## LOK SABHA DEBATES

#### LOK SABHA

Friday, August 9, 1974/Sravana 18 1896 (Saka)

The Lok Sabha met at Eleven of the Clock

[MR SPEAKER in the Chair]

ORAL ANSWERS TO QUESTIONS

### D.A. Payable to Central Government Employees

\*282. SHRI P. VENKATASUB-BAIAH: Will the Minister of FINANCE is pleased to state:

- (a) whether Central Government have been urged upon to honour its commitment to pay dearness allowance to Government employees which is over due; and
- (b) the steps taken or proposed to be taken by Government in the matter?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI K. R. GANESH); (a) Yes, Sir

(b) Orders have already been issued granting another instalment of additional dearness allowance to the Central Government employees with effect from 1-4-1974. The payment of this additional dearness allowance will be regulated in accordance with the provisions of the Additional Employments (Compulsory Deposit) Ordinance, 1974. The question of granting a further instalment of additional dearness allowance to the employees from 1-6: nance.

SHRI P. VENKATASUBPAIAH This revision was due in April The second revision, as has been stated by the bon. Minister, fell due an June the average price index having reached 256 points, and another revision is necessary in July These three revisions are due for the Central Gover ment employees. I would like to know from the hon. Minister why to this revision which was due in April the Additional Emoluments (Compulsory Deposit) Ordinance should be applied retrospectively and why the Central Government employees should not have been given this dearness allowance straightaway without its attracting the provisions of the Oldinance.

Secondly, compared with the price rise, our wage rise is the lowest in the world. Having this in mind and because of the unprecedented price rise, may I know from the Government whether they propose to have another Pay Commission constituted to go into this matter de novo and see that the wage rise is compatible with the price rise?

SHRI K R. GANESH. The average price index is available after about two months from the Labour Bureau It has taken some time for the various processing to be done.

SHRI MADHU LIMAYE What are the processes?

SHRI K. R. GANESH: The Finance Ministry has to apply its mind, the Government has to apply its mind. You know the processes.

SHRI S. M. BANERJEE. They were simply waiting for the ordinance.

SHRI K R. GANESH: Therefore there is always a time lag of about 2 months before the average figures

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are available and then the Government takes a decision.

The ordinance, as the hon. Members are aware, has itself indicated in it that all instalments of dcarness allowance or increase in salaries and wages which will become payable after 6th July will attract the provisions of the ordinance...

SHRI INDRAJIT GUPTA: What is payable?

SHRI DINEN BHATTACHARYYA: What is payable? Kindly explain.

SHRI INDRAJIT GUPTA: It became payable in April. You have postponed the payment.

SHRI K. R. GANESH: The other point the hon. Member has raised is that the dearness allowance in relation to the cost of living in our country is the lowest in the world and, therefore, he asked, whether there is any proposal for having a Pay Commission.

The DA formula is a formula recommended by the Pay Commission. I am not aware of the formula available in other countries. The only thing I may point out to the hon. Member is that probably we are one of the few countries in the world—I am not saying that such a DA is fully compensated for the increase in the cost of living, that is not my contention—but we are one of the few countries in the world where there is an automatic linkage of dearness allowance with the cost of living.

With regard to the other point he has raised, it is a fact that inflation is there. That is why these Ordinances have come.

With regard to his query whether another Pay Commission will be appointed, the Taird Pay Commission has very recently reported in 1973 and its recommendations were given effect to from 1-1-1973....

SHRI S. M BANERJEE: The Central Government employees do not want another Pay Commission. Now, it is for the Finance Ministry to take lecisions.

SHRI K. R. GANESH: The DA instalment which is applicable now from 1-4-1974 for which orders have been issued, there the rate of DA is now 24 per cent which is the cumulative rate. It varies from 8 per cent to 24 per cent. It comes to 24 per cent as far as the lower bracket of Rs. 300 is concerned.

The hon. Members are aware of the amount of expenditure that the Government had to incur in giving these DA increases. For instance tom 1-5-1973 to 1-4-1974 for which the orders have been issued, now under the new formula of the Pay Commission...

SHRI S M BANERJEE You are responsible for the price rise.

SHRI K. R GANESH: I am not going into that. I am just indicating the lactual position

SHRI S. M. BANERJEE: Don't defend the Government.

SHRI K. R GANESH: Ihe figure is about Rs. 306 crores and with the other instalments as and when they fall due, it will go up.

