public Company BULOG must submit credit reports to the Public Company BULOG every quarter to the Minister of Finance with Director-General of Budget, Ministry of Finance, the Minister of State Owned Enterprises with Deputy of the Ministry of Primary Industries-Owned Enterprises and Managing Director of Public Company BULOG.
- (3) Public Company BULOG shall submit a report realization of rice subsidy for low-income communities and overall report on the realization of rice purchase and sale of rice commodities of the Public Company BULOG at the end of each financial year to the Minister of Finance with Director-General of Budget, Ministry of Finance, the Minister of State Owned Enterprises with Deputy of the Ministry of Primary Industries-Owned Enterprises, and Chairman of the Audit.

Article 17



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 9 -

- (1) Implementation of the rice subsidy for low income communities referred to in Article 4 audited by authorized auditors in accordance with the provisions of the legislation.
- (2) Audit report referred to in paragraph (1) shall be submitted to the Managing Director of Public Company BULOG, Director-General of Budget, Ministry of Finance, and Director-General of Treasury, Ministry of Finance.
- (3) If the audit report referred to in article (2) states that the amount of rice subsidy for low income communities who is paid the government less than the amount that has been paid by the Government in the budget year, the overpayment is paid to the State Treasury by the Public Company BULOG using the Account Code 423 913 (other shopping Recoveries of pure rupiahs of last fiscal year).
- (4) If the audit report referred to in article (2) states that there is a shortage of rice subsidy payments for low income communities from the Government to the Public Company BULOG in one budget year, the lack of payment is proposed to be budgeted in the next fiscal year budget.

CHAPTER VII
OTHER ROVISIONS
Article 18

In the case of Public Company BULOG perform bank loan for the execution of the assignment by the Minister of Finance, any revenues of the Public Company BULOG, both derived from the Company's bank credit management of Public Company BULOG in the Government assignment, as well as from disbursement of rice subsidy for low-income, must be directly deposited to the bank lender as repayment of loans and lending rates Public Company BULOG.

Article 19

In the implementation of the rice subsidy for low income communities, the Ministry of Finance and the Public Company BULOG may build a team to conduct monitoring and evaluation within their authority.

CHAPTER VIII
CLOSING PROVISIONS
Article 20



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 10 -

This Finance Minister Regulation applies to all funds for the purpose of rice subsidy for low income communities allocated in the state budget.

Article 21

By the time Minister of Finance Regulation comes into force, the Minister of Finance Regulation No. 125/PMK.02/2010 concerning Rice Subsidy for Low Income Communities, revoked and declared void.

Article 22

This Regulation of the Minister of Finance shall come into force on the date of its promulgation.

For public cognizance, this Regulation of the Minister of Finance shall be promulgated by placing it in State Gazette of the Republic of Indonesia.

Stipulated in Jakarta
on September 12, 2011
MINISTER OF FINANCE
Signed,
AGUS D.W. MARTOWARDOJO

Promulgated in Jakarta
On September 12, 2011
MINISTER OF LAW AND HUMAN RIGHTS
Signed
PATRIALIS AKBAR

STATE GAZETTE OF THE REPUBLIC OF INDONESIA YEAR 2011 NUMBER 574



MINISTER OF FINANCE
OF THE REPUBLIC OF INDONESIA

- 11 -

REGULATION OF THE MINISTER OF
FINANCE NUMBER 150/PMK.02/2011
CONCERNING SUPPLY, COUNTING,
PAYMENT, AND THE LIABILITY OF RICE
SUBSIDY FOR LOW-INCOME COMMUNITIES
PROCEDURES

Cost Structure of SPR (Selling Price of Rice)

- A. Initial Stock
- B. Production Costs, Overhead and Management
 - 1. Production Cost
 - a. Domestic Procurement Costs
 - Procurement of Grain
 - Procurement of Rice
 - Overseas Procurement Costs
 - Opslag Cost / Weigh
 - Cost of Survey
 - Grain Milling Costs
 - 2. Overhead cost
 - a. Storage and Maintenance Costs
 - b. Movement cost
 - c. Re-bagging cost
 - d. Insurance costs and import duties
 - e. Cost of Quarantine / Survey / Surcharge
 - f. Sacks Packaging Costs
 - 3. Management cost
 - 4. Margin fee
- C. Interest and Bank Administration
- D. Number of Stock-controlled (A + B + C)
- E. stock End
- F. Cost of production of goods supplied (D-E)
- G. Distribution Cost
- H. Total Budget (F + G)
- I. Amount disbursed
- J. SPR per kilogram (H / I)

Minister of Finance
Signed,
AGUS D.W. MARTOWARDOJO