

Munni Kinha from Gothda village in Haryana's Bhiwani district uses cow dung and firewood for bulk of the cooking, and LPG only for making tea and chapatis

Fuelling problems

With LPG price crossing the ₹1,000-mark, the poor are forced to return to unclean cooking fuels

SEEMA PRASAD NEW DELHI

ARM LABOURER Mahadesha from Karnataka, groundnut farmer R Chandrashekharreddy from Andhra Pradesh, homemaker Geeta from Harvana and slum dweller Naresh from Ghaziabad are facing the same dilemma. The cost of a liquified petroleum gas (LPG) cylinder has crossed over ₹1,000 on the back of regular price revisions and this is forcing them to make unfair choices about their basic standard of life.

"If I buy an LPG cylinder now, then I will not be able to send my children to school this month," says 35-year-old Mahadesha from Thigadahalli village in Karnataka. His calculation is simple. Over the past year, LPG cylinders have become almost ₹200 costlier, which is half of what he spends on sending his two children to school (see 'Constant pinch' on p15). "If we continue to use LPG, then cooking fuel alone would eat up one-fourth of my household income," he says.

Some 600 km away, Chandrashekharreddy, the owner of a two-hectare farm in Kandukur village in Andhra Pradesh, is busy setting up a firewood stove at home. "I simply cannot afford LPG with my monthly income of ₹8,500 anymore," he says. Almost 10 per cent of the households in his village have already rolled back to using fuelwood. "Most other families are also thinking of going the same way," he says.

In the pre-pandemic period, an average poor household in the country could at most spend ₹15 a day, or ₹450 a month, on cooking fuel, says Svati Bhogle, founder of Sustaintech India Private Limited, a company that provides fuel-efficient cookstove to women street food vendors in Tamil Nadu and Karnataka. "The income of most poor families have shrunk after the pandemic. A

CSE

SUNNY GAUTAM /

PHOTOGRAPH:

14 DOWN TO EARTH 16-31 AUGUST 2022 DOWNTOEARTH.ORG.IN

₹200 rise in LPG basically means it has become out of reach for them," says Bhogle.

In 2020, Delhi-based non-profit Council on Energy, Environment and Water estimated that rural households with LPG connections were spending 6.7 per cent of their income on fuel. This was 40 per cent higher than the amount they were paying before shifting to LPG. A subsidised LPG would cost ₹580 in 2020. This has now increased to ₹1,000. The Centre this May announced a ₹200 subsidy on 12 refills a year for households under the Ujjwala scheme, though the people Down the Earth spoke with said they were not aware of the same.

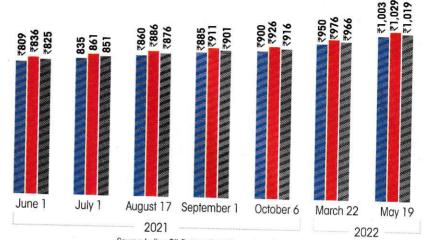
The rising LPG price is also forcing households using other fuel sources to pay more. In Chennai, for example, most families living in low-income settlements of Chetpet and Perumbakkam still use kerosene for cooking. "Kerosene in the city is available at a subsidised rate of ₹15 a litre at fair shop prices. Due to the increased demand, families are now being forced to buy kerosene from the black market at a much higher price," says Vanessa Peter, founder of the Information and Resource Centre for Deprived and Urban Communities, a nonprofit in Chennai. She says the price of kerosene in the black market has increased by almost ₹40 to ₹100-120 a litre in the past six months.

"Farmers and labourers are most likely to use solid fuel because they do not have a fixed source of income. In contrast, salaried people, cattle rearers, and business owners are less vulnerable," says Vikesh Sharma, a research scholar at the Indian Institute of Technology, Bhubaneshwar, who was part of a 2022 study that looked at clean cooking fuel usage in Bihar, Jharkhand,

Constant pinch

🌉 Delhi and Mumbai 📕 Kolkata 🟾 🏼 Chennai

Retail price of a 14.2 kg LPG cylinder has been hiked seven times in 11 months



Source: Indian Oil Corporation; Figures have been rounded off to closest whole number

In a mess

Most nations in Europe are struggling to protect their poor from surging energy prices

GLOBAL OIL prices have doubled since 2021 and it will increase the cost of living for an average European household by 7 per cent, compared to what was expected in early 2021, says a working paper by the International Monetary Fund. The lowincome households are the worst hit because they spend a larger share of their budget on electricity and gas. In Estonia and the United Kingdom, for instance, living costs for the poorest 20 per cent of households are set to rise by about twice as much as those for the wealthiest.

