GOVERNMENT OF INDIA MINISTRY OF AGRICULTURE AND FARMERS WELFARE DEPARTMENT OF AGRICULTURE AND FARMERS WELFARE

RAJYA SABHA UNSTARRED QUESTION NO- 2430 ANSWERED ON- 21/03/2025

EFFECTIVENESS OF GOVERNMENT'S INITIATIVE TO DOUBLE FARMERS' INCOME

#2430. SMT. SUNETRA AJIT PAWAR:

Will the Minister of AGRICULTURE AND FARMERS WELFARE be pleased to state:

(a) the extent to which Government's initiative has been effective in achieving the goal of doubling farmers' income along with its quantifiable outcomes;

(b) the primary factors contributing to farmers' indebtedness and the strategies being implemented to reduce this burden;

(c) the manner in which access to fair and remunerative prices for agricultural produce can be improved for small and marginal farmers; and

(d) the measures being taken to diversify farmers' income sources beyond traditional crop farming?

ANSWER

MINISTER OF STATE FOR AGRICULTURE AND FARMERS WELFARE (SHRI RAMNATH THAKUR)

(a): Agriculture is a State subject and Government of India supports the efforts of States through appropriate policy measures, budgetary allocation and various schemes/programmes. The various schemes/ programmes of the Government of India are meant for the welfare of farmers by increasing production, remunerative returns and income support to farmers. The Government has substantially enhanced the budget allocation of Department of Agriculture & Farmers Welfare(DA&FW) from Rs. 21933.50 crore BE during 2013-14 to Rs. 1,22,528.77 crore BE during 2024-25. Major schemes/ programmes initiated by DA&FW to enhance overall income of farmers and remunerative returns in the agriculture sector are as under:

- 1. Pradhan Mantri Kisan Samman Nidhi (PM-KISAN)
- 2. Pradhan Mantri Kisan Maan Dhan Yojana (PM-KMY)
- 3. Pradhan Mantri Fasal Bima Yojana (PMFBY)/ Restructured Weather Based Crop Insurance Scheme (RWBCIS)
- 4. Modified Interest Subvention Scheme (MISS)
- 5. Agriculture Infrastructure Fund (AIF)
- 6. Formation and Promotion of 10,000 new Farmer Producers Organizations (FPOs)

- 7. National Bee Keeping and Honey Mission (NBHM)
- 8. Namo Drone Didi
- 9. National Mission on Natural Farming (NMNF)
- 10. Pradhan Mantri Annadata Aay SanraksHan Abhiyan (PM-AASHA)
- 11. Agri Fund for Start-Ups & Rural Enterprises' (AgriSURE)
- 12. Per Drop More Crop (PDMC)
- 13. Sub-Mission on Agriculture Mechanization (SMAM)
- 14. Paramparagat Krishi Vikas Yojana (PKVY)
- 15. Soil Health & Fertility (SH&F)
- 16. Rainfed Area Development (RAD)
- 17. Agroforestry
- 18. Crop Diversification Programme (CDP)
- 19. Sub-Mission on Agriculture Extension (SMAE)
- 20. Sub-Mission on Seed and Planting Material (SMSP)
- 21. National Food Security and Nutrition Mission (NFSNM)
- 22. Integrated Scheme for Agriculture Marketing (ISAM)
- 23. Mission for Integrated Development of Horticulture (MIDH)
- 24. National Mission on Edible Oils (NMEO)-Oil Palm
- 25. National Mission on Edible Oils (NMEO)-Oilseeds
- 26. Mission Organic Value Chain Development for North Eastern Region
- 27. Digital Agriculture Mission
- 28. National Bamboo Mission

Indian Council on Agricultural Research (ICAR) has released a compilation of **success stories of 75,000 farmers** who have increased their income more than two times by convergence of schemes being operated by Ministry of Agriculture & Farmers Welfare and the allied Ministries/Departments.

The National Sample Survey Office (NSSO), Ministry of Statistics and Programme Implementation (MoSPI) conducted a Situation Assessment Survey (SAS) of Agricultural Households during NSS 77th round (January, 2019 – December, 2019) with reference to the agricultural year July, 2018- June, 2019 in the rural areas of the country.

