



FINANCE [PENSION] DEPARTMENT

G.O. No.430, DATED 6th August, 2004
(Tharana, Aadi-22, Thiruvalluvar Aandu 2035)

PENSION - Contributory Pension Scheme - Introduced with effect from 1.4.2003 - Further orders - Issued.

READ the following paper:-

G.O.Ms.No.259, Finance (Pension) Department, dated 6.8.2003.

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ORDER:

In the G.O. read above, Government have introduced a new Contributory Pension Scheme based on defined Contributions for all the employees, who are recruited on or after 1.4.2003. In order to implement the Contributory Pension Scheme, the following further orders are issued:-

- (i) It is mandatory for all the new employees, who are recruited on or after 1.4.2003 to become members of the Scheme. Each employee will pay a monthly contribution of 10% of Basic Pay and DA from his salary to the Contributory Pension Scheme.
- (ii) A matching contribution will be made by the State Government for each employee, who contributes to the scheme.
- (iii) The contribution towards Contributory Pension Scheme shall be recovered from the salary of the employees every month as is done now for GPF.
- (iv) Accountant General will maintain the accounts for the Contributory Pension Scheme as in the case of GPF. Index numbers to the employees who join the Contributory Pension Scheme will be allotted by Accountant General on receipt of applications from the Heads of the Departments/Heads of Offices in the prescribed form annexed to this order (Annexure I.). Index numbers will be in separate types or series for (i) Government employees, (ii) Employees of Aided Educational Institutions and (iii) Other employees.
- (v) Nomination has to be filed at the time of admission and has to be revised upon marriage of the subscriber and thereafter once in five years. Necessary entry to the effect of filing the nomination along with name of nominee(s) should be noted in the Service Register.
- (vi) Recovery from Pay Bills of the employees should be made only after obtaining Index Number from the Accountant General for each of the employee.
- (vii) Schedule of recovery to be attached to the Pay bill showing the Contribution to Pension Scheme has been prescribed separately for Government employees as in Annexure II and the employees of the Aided Educational Institutions as in Annexure III. Every Drawing and Disbursing Officers should prepare this schedule and enclose along with the Pay Bill.