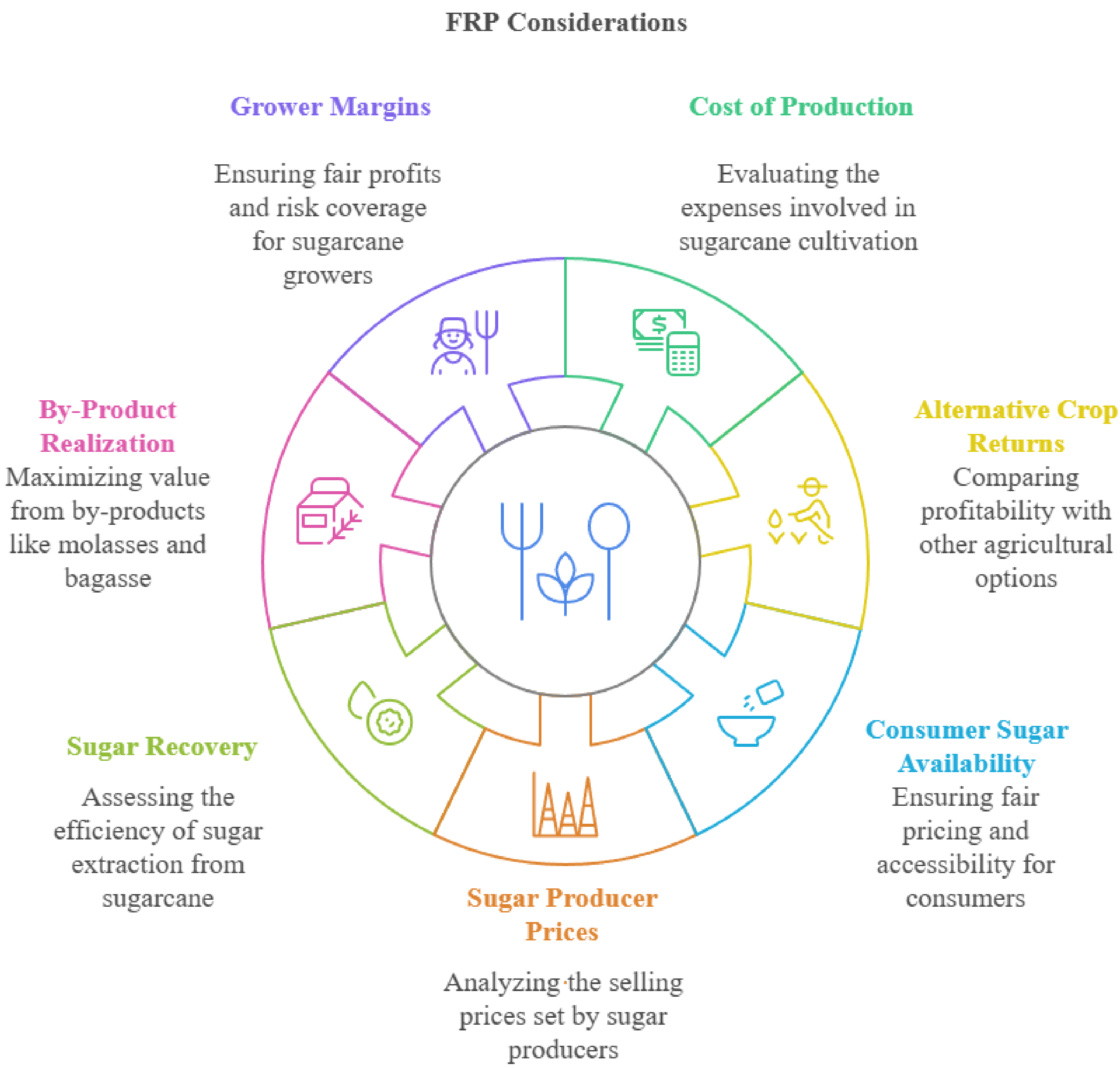
Increase in Fair and Remunerative Price

Source: TH

The **Cabinet Committee on Economic Affairs (CCEA)** increased the **Fair and Remunerative Price (FRP)** of **sugarcane** for the 2025-26 sugar season.

- **About FRP: FRP** is the **minimum price** at which **sugar mills are legally required to purchase sugarcane** from farmers in India.
  - It is governed by the **Sugarcane Control Order, 1966** issued under the **Essential Commodities Act (ECA), 1955**.
  - Under the **Sugarcane Control Order, 1966**, payment must be made **within 14 days** of cane delivery; delays attract up to **15% interest**, and **unpaid FRP** can be recovered by **attaching mill properties**.
  - The FRP is based on the **Rangarajan Committee report (2012)** on reorganizing the sugarcane industry.
  - Its determination is based on **recommendations** from the **Commission for Agricultural Costs and Prices (CACP)** and after consultations with **State Governments** and other **stakeholders.**
    - CACP, under the **Ministry of Agriculture and Farmers Welfare**, is an **advisory body** with **non-binding recommendations**.
- **Factors Considered in FRP:**



Read More: [Fair and Remunerative Price (FRP)]

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