SHRI P. VENKATASUBBAIAH: May I know whether it is a lact that each revision of the DA will cost the Government an additional financial commitment to the tune of Rs. 52 crores. If that is so, in view of the inflationary trends which are prevailing in the country and also the Government's efforts to contain inflationary and as this will add to further inflationary trends, I want to know whether the Government propose to at least evolve a scheme by which you will subsidies the supply of essential commodities to these employees to offset those difficulties.

SHRI K. R. GANESH: It is true that each instalment of dearness allowance in a full year will cost the Govern ment from Rs. 50 to 52 crores. It is also a fact that not only the Government but this House also will have to take its own view on that. Even on the basis of the present increase of average price index perhaps a number of instalments of DA by 1975 January may become due. He asked about subsidised food articles. House is aware that discussion has already taken place and Dharia Committee has submitted its report. It is quite obvious that in the present inflationary period if it is possible to supply commodities if not at subsidised, but even at constant prices a bulk of the problem could be solved. This matter is constantly engaging the attention of the Government.

श्री मधु लिमसे दाम वृद्धि की एपनार इतर्न नेज हो गई है कि हर महीने श्रापको डी ए में वृद्धि करते जा । पडेगा । क्या मती महोदय को पता है कि राजधानी में जो श्रापने श्राडिनेस निकाला है उसको ले कर बहुत बड़ा प्रदर्शन होने वाला . . . (श्राध्य क) दाम वृद्धि की जिम्मेदारी सरकार की है श्रीर डी ए उर्ग के मुग्नावजे के कम्पनशेशन के रूप में मिलता है उसको भी श्राप फीख कर रहे हैं। हर महीने दाम वृद्धि के चल ने डी ए में वृद्धि करला क्या लाजिमी नहीं होने वाला है ?

SHRI K. R. GANESH: I am not in a position to say that every month there will be another DA instalment becoming due. But, Sir, it is a fact from which there is no use getting out. With this present inflationary trends continuing, even in the present rate of cost of prices increasing, a series of further instalments of DA may become necessary.

श्री नायू राज आहरवार जब कभी भी डी ए बढ़ता है तो बीजों के दाम भी बाजार में बढ़ जाते हैं हर बीच का भाष बढ़ जाता है । डी ए की जो मावाज उठाई जाती है वह मार्गेनाइज्ड नैक्टर की मोर से उठाई जाती है मौर उसी सैक्टर को डी ए मिलता है । लाखों मादमी जो देहानो में काम करने हैं खेतो पर करते है सड़कों पर करते है डैरियों में करते है उनकी मोर भी क्या सरकार का ध्यान गया है महगाई म्रगर बहुती है ता क्या उनके वास्ते भी कुछ मही किया जामा चाहिये?

क्राध्यक्ष महोदय . यह गवनंमेट एम्प्ला-योज का सवाल है । किसानों के लिए अगर करमा है तो अलहदा सवाल करें । इसी में क्यों घुसेड़ रहे हैं । अलहदा प्रथम दें तो में फारम ले लूगा। लेकिन यह इस में पैदा मही होता है ।

श्री नाषु राम ग्रहिरवार: इसका असर पूरेदेश पर पढता है।

श्री पञ्चालाल बाक्याल : पैसा उनकी पाकेट से ग्राए गा भीर दिया जाएगा इनकी ।

SHRI INDRAJIT GUPTA: Sir, the hon. Minister said just now that the Ordinance of 6th July is applicable to all instalments of Dearness Allowance which are payable after that date.

I would like to know from him whether it is not a fact that this instalment of D.A. which is being announceed was payable actually from 1st April. It is payable from 1st April but just because the Simla Bureau takes two months to calculate that does not mean that the instalment of D.A. that has become payable is now being paid. It is payable from 1st April which is long before the Ordinance was promulgated. Therefore I would like to know from him whether the Ordinance contains any provision which has retrospective effect. It does not contain provisions for retrospective effect. Therefore, why should not this instalment, which is payable from April, be paid and, why should it be subjected to any compulsory deposit at all? This is something which is payable in a period long before the Ordinance was perhaps even thought of. Why should the employees be made to suffer for something which is due to the Government's fault in paying the D.A.? It was payable two months ago.

SHRI K. R. GANESH. For all instalments of D.A., as I have tried to indicate earlier, figures are available—the date is available-about one and a half months after that. Therefore, all the instalments of D.A. whatever be the date as I submitted earlier, are paid about two months after the figures are available. I can say that is the view of Shri Gupta. And the trade union too has been putting this view. But the Government's view. which I have tried to explain, is that as per the Ordinance which has come into force from 6th of July, all future Dearness Allowances come within the ambit of this Ordinance.

SHRI INDRAJIT GUPTA: That :s your interpretation.

