

**GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA**

UNSTARRED QUESTION NO:28
ANSWERED ON:24.11.2014
COMMISSION OF LPG DISTRIBUTORS
Radhakrishnan Shri T.

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

- (a) whether the cooking gas distributors have demanded to raise the cooking gas distributors commission to cover up increase in labour and fuel costs in delivering cylinders to customers;
- (b) if so, the details thereof;
- (c) whether the Government has raised the dealers commission;
- (d) if so, the quantum thereof; and
- (e) the steps taken by the Government to bring down the price of cooking gas and kerosene so that the common man is not put to inconvenience?

Answer

MINISTER OF STATE (I/C) IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI DHARMENDRA PRADHAN)

(a) & (b): The All India LPG Distributors Federation (AILDF) have requested the Public Sector Oil Marketing Companies (OMCs) for revision in distributor commission of LPG. Accordingly, proposal containing the working for revision in the LPG Distributors Commission, was received from the oil industry.

(c)&(d): After careful consideration of the recommendations of the OMCs and Petroleum Planning & Analysis Cell (PPAC), the Government has revised the Domestic LPG Distributors Commission from ` 40.71 to ` 44.06 per 14.2 kg cylinder (Establishment charges ` 26.06 and delivery charges: ` 18.00) and from ` 20.36 to ` 22.03 per 5.0 kg cylinder (Establishment charges: ` 13.03 and delivery charges: ` 9.00) effective 23rd October, 2014. Customers who collect directly from Distributors premises will continue not to be charged the delivery charges. For the Domestic LPG 14.2 kg cylinders to be sold at market rate beyond the capping level of 12 cylinders per annum, an additional Distributors Commission of ` 0.82 (rounded off) per cylinder is allowed for additional working capital requirement till the next revision.

(e): In order to insulate the consumers from the impact of rise in international oil prices and the domestic inflationary conditions, the Government continues to modulate the retail selling price of PDS Kerosene and Subsidized Domestic LPG and their prices have not been increased in line with changes in the international market. There have been no revisions in basic price of these products since 25th June, 2011.