

## **BASE YEAR UPDATION OF CONSUMER PRICE INDEX NUMBERS FOR INDUSTRIAL WORKERS (CPI-IW) OF SERIES 2001=100 TO 2015=100**

### **Background of CPI-IW series:**

The CPI-IW series on scientific lines was first introduced with base 1960=100 which was based on the results of Family Living Survey conducted in 1958-59 at 50 industrially important centres. The series was then, updated on base 1982=100 and a revision in 1999-2000 has further updated the base on 2001=100. The current series of CPI-IW with base year 2001=100 covers 78 industrially important centers spread across the country.

### **Need for Base Updation:**

The consumption pattern of the working class population undergoes change over a period of time and therefore, it becomes necessary that the consumption basket is updated from time to time to account for these changes and to maintain the representative character of the index. The need for frequent revision of base on account of fast changing consumption pattern of the target group has been recommended by International Labour Organisation, National Statistical Commission, National Commission on Labour and also Technical Advisory Committee on Statistics of Prices and Cost of Living. Also this recommendation was strongly reiterated by the Index Review Committee set up under the Chairmanship of Prof. Chadha which inter-alia stated that the intervening gap between the two series should not exceed 10 years. Labour Bureau accordingly, has proposed to revise the base year of the existing CPI-IW series 2001=100 to a more recent base year preferably, 2015=100.

### **Scope and Coverage:**

The current series of CPI-IW with base 2001=100 was constructed on the basis of employment data in seven sectors namely, Registered Factories, Mining, Plantations, Ports & Docks, Public Motor Transport, Electricity Generation & Distribution Establishments and Railways sector. The current series comprises of a basket of about 370 items and 289 price collection markets spread across 78 centres of the country. In the existing series, the Working Class Family Income & Expenditure Survey was conducted during 1998-99 by the NSSO and a sample size of 41040 family budget schedules and 15960 house rent schedules (i.e. about a total of 57000 schedules) were canvassed from 78 industrially important centres of the country.

In the new Working Class Family Income & Expenditure Survey a sample size of 48384 family budget schedules and 18816 house rent schedules (i.e. total of 57000 schedules) will be canvassed from 88 industrially important centres of the country. The price collection work will be done by the Labour Bureau and the main survey work of income & expenditure data collection will be conducted by NSSO. The new series of CPI-IW will cover the following 88 Centres belonging to the 7 sectors of the existing series.

**Centres selected for the new series of CPI-IW ( 2015=100):**

SL. NO	STATE/U.T	NAME OF THE CENTRE		
1	2	3		
1.	<b>Andhra Pradesh</b>	1. Guntur	2. Vishakhapatnam	3. Nellore
2.	<b>Assam</b>	4. Biswanath Chariali 5. Doom-Dooma-Tinsukia	6. Guwahati 7. Labac Silchar 8. Sibsagar	9. Numaligarh-Golaghat
3.	<b>Bihar</b>	10. Monghyr-Jamalpur	11. Patna	
4.	<b>Chandigarh</b>	12. Chandigarh		
5.	<b>Chhattisgarh</b>	13. Bhilai	14. Korba	15. Raipur
6.	<b>D&amp; N Haveli</b>	16. Dadra & Nagar Haveli		
7.	<b>Delhi</b>	17. Delhi		
8.	<b>Goa</b>	18. Goa		
9.	<b>Gujarat</b>	19. Ahmedabad 20. Bhavnagar	21. Rajkot 22. Surat	23. Vadodara
10.	<b>Haryana</b>	24. Gurgaon	25. Faridabad	26. Yamunanagar
11.	<b>Himachal Pradesh</b>	27. Himachal Pradesh		
12.	<b>J &amp; K</b>	28. Jammu & Kashmir		
13.	<b>Jharkhand</b>	29. Bokaro 30. Dhanbad- Jaria	31. Jamshedpur	32. Ramgarh
14.	<b>Karnataka</b>	33. Bangalore 34. Belgaum 35. Chikmagalur	36. Davanagere-Harihara 37. Hubli-Dharwad	38. Mercara-Kodagu 39. Mysore
15.	<b>Kerala</b>	40. Ernakulam/Alwaye	41. Idukki	42. Kollam
16.	<b>Madhya Pradesh</b>	43. Bhopal 44. Chindwara	45. Jabalpur	46. Indore
17.	<b>Maharashtra</b>	47. Mumbai 48. Nagpur	49. Nasik 50. Pune	51. Sholapur 52. Thane
18.	<b>Meghalaya</b>	53. Shillong		
19.	<b>Odisha</b>	54. Angul-Talchar	55. Cuttak Keonjhar	56. Angul-Talchar
20.	<b>Puducherry</b>	57. Puducherry		
21.	<b>Punjab</b>	58. Amritsar 59. Jalandhar	60. Ludhiana	61. Sangrur
22.	<b>Rajasthan</b>	62. Alwar	63. Bhilwara	64. Jaipur
23.	<b>Tamil Nadu</b>	65. Chennai 66. Coimbatore 67. Conoor	68. Madurai 69. Salem	70. Triunelveli 71. Virudhu Nagar
24.	<b>Telangana</b>	72. Hyderabad	73. Manchirya	74. Warrangal
25.	<b>Tripura</b>	75. Tripura		
26.	<b>Uttar Pradesh</b>	76. Agra	78. Kanpur	80. Varanasi

