



**FINANCE (PAY CELL) DEPARTMENT**

**G.O. No.414, DATED 31st July, 2004**

*( Tharana, Aadi-16, Thiruvalluvar Aandu 2035)*

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PAY REVISION ARREARS -- Mode of payment of arrears consequent on revision of pay and allowances with effect from 1-1-1996 credited into General Provident Fund account in respect of those who retired after 1--4--2004 -- Further orders -- Issued.

**Read:**

G.O.Ms.No.162, Finance (PC)Department, Dated: 13--4--1998.

G.O.Ms.No.213, Finance (PC)Department, Dated: 15--5--1998.

G.O.Ms.No.332, Finance (All)Department, Dated: 20--7--1999.

From the Accountant General (A&E), Chennai, Letter No.FMI/I/1999-2000-294,dated: 22-9-99.

From the Accountant General (A&E), Chennai, Letter No.FMI / I/9-14/2001 - 2002/194, dated: 02--01--2002.

From the Accountant General (A&E), Chennai, Letter No.FMI / I/ 9-14 / 2002 - 2003/194, dated: 03--12--2002.

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**ORDER:**

**In the Government Order first read above, among other things, it has been ordered that 60% of the arrears accruing on account of pay revision for the period from 1--1--1996 to 31--3--1998 shall be credited to General Provident Fund Account of the employees. In the Government Order second read above it has been ordered that the above arrears shall be paid to the employees after 5 years i.e. in the year 2003 with interest and the interest shall accrue with effect from 1--4--**

**1998. In the Government Order third read above relevant provisions in General Provident Fund Rules have been amended in order to enable the Accountant General(A&E), Chennai to keep open the Provident Fund Account beyond the date of retirement of the Government Employees whose pay revision arrears with interest have been ordered to be paid after 5 years i.e. in the year 2003.**

**2) As the State has had to face an un-precedent financial crisis since the year 2000-2001 which has made it extremely difficult to pay these arrears. The Government has examined the issue of payment of 60% arrears of pay revision ordered in 1998. It will not be possible for the Government to release the entire amount involved in the payment of pay revision arrears to the Government employees who retire after 1--4—2004 in the current financial year itself. As the**

**arrears amount constituted a substantial financial outgo, the Government has been**

**unable to pay out the same in one go. Taking into consideration the present financial position of the State and all relevant factors, the Government have decided to pay the balance 60% pay and allowances arrears as follows:**

**\* 60% pay arrears in respect of those who are still in service will be retained in a non interest bearing deposit account from 1.4.2003 and will be paid at the time of retirement in the form of Small Savings Scrips in three equal annual instalments. For example, those retiring during the year 2004-2005, the first instalment of the balance arrears together with interest upto 31.3.2003 will be paid in 2004-2005, the second and third instalment will be paid in two subsequent years.**

**3. Accordingly, the Government, issue the following orders:**

**(i) The total arrears payable to each employee calculated upto 31--3--2003 including interest from 1998-99 upto 31.3.2003 will be transferred to a non-interest bearing public deposit account under the following new head of account:**

**K. Deposits and Advances.(b) Deposit not bearing interest - 8443 - 00 - Civil Deposits - 800 - Other Deposits - A.R Deposit of Pay revision arrears as per Tamil Nadu Revised Scale of Pay Rules 1998 of Tamil Nadu Government Servants. ( 8443 00 800 AR 000B ) (Receipt)**

**(8443 00 800 AR 0009) (Outgo).**

**(ii) The Accountant General(A & E) will transfer the 60% of the entire pay revision arrears which were credited into General Provident Fund account in 1998 together with interest upto 31.3.2003 to the deposit head of account mentioned in para-3 ( i ) above. Interest will not be allowed on this amount after 1--4--2003. In respect of Teachers of Elementary Schools and Aided Schools, District Educational Officers concerned who are maintaining the General Provident Fund account shall send proposal to the Government to transfer the 60% of pay revision arrears with interest to the deposit account mentioned in para 3( i ) above to the Government for issue of orders separately.**

**(iii) In respect of employees, who retire from service after 1--4--2004, the 60% of pay revision arrears computed as on 31--3--2003 will be released to the employees in three equal instalments in the form of Small Savings Scrips either as Post Office Time Deposit for three years or National Savings Certificate VIII Issue for which option shall be obtained from the individuals. The first instalment will be paid from the starting year of retirement of the employee, second and third instalments will be paid in two subsequent years. No interest is payable beyond 31--3--2003.**

