- (d) did Government appoint a team of experts to study the feasibility of the project;
- (e) what is the result of their report;
- (f) is there any proposal for the revival of the project?

THE MINISTER OF PARLIAMEN-TARY AFFAIRS AND WORKS AND HOUSING (SHRI BHISHMA NARAIN SINGH): (a) to (f) Drinking Water Supply is a State subject. Accordingly, details in respect of the Veeramam Project will be available with the Government of Tamil Nadu. As far as the Central Government is aware, the Veeramam project has been abandoned and the Government of Tamil Nadu is considering alternative proposals for bringing water from either Cauvery or Krishna rivers for Madras City. No final decision on the source of water has been communicated by the State Government so far.

Low Consumption of Fertilizer due to High Price

3686. SHRI B. V. DESAI:
SHRI M. V. CHANDRASHEKARA MURTHY:

Will the Minister of AGRICULTURE be pleased to state:

- (a) whether the high prices of fertilizers is one major reason for the slow-down in the growth rate of fertilizer consumption in the country in the face of a pick-up in the production of fertilizers;
- (b) whether the reckoning was that with the steep hikes effected in fertilizers prices, the subsidy would get drastically reduced but this calculation has gone away;
- (c) whether it is also a fact that for 1981-82 the fertilizer subsidy was of the order of Rs. 365 crores and for 1982-83 the subsidy is estimated to touch the Rs. 600 crore mark;
- (d) if so, whether according to this reduction in fertilizer prices will not be feasible; and
- (e) if so, what steps Government propose to take in view of the situation that the high prices of fertilizers have reduced

the growth rate of fertilizer consumption in the country?

THE MINISTER OF STATE IN THE MINISTRIES OF AGRICULTURE AND RURAL DEVELOPMENT (SHRI R. V. SWAMINATHAN): (a) to (e) The consumption of fertilizer is a function of a number of factors, like, weather conditions, irrigation types of crops, availability credit, prices of fertilizers, etc. During 1980-81 prices of fertilizers were increased by about 38% and during 1981-82, by another about 17.5%. There increases had to be done because of gallopping increase in the cost of raw materials, transportation However, in order to minimise the effect of the above price increases, Government have taken the following steps:

- (i) While fixing the Support/Procurement price the Agriculture Prices Commission takes into account the element of increase in prices of fertilizers;
- (ii) the subsidies on fertilizers to Small and Marginal Farmers are being allowed under Integrated Rural Development Programme;
- (iii) Government have underlined the need for efficient use of fertilizers.
- (iv) fertilizers are being delivered upto Block Headquarters at Government cost; and
- (v) Reserve Bank of India have been advised to ensure availability of adequate credit to the farmers.

As a result of the above steps, the fertilizer consumption went up both in 1980-81 and 1981-82 in spite of the increase in the prices of fertilizers as will be seen from the following:—

Year	Consumption (in lakh tonnes)		
	(N+P+K)		
1979-80	52.55		
1980-81	55.16		
1981-82	60.64		

During 1979-80, the subsidy on fertilizer was Rs. 602.67 crores. During 1980-81 it was observed that at 1979-80 prices, the subsidy level would increase to nearly

In order to contain the Rs. 1200 crores. subsidy to a reasonable level, prices had to be increased. As a result subsidy went down to Rs. 505 crores in 1980-81. With the increase in 1981-82, the subsidy went down further to Rs. 365 crores. The subsidy during 1982-83 will depend on the quantum of indigenous production import.

## SUPPLY OF SUGAR TO BIHAR

3687, SHRI BHOGENDRA JHA: Will the Minister of AGRICULTURE pleased to lay a statement showing:

- (a) the total quantity and per capita quantity of sugar supplied, State-wise, in the whole country and district-wise to Bihar: and
- (b) what are the causes for the disproportionate supply to Bihar?

THE DEPUTY MINISTER THE IN MINISTRY OF AGRICULTURE AND DEVELOPMENT (KUMARI KAMLA KUMARI): (a) and (b) Against the monthly levy sugar quotas being allocated to various States, 19 State Governments/Union Territories are themselves

arranging the lifting of sugar from the concerned factories and supply thereof to the fair price shops, while in the case of remaining 12 States/Union Territories cluding Bihar, these operations are being performed by the Food Corporation of India

2. The State-wise monthly levy sugar quotas were re-fixed with effect from April, 1982 on the basis of 425 grams of capita availability with reference to the population as on 1-3-1981. The earlier monthly quotas of a few States /Union Territories giving a higher per availability were not reduced, that is, the same were maintained at the earlier higher level. The quantum of State-wise monthly levy sugar quotas for distribution through fair price shops and the per capita availability therefrom are shown in the statement at Appendix. Thus, the monthly levy sugar quotas of various States have been fixed on the basis of a uniform criteria and there is no disproportionate allocation to Bihar. Central Government allocate the quotas for the State as a whole and the district-wise sub-allocation is done by the State Governments themselves.

**STATEMENT** State-wise monthly levy sugar quotas ensuring per capita availability of 425 grams on the basis of population as on 1-3-1981 (effective from April, 1982)

S. State/Uniun Territory No.		Population as on 1-3-1981	Quota ensuring per capita availability of 425 gms. (tonnes)	States whavailability quota is 425 grams	y out o high	of earlier	
1 2			3	4			
1. Andhra Pradesh	•		53403619				
2. Assam .	_		19902826	8459			
3. Mizoram			487774	207			
4. Bihar			69823154	29675			
5. Gujarat			33960905	14433			
6. Haryana	_		12850902	5462			
7. Himachal Pradesh			4237569	1801			
8. Jammu & Kashmir			5981600	2542			
9. Kerala .	•		2540721	10796			
10. Madhya Pradesh			52131717	22156			
11. Maharashtra			62693898	26645			
12. Karnataka			37043451	15743			
13. Nagaland		-	773281	340	Nagaland	440	grams
14. Orissa			26272054	11166	_		
15. Punjab , .	•		16669755	7085			
16. Rajasthan			34102912	14494			