		77. Ghaziabad- G.B.Nagar	79. Lucknow	
27.	<b>Uttrakhand</b>	81. Udham Singh Nagar		
28.	<b>West Bengal</b>	82. Darjeeling 83. Durgapur 84. Haldia	85. Jalpaiguri 86. Howrah	87. Kolkatta 88. Raniganj

## **Committees:**

### **i) Standing Tripartite Committee**

The Index Review Committee (IRC) headed by Prof. G.K. Chadha recommended for constitution of a Standing Tripartite Committee (STC) of all the stakeholders. Accordingly Ministry of Labour & Employment constituted a Standing Tripartite Committee (STC) vide order No. Y-12011/5/2010-ESA(LB), dated 12th January, 2011.

The Terms of Reference of the STC formed are as follows:

The Standing Tripartite Committee will

{i} examine the various aspects of the base year revision of Consumer Price Index Number Series for Industrial Workers {CPI-IW} including the selection of Centres, sample size, sampling design, methodology for deriving the weighting diagram and linking factor;

{ii} examine the method of price collection procedures and machinery of price collection;

{iii} examine the centre specific weighting diagrams for all the centres, selection of base year, compilation of base year prices, trial indices; and

{iv} consider any other relevant issue{s}/matter as may be necessary.

Secretarial assistance to the Standing Tripartite Committee will be provided by the Labour Bureau, Ministry of Labour. The Committee may also enlist the assistance of subject matter experts within and/or outside the Government and may co-opt members according to necessity.

<b>Sl. No.</b>	<b>List of members of Standing Tripartite Committee (STC)</b>	
1.	Principal Labour & Employment Adviser Ministry of Labour & Employment Shram Shakti Bhawan, Rafi Marg, New Delhi	Chairman
<b>I.</b>	<b>Central Trade Unions/Workers Representatives (Two)</b>	
2.	General Secretary, Bharatiya Mazdoor Sangh, 185, Shaniwar Peth, Vishwakarma Bhawan, Pune-411 030	Member
3.	President Indian National Trade Union Congress, Punjab Branch, 74-SF, Sarasvati Vihar, Kapurthala Road, Jalandhar-144008.	Member
<b>II.</b>	<b>Employer's Organizations (Two)</b>	
4.	Advisor (Finance) Standing Conference of Public Enterprises (SCOPE) Core 8, First Floor, SCOPE Complex, 7, Lodhi Road, New Delhi-03.	Member
5.	Chief Economist, Associated Chamber of Commerce & Industry of India) ASSOCHAM, 1, Community Centre, Zamrudpur, Kailash Colony, New Delhi-48	Member
<b>III.</b>	<b>Independent Member (One)/Academic Representative (One)</b>	
6.	Sh. G.K. Lath Chartered Accountant A. Sachdev & Company, Chartered Accountants 27(11) Gokhale Marg, Lucknow-226 001	Member
7.	Dr Arup Mitra, Institute of Economic Growth, University Enclave, University of Delhi (North Campus), Delhi- 110 007	Member