SHRI ATAL BIHARI VAJPAYEE. How the Ordinance can be applied here?

SHRI S. M. BANERJEE: When it is a question of payment to employees, the Ordinance is being applied retrospectively.

MR. SPEAKER: Why are you making a regular speech?

SHRI INDRAJIT GUPTA: Sir, there are agreements signed in so many companies according to which the money will be paid after the Ordinance has come into force. But, it spayable from an earlier date That has not been brought within the purview of this Ordinance.

SHRI B. V. NAIK: When the hon. Minister said that the Central Government was paying D.A. I hope it is relevant if I ask a question. Have we

received any complaints from any of the State Governments in general and State Government of Karnatak in particular to the effect that such unilateral sanctions of D.A. or increase in emoluments of the employees by the Centre invariably result in similar demands on the part of State Government employees for the increase? If there are such complaints received, what steps has the hon. Minister taken or he proposes to take in regard to redressal of the grievances of various States Governments in this country regarding their own difficulties or handicaps to pay their own employees?

SHRI K. R. GANESH: It is a fact that State Governments have been representing to the Central Government about the D.A. that is being paid. Also it is a fact that there is a similar demand from employees of various State Governments.

One of the reason for this delay in the last instalment being sanctioned was because the State Governments. were informed of the position the position of the Central Government, as the hon. Member is aware, as has been stated very many times in this House, is that this is a commitment which the Government has made employees on the basis of a certain convention and on the basis of the recommendations of the Pay Commission. Therefore, there is roquestion of getting out of this commitment which has been made. as State Governments are concerned, they have to find their own resources to meet this demand for their employees.

भी घटल बिहारी बाजपेनी : प्रध्यक्ष महोदय दानों में वृद्धि के लिए सरकार जिम्मेदार है, श्रीर ग्रगर उस के बदने में सरकारी कर्मजारियों को महंगाई भत्ता दिया जाता है, तो यह उन पर कीई एहसाम या कृपा नहीं है । यह तो मुझावजा है, जो उन को मिलना चाि ए,
श्रीर जिस में से थोड़ा सा उन को दिया जाता
है । में यह जानना चाहता हू कि कम्प सरी
डिपाजिट के बारे ने कोई फैसला करने से
पहले सरकार ने केन्द्रीय कर्मचारियों के
प्रतिनिधियों से बार्ता करने की भावश्यकता
वयों नहीं समझी । क्या इस बारे में कोई
फैसला उन से चर्चा के बाद मही हो सकता था?
यह यूनिलेट्रल फैसला कर के उन को श्राधे
डीयरनेस एलाउंस से बंचित करने का कारण
श्र.र भ्रीचित्य क्या है ?

SHRI K. R. GANESH: As the hon. Member is aware, the ordinances will be discussed here, and this is a point which could be highlighted during that discussion. I may also give him this information that when the ordinances are discussed, even this question of 'Payable' and 'Paid' could be highlighted during the discussion so that a view could be taken. Generally in reply to his question, I may say that we are in a serious inflationary situation which is threatening the very basis..... (Interruptions), I am not saying that we are not. After all, we are in the Government and we are doing it. If there is a serious inflationary situation which requires considerable effort today, ther. it is necessary, and it was absolutely incumbent upon Government, to take the decision which Government have taken by enacting these ordinances.

SHRI ATAL BIHARI VAJPAYEE: My specific question was whether the representatives of the Central Government employees were consulted...

SHRI S. M. BANERJEE: They were not.

SHRI ATAL BIHARI VAJPAYEE: ....before issuing the ordinances.

Let him reply to the question and say 'Yes' or 'No'.

SHRI K. R. GANESH: The only reply that can be given is this. Considering the position that the trade unions have in this country today which is a reality and which the hon. Member should also know, it was not possible for Government to engage in consultations, because the urgency was such for issuing the ordinances.

SHRI VASANT SATHE: In view of the fact that dearness allowance is a result of dearness, that is rise in prices, what steps are Government thinking of taking to reduce the prices, what steps are Government circle of prices chasing the wages and the wages in terms of dearness allowance chasing the prices is curtailed? Further, in view of the fact that near-fiscal measures including the recent ordinances and the Bills have failed to contain the prices. what other steps are Government proposing to take to hold the priceline?

