Government of India Ministry of Consumer Affairs, Food and Public Distribution Department of Consumer Affairs

LOK SABHA STARRED QUESTION NO. *311 TO BE ANSWERED ON 10.12.2019

PRICES OF ESSENTIAL FOOD ITEMS

*311. SHRI RAHUL RAMESH SHEWALE: SHRI BHARTRUHARI MAHTAB:

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION उपभोक्ता मामले, खाद्य और सार्वजनिक वितरण मंत्री be pleased to state:

- (a) whether the prices of essential food items have increased during the current year, if so, the details thereof, food item-wise and the reasons therefor;
- (b) whether the Government has finalised the modalities of the Price Stabilisation Fund, if so, the details thereof along with the salient features of the Fund and its benefits to the consumers and the farmers;
- (c) whether the Union Government has issued any guidelines to State Governments to control this price rise and if so, the details of these guidelines and if not, the reasons therefor;
- (d) whether the role of hoarders/black marketeers in increase of prices of the essential food items has come to the notice of the Government during the said period and if so, the details thereof; and
- (e) the remedial measures taken/being taken by the Government to stabilise/ decrease the prices of essential food items in order to protect the interest of the common man?

ANSWER उपभोक्ता मामले, खाद्य और सार्वजनिक वितरण मंत्री (श्री राम विलास पासवान)

THE MINISTER OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION (SHRI RAM VILAS PASWAN)

(a) to (e) : A Statement is laid on the Table of the House.

STATEMENT REFERRED IN REPLY TO PARTS (a) TO (e) OF LOK SABHA STARRED QUESTION NO.*311 FOR 10.12.2019 REGARDING PRICES OF ESSENTIAL FOOD ITEMS.

(a) : All India Monthly Average Retail Prices of 22 essential food items during the current year are at **Annexure**. Prices of food items are inter-alia affected by mismatch in demand and supply, shortfall in production owing to adverse weather conditions and seasonality, increased transportation costs, supply chain constraints like lack of storage facilities, artificial shortage created by hoarding and black marketing, etc.

(b) : Yes, Sir, The Operational Guidelines of Price Stabilization Fund (PSF) have been approved and is available at link:<u>https://consumeraffairs.nic.in/sites/default/files/file</u> uploads/price_monitoring/PSF%20Operational%20Guidellines%20DOCA_0.pdf.

The Salient features of the Fund include:

- i. Utilization of Funds for price stabilization intervention in potatoes, onions and pulses.
- ii. Maintaining strategic buffer for calibrated release during lean period for price intervention for which purchase are undertaken from farmer/ farmer association at farm gate/ Mandi.
- iii. Apart from domestic procurement from farmers/wholesale mandis, imports may also be undertaken under PSF for building adequate buffer at reasonable cost.
- iv. Grant of interest free working capital advance to Central Agencies, State/UT Governments/Agencies to undertake market intervention operations in case of price volatility in Potato, Onion and Pulses

Creation of buffer stock of pulses and onions under PSF and calibrated releases therefrom has helped in moderating their prices for consumers and has also extended remunerative prices to farmers.

(c) : In National Consultation Meeting (NCM) of Food, Civil Supplies and Consumer Affairs Ministers of State/UT Governments held on 03.09.2019, States were advised to hold meetings to review prices with the dealers of essential food items especially pulses and onions on regular basis, for intervention requirement, if any. The powers of Central Government to control production, supply, storage, price, transport movement etc. as provided under the Essential Commodities Act, 1955 are delegated to States/UTs. Union Government has advised States/UTs to effectively enforce stock limit fixed under EC Act. They have also been advised to take anti-hoarding operations against unscrupulous traders of onion so as to keep the prices of onion under control. This enforcement action rests with the States/UTs.

(d) : In addition to system of monthly reporting from the States on the implementation of the Essential Commodities Act which includes figures of raid/inspection conducted, a number of persons arrested, detention order, value of goods confiscated etc., the department also received inputs from time to time from various central agencies on hoarding by some traders. These inputs are shared with the concerned Central Government enforcement agencies as well as State Governments for appropriate action.