The paper recommends that instead of controlling energy prices or doling out subsidies, which will lead to a national deficit, European countries should provide targeted economic support to lower-income households. It says extending support to oil companies can also help, only if the current price surges are temporary.

Madhya Pradesh, Odisha, Uttar Pradesh and West Bengal.

The study found that residents in Bihar and Uttar Pradesh are more likely to use dung cakes and other fuels, compared to firewood and chips. The report, based on a survey of 8,500 households in 51 districts, says: "A possible reason behind this result is that while MP [Madhya Pradesh], Odisha, and Jharkhand have rich forest cover, UP [Uttar Pradesh] and Bihar have deficient forest cover." It also found that in rural areas, most landholders could not afford LPG connections.

A POOR CALL

On August 2, Union Minister of Finance Nirmala Sitharaman defended the price hike in Parliament by saying that the cost of "LPG

DOWNTOEARTH.ORG.IN 16-31 AUGUST 2022 DOWN TO EARTH 15

ENERGY/INFLATION





I do not have a fixed income and have a family of six to feed. I am thinking of surrendering my connection.

SANJEEV KUMAR A FARM LABOURER IN GOTHDA VILLAGE, HARYANA

Though free, collecting fuelwood is a lot of work. I have to spend three-four hours in the heat everyday for a month to collect enough wood for a year.

GEETA

A HOMEMAKER IN JHAMRI VILLAGE, HARYANA



Every time I go for a refill, I find the price has been hiked. What is the point of giving free LPG connections if refills are so expensive? NARESH PAL A FARMER IN GHAZIABAD

is not in our hands, if we are importing it and the prices are going up, obviously we will have to make sure that we give it at a concessional rate and we're giving it". Sitharaman's justification appears to be weak as LPG prices have been on the rise in India, even before the current spike in the international market. An analysis by Delhi-based think tank Observer Research Foundation shows domestic price of LPG rose by 110 per cent between April 2014 and October 2021, even though international prices fell by 48 per cent between 2013-14 and 2019-20.

This constant increase in the LPG price might impede the progress that the country has made in ensuring access to clean fuel since the launch of the Ujjwala scheme in 2016. According to Union government data, the scheme has successfully increased the coverage of LPG connections from 62 per cent households in 2016 to 104.1 per cent households in 2022. This has been achieved through the distribution of free connections to over 90 million poor households across the country. The beneficiaries include 35 per cent of scheduled caste and scheduled tribe households.

While the scheme has successfully increased the beneficiary base, it has struggled to ensure subsequent refills, as this cost has to be borne by the households. Over 9 million beneficiaries did not get a single refill in 2020-21 and another 10 million refilled their cylinders only once throughout the year, shows a government reply to a right to information application filed by Chandrashekhar Gaur. The problem will only worsen now. "Even before the price rise, only 20 per cent of the poorest in Bihar could afford LPG. Most of them are likely to return to fuelwood," says Kishori Das, state president of Patna-based nonprofit Vanchit Samaj Morcha.

While the Centre maintains that LPG price hike makes economic sense, the increased use of unclean fuel as a result of it is bound to have a serious impact on people's lives, particularly women and children. "We have already refilled the cylinder twice and cannot afford a third refill. So, I have again started collecting fuelwood," says Geeta from Jhamri village in Haryana's Jhajjar district. She anticipates spending at least three-four hours daily for a month to collect enough fuel to last the family for a year. "It is a lot of hard work which stopped after we started using LPG," she says.

There is also a well-documented health cost, which is at the heart of the debate. A 2022 survey conducted by Nagpur-based non-profit Centre for Sustainable Development found that 81 per cent of women using unclean fuel in Nagpur complained of chronic coughing, as opposed to 23 per cent of the women who use LPG. Furthermore, 65 per cent of the women using solid fuel said they have eye irritation, compared to 18 per cent of women using LPG. The burning of biomass in households is the single largest cause of air pollution deaths in India. The country reported 0.6 million deaths due to household air pollution in 2019, as per the Global Health Burden report by Lancet. The Centre must weigh these longterm impacts when deciding LPG >>>> @down2earthindia prices.m

16 DOWN TO EARTH 16-31 AUGUST 2022 DOWNTOEARTH.ORG.IN