**4) The Accountant General(A&E) will issue authorisation in respect of each employee retired after 1--4--2004, indicating the total amount due as on 31--3--2003 and the amount to be paid in three equal annual instalments and also furnish the statement to the Heads of Departments / Heads of Offices and the retiring employees. Based on the above authorisation order, the Heads of Departments / Heads of Offices will issue proceedings for the payment of arrears in three annual instalments and claim the amount due in the starting year of retirement of the employee by presenting the bills in Pay and Accounts Offices / Treasury Offices / Sub-Treasury Offices and to make payment to the individual in the form of Small Savings Scrips either as Post Office Time Deposit for three years or National Savings Certificate VIII Issue. The particulars regarding the first, second and third instalment due and paid for each retiring employee shall be entered in the register maintained in their offices.**

**(BY ORDER OF THE GOVERNOR)**

**N.NARAYANAN,**

**DEVELOPMENT COMMISSIONER &**

**PRINCIPAL SECRETARY TO GOVERNMENT.**

**To**

**All Secretaries to Government,**

**The Secretary, Legislative Assembly, Secretariat, Chennai-600 009.**

**The Comptroller, Governors Household, Raj Bhavan, Chennai-32.**

**The Secretary to the Governor, Chennai--32.**

**The Governor's Secretariat, Raj Bhavan, Guindy, Chennai- 600 032.**

**All Departments of Secretariat (OP) / Bills, Chennai--9.**

**All Heads of Departments.**

**All Collectors / All District Judges / All Chief Judicial Magistrates.**

**The Principal Accountant General (A&E), Chennai-600 018 (By Name)**

**The Principal Accountant General (A&E) Chennai- 600 018.**

**The Accountant General (Audit.I) Chennai-600 018(By Name)/**

**The Accountant General (Audit.I) Chennai-600 018.**

**The Accountant General (Audit.II), Chennai-600 018 (By Name).**

**The Accountant General (Audit.II), Chennai-600 018.**

**The Accountant General (CAB), Chennai-600 009 / Madurai.**

**The Commissioner of Treasuries and Accounts, Chennai-600 015.**

**The Director of Pension, DMS Complex, Chennai-600 006.**

**The Pension Pay Officer, Chennai- 600 006.**

**The Pay and Accounts Officer, Secretariat, Chennai-9.**

**The Pay and Accounts Officer,( South / North / East, Chennai-35 / 79 /  
5.**

**The Pay and Accounts Officer, Madurai-625 001.**

**All Treasury Officers / Sub-Treasury Officers.**

**The Chairman, Tamil Nadu Public Service Commission, Chennai-600  
002.**

**The Commissioner of Tribunal for Disciplinary Proceedings,**

**No.6, Manickeswari Road, Chennai-10.**

**The Registrar, High Court, Chennai-600 104.**

**The Registrar of all Universities in Tamil Nadu.**

**All State Owned Corporations and Statutory Boards.**

**The Commissioner, Corporation of Chennai /Madurai /Coimbatore**

**/Tiruchirapalli/Salem/Tirunelveli.**

**All Divisional Development Officers / Revenue Divisional Officers/  
Tahsildars.**

**All Block Development Officers / Municipal Commissioners.**

**All Panchayat Union Commissioners / Chief Educational Officers.**

**The Project Co-ordinator, Tamil Nadu Integrated Nutrition Project,  
No.570, Anna Salai, Chennai-18.**

**Copy to:**

**The Secretary to Chief Minister, Chennai-9,**

**The Senior Personal Assistant to Minister for Finance and Food,  
Chennai-9**

**The Private Secretary to Chief Secretary to Government, Chennai-9,**

**The Private Secretary to Development Commissioner and Principal  
Secretary**

**to Government, Finance Department, Chennai-9,**

**All Officers in Finance Departments, Secretariat, Chennai-9.**

**The Finance (OP.I/OP.II/OP.III/Misc.) Department, Chennai-600 009.**

**The Finance (PGC/Pension) Department, Chennai-600 009.**

**All Sections in Finance Department.**

**The Director of Local Fund Audit, Chennai- 600 108.**

**Stock File/Spare Copies.**

**Forwarded**

**//By order//**

**SECTION OFFICER.**