(e) : Government takes various measures from time to time to stabilize prices of essential food items which, inter-alia, include appropriately utilizing trade and fiscal policy instruments like import duty, Minimum Export Price, export restrictions, imposition of stock limits and advising States for effective action against hoarders & black marketers etc. to regulate domestic availability and moderate prices. Also, Government incentivize farmers by announcing Minimum Support Prices for increasing production and is implementing Schemes which, *inter alia*, include Mission for Integrated Development of Horticulture (MIDH), National Food Security Mission (NFSM), National Mission on Oilseeds and Oil Palm (NMOOP), etc. for increasing production and productivity through appropriate interventions. Besides, Government is also implementing Price Stabilization Fund (PSF) to help moderate the volatility in prices of agrihorticultural commodities like pulses, onion, and potato. Government banned export of onions and imposed stock limits on traders under Essential Commodities Act on 29.09.19. Government also approved import/procurement of onions for augmenting availability and moderating prices.

ANNEXURE REFERRED IN REPLY TO PART (a) OF LOK SABHA STARRED QUESTION NO.*311 FOR 10.12.2019 REGARDING PRICES OF ESSENTIAL FOOD ITEMS.

											Un	it: ₹/ Kg.
Centre	January	February	March	April	May	June	July	August	September	October	November	December (upto 03.12.2019)
Rice	30.09	30.34	30.35	30.41	30.86	31.54	31.68	32.04	32.38	33.11	33.63	33.7
Wheat	25.59	26.22	26.27	25.98	26.14	26.43	26.58	26.95	27.03	28.12	28.26	28.24
Atta (wheat)	27.39	27.78	27.82	27.68	27.81	27.91	27.9	28.38	28.42	29.41	29.78	29.82
Gram Dal	66.43	66.54	65.14	64.83	65.64	66.16	66.14	65.9	65.59	66.25	67.06	67.13
Tur Dal	72.84	74.63	74.89	75.65	79.22	83.22	84.1	85.13	85.94	86.57	88.46	88.5
Urad Dal	71.83	72.2	71.8	71.76	72.38	75.2	74.77	74.91	74.75	78.42	91.4	95.25
Moong Dal	75.75	76.59	76.35	76.55	78.75	81.92	81.7	82.33	83.44	84.64	88.15	89.59
Masoor Dal	61.81	62.76	62.73	61.99	61.87	62.6	62.8	62.71	62.83	63.26	64.67	64.97
Groundnut Oil (Packed)	126.17	126.85	127.24	126.6	127.95	129.05	129.7 4	130.29	131.3	133.96	134.66	134.68
Mustard Oil (Packed)	108.35	109.41	108.81	108.3	108.52	109.15	109.5 3	108.64	109.65	111.19	112.52	112.59
Vanaspati Oil(Packed)	80.56	81.22	80.84	80.53	80.25	79.64	79.25	79.36	79.64	80	81.34	81.59
Soya Oil(Packed)	91.21	91.64	92.08	91.84	92.23	92.31	92.06	92.01	92.57	92.51	93.15	92.62
Sunflower Oil(Packed)	98.14	98.3	98.56	98.75	99.31	99.32	99.52	99.59	100.9	101.25	101.72	101.72
Palm Oil(Packed)	75.8	76.39	76	75.02	75.27	74.72	74.61	75.02	76.05	75.92	78.32	80.37
Potato	16.93	16.13	15.35	15.96	16.98	18.2	19.09	19.03	18.9	20.57	22.83	23.34
Onion	18.03	16.48	15.87	16.25	16.96	19.04	21.11	24.82	38.3	47.02	61.08	81.9
Tomato	22.98	19.95	21.84	25.89	32.57	35.89	37.31	38.71	31.2	38.59	38.38	33.27
Sugar	38.25	38.13	38.14	37.96	38.34	38.59	38.56	38.68	39.16	39.41	39.5	39.39
Gur	42.39	42.39	42.78	42.72	43.41	44.42	44.03	44.56	45.17	46.16	46.8	47
Milk@	42.68	42.76	43.38	43.24	43.47	43.27	43.41	43.5	44.47	44.87	44.97	44.92
Tea Loose	208.22	208.26	209.48	211.3	212.26	213.02	212.1 9	212.45	213.64	215.25	216.89	217.2
Salt	15.46	15.29	15.3	15.35	15.28	15.38	15.31	15.4	15.48	15.43	15.52	15.55

MONTHLY AVERAGE RETAIL PRICES DURING 2019 OF 22 ESSENTIAL FOOD ITEMS MONITORED BY DEPARTMENT OF CONSUMER AFFAIRS

@ --> Milk Prices- ₹ per ltr. Source: - State Civil Supplies Deptt; Developed by:- : National Informatics Centre(NIC)