# (व्यवधान)

ष्णव्यक्त महोदय : उ.पर से किसी जर्न-लिस्ट की ऐनक मेरे टेबल पर गिर पड़ी है (व्यवचान) कई बात नहीं है ।

SHRI K. R. GANESH: The hon. Member has raised a very basic question. The Finance (No. 2) Bill was discussed here the other day, and the ordinances will also be discussed. What Government are doing to control the prices and contain the inflationary situation has been stated here from time to time. If you like, I can state some of those steps. The ordinances are one instrument. Credit squeeze is another. Increase in the availability of supplies and commodities is another instrument which has been used...

SHRI VASANT SATHE: All of them have failed to contain the prices,

SHRI K. R. GANESH: Also, nonplan expenditure has been curtailed. These are all the steps which have been taken. The cumulative effect of all these will take some time to be felt Black money will also have to be attacked, and various other antisocial practices will have to be attacked. The public distribution system will have to be built. These are all the steps which have to be taken....

AN HON. MEMBER: By that time, the prices will rise still further.

SHRI N. SREEKANTAN NAIR: May I know whether after letting loose the monopoly capitalists, the hoarders and blackmarketeers to spend all their money in unholy methods all over the country, holding a tight purse on the poor undergo worker would bring down inflation at all?

SHRI K. R. GANESH: I agree with the hon. member that all these steps taken will not be complete unless an assault is made on black money and other anti-social practices.

SHRI J. MATHA GOWDER: Is it a fact that a representation has been made on behalf of plantation labour that the 50 per cent deposit should not be effected in the increase in their wages, DA, bonus etc? If so, what is the reaction of the Minister?

MR. SPEAKER: This question is about government employees.

SHRI J. MATHA GOWDER: Plantation labour is also affected. They have sent a telegram to the Prime Minister.

MR. SPEAKER. You give separate notice.

श्री सोमचन्त्र सोलंकी: जब दामों में वृद्धि होती है तो उस के एक दो साल के बाद पे कमीशान की पियुक्ति होतो है। उस में टाइम लग जाता है श्ररतातक दामों को वृद्धि दुगनी भीर तिगुनी हो जाती है । में मन्त्री महोदय से पूछमा चाहता हूं कि इस तरह से दामो की वृद्धि होने से वह जाता को कहां ले जायगे है क्यों कि उस का बोझ जनता पर पड़ता है जिस के कारण जनता चिल्लाती है, जब कि सरकार सोती है भीर मन्नी महोदय भ राम काते हैं। वह दामों को श्रास्मान पर ले जाना चाहते हैं भार पब्लिक को खड़े में डालमा चाहते हैं।

**अस्थल महं(६यः** सर्रा**समझामे नही** ज्ञानाहैकि अकाप्रकानका है।

SHRI SOMCHAND SOLANKI: What is the Government going to do to stop the rise in prices

MR. SPEAKER: You can take it up at some other time.

SHRI K. LAKKAPPA: This has taken half an hour. There are other important questions. Let us proceed to the next question.

MR. SPEAKER: I think Shri Lak-kappa is perfactly right is demanding this. You always talk as if it is the right of every party and group to ask a question on each question which I do not accept. You can ask a questions some times.

SHRI S. M. BANERJEE: This is a wage freeze question.

MR. SPEAKER: This is not a debate. It is a question. The normal practice in the question hour is not to have a debate on it.

SHRI S. M, BANERJEE: Fortunately this question has come in the ballot. I have been shouting hoarse in this House that a statement should be made by the Finance Minister. This is the beginning of a wage freeze. The workers have known that whatever he has said under the camouflage of an ordinance, he has brought in a wage freeze.

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MR. SPEAKER: You have already said what you wanted to say.

SHRI S. M. BANERJEE: Let me ask a question. I have spent 35 years of my hie with government employees. They have been cheated by Government.

श्राच्यक्त महोदय: ग्राप के हाथ से सवाल छुड़ामा मुक्किल हो जाता है । आधा घंटा हो गया है। रोज पूछते हैं, एक दिन म श्री पूछेंगे तो क्या फर्क पड़ जायगा?

श्री एस० एम० बनर्जी: एक मिलट दे दिजिए, उस में क्या हो जा गा?

**अध्यक्ष महोदय :** आप चाहते है तो इसपर शाम को हार ऐन अवर डिस्कशश ले लीजिए ।

SHRI DINEN BHATTACHARYYA: You have not put any question but you have taken ten minutes at least. This is a very important question and we must have our say on this matter... (Interruptions).

MR. SPEAKER: They create such a difficult situation. The normal practice is: one or two questions for the member who gives the question and then others rarely ask questions.

SHRI S. M. BANERJEE: This is illegal deduction. They have cheated the Central Government employees. Everything has been done to fleece the poor people while multi-millional-res.remain as they are. I am a member of the J. C. M.; it was not consulted. The Central Government employees were never consulted.