According to these surveys, the estimated average monthly income per agricultural household increased from $\gtrless6,426$ in 2012-13 (NSS 70th round) to $\gtrless10,218$ in 2018-19 (NSS 77th round).

(b) to (d): The government is implementing a 100% centrally funded Central Sector Scheme known as the Modified Interest Subvention Scheme (MISS) across various States and UTs in pan India. This scheme aims to provide concessional interest rates on short-term agricultural loans obtained by farmers through Kisan Credit Cards (KCC) for their working capital requirements. Under this scheme, farmers receive KCC loans at a subsidized interest rate of 7%. To facilitate this, an up front interest subvention (IS) of 1.5% is provided to financial institutions. Additionally, farmers who repay their loans promptly receive a 3% Prompt Repayment Incentive (PRI), effectively reducing the interest rate to 4% per annum. The benefits of IS and PRI are available for loan limits up to Rs.3 lakhs. However, if the short-term loan is taken for allied activities (other than crop husbandry), the loan amount is limited to Rs.2 lakhs only.

Government is implementing various Schemes such as National Agriculture Market (e-NAM), Mission for Integrated Development of Horticulture (MIDH), Rashtriya Krishi Vikas Yojana (RKVY), Agriculture Infrastructure Fund (AIF), Agriculture Marketing Infrastructure (AMI) and Pradhan Mantri Kisan Samman Nidhi (PM-KISAN) in order to improve the access of the small and marginal farmers to get fair and remunerative prices for their agricultural produces in various States.

Government fixes Minimum Support Prices (MSPs) for 22 mandated agricultural crops and Fair & Remunerative Price (FRP) for sugarcane on the basis of the recommendations of the Commission for Agricultural Costs & Prices (CACP), after considering the views of State Governments and Central Ministries/Departments concerned. The 22 mandated crops include 14 Kharif crops viz. paddy, jowar, bajra, maize, ragi, tur (arhar), moong, urad, groundnut, soyabean, sunflower, sesamum, nigerseed, cotton and 6 Rabi crops viz. wheat, barley, gram, masur (lentil), rapeseed & mustard, safflower and two commercial crops viz. jute and copra.

The Union Budget for 2018-19 had announced the pre-determined principle to keep MSPs at levels of one and half times of the cost of production. Accordingly, Government had increased MSPs for all mandated Kharif, Rabi and other Commercial crops with a minimum return of 50 percent over all India weighted average cost of production from year 2018-19 onwards.

The Government administers the integrated Scheme of Pradhan Mantri Annadata Aay Sanrakshan Abhiyan (PM-AASHA) comprising Price Support Scheme (PSS), Price Deficiency Payment Scheme (PDPS), Market Intervention Scheme (MIS) and Price Stabilisation Funds (PSF). Department of Agriculture & Farmers' Welfare (DA&FW) administers PSS, PDPS and MIS whereas Department of Consumer Affairs administers PSF. The integrated scheme of PM-AASHA aimed to bring-in more effectiveness in the implementation of procurement operations that would not only help in providing remunerative prices to the farmers for their produce but also control the price volatility of essential commodities by ensuring their availability at affordable prices to consumers.

The Department of Agriculture & Farmers Welfare (DA&FW) is implementing Crop Diversification Programme (CDP) in Original Green Revolution States viz; Haryana, Punjab and Western Uttar Pradesh to divert the area of water intensive paddy crop to alternative crops, like pulses, oilseeds, coarse cereals, nutria cereals, cotton etc. Further, Government of India supplements the efforts of state governments to encourage diversified production of crops such as pulses, coarse cereals, nutri cereals & cotton under National Food Security Mission (NFSM) and high value horticultural crops under Mission for Integrated Development of Horticulture (MIDH).

Government of India also provides flexibility to the states for state specific needs/priorities under umbrella scheme of Rashtriya Krishi Vikas Yojana (RKVY). The states can promote crop diversification under RKVY with the approval of State Level Sanctioning Committee (SLSC) headed by Chief Secretary of the respective states.

Indian Council of Agricultural Research (ICAR), through its crop based institutes and All India Coordinated Research Projects (AICRPs), and in active collaboration with State Universities (SAUs) is engaged in basic and strategic research to develop high yielding climate resilient varieties/hybrids of oilseeds and pulses to diversify the wheat and rice cropping system for cultivation in different agro-ecologies of country.