<b>IV.</b>	<b>Women's Organization (One)</b>	
8.	Ms. Pratibha Pandya, Self Employed Women's Association (SEWA) Sewa Reception Centre Opp. Victoria Garden, Bhadra, Ahmedabad-380 001.	Member
<b>V</b>	<b>State Representatives (Three)</b>	
9.	Dy. Commissioner of Labour, (Industrial Relations) Head Office, Office of the Commissioner of Labour, Kamgar Bhawan, C-20, E-Block, Bandra-Kurla Complex, Near City Park, Bandra(E), Mumbai-400051	Member
10	<b>Additional Director,</b> Department of Economics and Statistics, 359, Anna Salai, Teynampet, Govt. of TamilNadu, Chennai-600 006	Member
11	Economic Adviser to Govt. of Punjab Economic and Statistical Organisation, Punjab SCO No. 35-36, Sector 17-E, Chandigarh	Member
<b>VI</b>	<b>Central Government Representatives (Three)</b>	
12.	Deputy Director General Central Statistical Office(PCL Unit ), Ministry of Statistics and Programme Implementation, Sardar Patel Bhawan, Sansad Marg , New Delhi-1.	Member
13.	Senior Economic Advisor Deptt. Economic Affairs, Ministry of Finance, 36, North Block, New Delhi -1	Member
14.	Economic Adviser Department of Consumer Affairs Room no. 312, A Wing, Shastri Bhawan, New Delhi- 110 001	Member

<b>VII</b>	<b>Ministry of Labour &amp; Employment (Two)</b>	
15.	Deputy Director General, Ministry of Labour & Employment Shram Shakti Bhawan, New Delhi	Member
16.	Director General, Labour Bureau, S.C.O. 28-31, Sector 17-A, Chandigarh	Member Secretary

The Ministry of Labour & Employment vide its Order No.Y-12011/5/2010-ESA(LB)(Pt.) dated 18th July,2014 has dissolved the above committee. However, the reconstitution of committee proposed by Labour Bureau is under the consideration of Ministry.

**ii) Group of Technical Advisory Committee on Statistics of Prices and Cost of Living (TAC on SPCL):**

Ministry of Statistics & Programme Implementation on request of Labour Bureau has constituted a small group of TAC on SPCL vide their office memorandum No. M-11011/4/2012-NAD(PCI), dated 14th February, 2013. The terms of reference of the small group shall be as follows:

The Group will:

(i) Examine all the technical issues relating to conduct of Working Class family Income & Expenditure Survey (WCFIES);

(ii) Examine the centre specific weighting diagrams for all the centres, selection of base year, compilation of base year prices, trial indices and computation of linking factors etc;

(iii) Consider any other issue (s) matter relating to revision of CPI(IW) as may be felt necessary; Submit its recommendations to the TAC on SPCL, within three years from the date of notification, for its consideration and approval.

**Composition of the Group:**

(i)	Director General and CEO, National Sample Survey Office, Ministry of Statistics and PI, Sardar Patel Bhawan, Sansad Marg, New Delhi- 110 001.	Chairman
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(ii)	Additional Director General (FOD), National Sample Survey Office, East Block No. 6, R.K. Puram, New Delhi- 110 066	Member
(iii)	Additional Director general (SDRD), National Sample Survey Office, Mahalanobis Bhawan, 1 64, GLT Road, Near Dunlop, Kolkata.	Member
(iv)	Senior Economic Adviser (Prices), Department of Economic Affairs, Ministry of Finance, North Block, New Delhi 110 001.	Member
(v)	Deputy Director General, PCL Unit, National Accounts Division, Central Statistics Office, Sardar Patel Bhawan, Sansad Marg, New Delhi- 110 001.	Member
(vi)	Director General, Labour Bureau, Ministry of Labour & Employment, SCO 28-31, Sector 17-A, Chandigarh.	Member
(vii)	Advisor, Department of Statistics and Information Mgt., Reserve Bank of India, Central Office, C-8-9, Bandra-Kurla Complex, Post Box No. 8128, bandra (East), Mumbai 400 051.	Member
(viii)	Advisor, Monetary Policy Department, Reserve Bank of India, Central Office Building, 24th Floor, Shahid Bhagat Singh Road, Mumbai 400 001.	Member
(ix)	Economic Adviser, Office of the Economic Adviser, Deptt. Of Industrial Policy and Promotion, Udyog Bhawan, New Delhi.	Member
(x)	Director, Labour Bureau,	Member Secretary

	Ministry of Labour & Employment, SCO 28-31, Sector 17-A, Chandigarh.	
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