SHRI SOMCHAND SOLANKI: What is the answer to my question; let the Minister answer my question.

MR. SPEAKER: I say there is nothing in your question.. (Interruptions)
One minute; you ask your questions.

SHRI DINEN BHATTACHARYYA: Mr. Venkatasubbiah has already put it; this is the third occasion that an increase in the dearness allowance is due to the Central Government employees. It has been stated here that the first instalment was payable from April 1, and there was no Ordi-The Governnance at that time. ment has decided to pay only fifty per cent out of the increased dearness allowance. On the other hand, only two months back a committee was set up regarding the faulty method of calculation of dearness allowance by the Simla Bureau and that committee has given a clear verdict. That is about this Rs. 54 only. The jute workers are being cheated every month. Do the Government know about the faulty calculations? Do they consider it not only as a wage freeze but a wage cut when they have no guts to announce a price rise freeze.

SHRI K. R. GANESH: The hon. Member has expressed his views; he has not asked any question. He has referred to the faulty method of working out the cost of living index. The trade unions have been saying that it is a faulty method and Government has been trying to improve this method. Even according to this method, the burden has been very very heavy. There is no question of getting out from this particular position. The other point is, he says it is a wage freeze. I do not agree with it.

SHRI S. M. BANERJEE: Let me put a question, Sir.

MR. SPEAKER: Are you advising one quest on for one hour?

SHRI S M. BANERJEE: Even an unimportant question on family planning took about 25 minutes. This affects millions and millions of workers.

श्री हुल्ल चन्न पांडे : अध्यक्ष महोदय, मेरा व्यवस्था का प्रश्न है । आप केवल 20 प्रश्न मनूर करते हैं भीर उस में भी केवल एक ही प्रश्न पर सारा टाइम दे देने हैं। 15

ज। न। चाहता हूं क्या श्रोर प्रकः महत्वपूर्ण नहीं हैं ?

SHRI S. M. BANERJEE: It is the beginning of a wage freeze. As a protest, on behalf of the millions of workers whom they have exploited for the last 27 years of freedom, we walk out. We shall meet them in the street of the country and not only in Parliament.

Shri S. M. Banerjee and some other hon. Members then left the House.

SHRI DINEN BHATTACHARYYA: This is a wage out and Government  $i_{\rm S}$  depriving the millions of employees of their legitimate dues. We also walk out.

Shri Dinen Bhattacharyya and some other hon, members then left the House.

भी मधु लिमये: में सरकार की नीतियो का जिक्कार करता हू।

Shri Madhu Limaye and some other hon. Members then left the House.

SHRI P. G. MAVALANKAR: When we are so agitated, why do you not allow a few more supplementaries? We do not get complete and adequate answers and that is why we are agitated.

SHRI K. R. GANESH: I have replied to all the questions.

SHRI P. G. MAVALANKAR: A large number of workers and Čentral Government employees and textile workers from my constituency, Ahmedabad, are suffering. You are fercing me to go out of the House by not allowing me to put a question.

MR. SPEAKER: If this is the way you all behave, I do not know how to carry on. At one time we had 40 questions in the list. Then we reduce ed it to half, 20 questions. Now every time I pass on from one question to the other, there is always commotion

and protest. Today we have already spent more than 40 minutes on one question and still you complain that I did not allow more supplementaries. You can ask for a debate, if you want But it is not right during the Question Hour to deprive the other 19 members of their right to ask questions. To say that the other 19 questions can go unanswered because you are interested in one question is not fair.

Now, next question.

Purchase of Cotton by C.C.I.

\*284. SHRI VEKARIA:

SHRI ARVIND M. PATEL:

Will the Minister of COMMERCE be pleased to state:

- (a) the total quantity of cotton bales purchased by Cotton Corporation during the year 1973-74 from different States, State-wise; and
- (b) whether the cotton purchase centre have been opened, if so, when?

THE MINISTER OF COMMERCE (PROF. D. P. CHATTOPADHYAYA):
(a) and (b). A statement is laid on the Table of the House.

#### Statement

The total quantity of cotton purchased by Cotton Corporation of India during the cotton year 1978-74 from different States, is 3,24,677 bales, the State-wise break-up of which is as under:—

					Bales	
Punjab .					1,78,362	
Haryana					30,139	
Rajasthan					40,354	
Karnataka					53,268	
Andhra Prades	h				16,074	
Madhya Pradesh					2,797	
Gujarat .					2,993	
Tamil Nadu		-			690	
		TOTAL		•	3,21.677	