

**GOVERNMENT OF INDIA
CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION
LOK SABHA**

UNSTARRED QUESTION NO:5106
ANSWERED ON:08.05.2012
SUBSIDY FOR OMSS
Yadav Shri Dharmendra

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION be pleased to state:

- (a) whether subsidy is provided to the States on sale of foodgrains in the open market under the Open Market Sale Scheme (OMSS);
- (b) if so, the details thereof;
- (c) whether some States have raised objections to the guidelines fixed for allocation of foodgrains under the said scheme;
- (d) if so, the details thereof and the reasons therefor alongwith the reaction of the Union Government thereto;
- (e) whether the State Governments have sought permission for inter-state procurement to bring down the procurement price of foodgrains; and
- (f) if so, the details thereof and the reaction of the Union Government thereto alongwith the steps taken thereon?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION (PROF. K.V. THOMAS)

(a) & (b) Yes Madam. Subsidy is provided to the States for retail sale of wheat and rice under OMSS. Details of subsidy are as under-

Economic Cost for year 2011-12 (Budget Estimate) in Rs. per quintal	Pricing Formula under OMSS	OMSS rate in Rs per quintal	Subsidy in Rs per quintal
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(1)	(2)	(3)	(3)-(1)
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Wheat	1580.58	Minimum Support Price	1170	410.58
Price of wheat for Rabi Marketing Season 2011-12+ bonus				

Rice	2068.45	Minimum Support Price	1537.31	(for 531.14)
Price + bonus Grade A derived cost Rice) for rice for Kharif Marketing Season 2010-11				

Under OMSS, 10 lakh tons of wheat and 10 lakh tons of rice have been allocated to States/Union Territories for distribution to retail consumers for the period of October, 2011 to September, 2012.

(c) No Madam,

(d) Does not arise.

(e) No Madam,

(f) Does not arise.