



Pension - Commutation of Pension - Revised Commutation value / Rates - Orders - Issued.

FINANCE (PENSION) DEPARTMENT

G.O. No.73, DATED 19th March, 2003

(Chithrabanu, Panguni-5, Thiruvalluvar Aandu 2034)

Read the following:

G.O.Ms.No.174 Finance (Pay Cell) Department, dated 21.8.1998.

ORDER:

The payment of Pensions and other retirement benefits in Tamil Nadu have reached a level far higher than any other State in India. A situation has emerged where the continuance of pensionary benefits of all pensioners has become fiscally unsustainable. Pension payments can no longer be financially sustained at the same level of entitlements. It has therefore become a compelling necessity to examine all entitlements with a view to control Pension costs in the future.

2. As per the Tamil Nadu Civil Pension (Commutation) Rules 1944, a Government servant shall subject to certain condition be allowed to commute for lumpsum payment any portion not exceeding 40% of the pension granted to him by Government. The lumpsum amount payable on commutation shall be calculated in accordance with the commutation value table prescribed under rule 7 of said rules.

3. In order to align the commutation table with current market conditions, the Government have proposed to revise the commutations value table based on an implicit discount rate of commutation of 8%. Commutation table will be issued separately.

4. These order shall take effect from 1.4.2003.

5. Necessary amendment to the Tamil Nadu Civil Pension (Commutation) Rules 1944 will be issued separately.

(BY ORDER OF THE GOVERNOR)

**N. NARAYANAN,
DEVELOPMENT COMMISSIONER &
SECRETARY TO GOVERNMENT.**

To

All Secretaries to Government.

All Departments of Secretariat.

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

The Legislative Assembly Secretariat, Chennai - 600 009.

The Governor's Secretariat, Raj Bhavan, Guindy, Chennai - 600 025.

All Heads of Departments.

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.

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

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

The Registrar, High Court, Chennai - 600 104.

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

The Director of Pension, DMS complex, Chennai-600 006.

The Commissioner of Treasuries and Accounts, chennai-600 015.

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

The Commissioner, Corporation of Chennai / Madurai / Coimbatore /Tiruchirapalli /
Salem / Tirunelveli.

The Pension Pay Officer, Chennai - 600 006.

All Treasury Officers / Sub-Treasury Officers.

All State Government owned Boards / Corporations.

Copy to:

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

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

All Sections in Finance Department.

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

The President, Tamil Nadu Retired Officials Association, D.P.I.Complex, Chennai - 600 006.

The President, Tamil Nadu Secretariat Retired Officers Association, No.70, Medavakkam Tank Road, Kilpauk, Chennai - 600 010.

The President, All India Federation of Pensioners' Association, No.22, Kavarai Street, Saidapet West, Chennai - 600 015.

The President, The Retired Teachers Association, No.12, Abayambalpuram, Mayiladuthurai, Nagapattinam District.

The State President, All Bharat Confederation of Senior Citizens and Pensioners, No.7, Bharathidasan Street, Avinashi, Coimbatore District.

The President, The Indian Officers Association, No.35, Thiru Vi Ka High Road, Royapettah High Road, Chennai - 600 014.

The President, Tamil Nadu senior Citizens' Association, No.V.95, Annanagar, Chennai - 600 040.

The President, Tamil Nadu Senior Citizens' and Pensioners' Welfare Association, No.38-B, Main Road, Perumalpuram, Tirunelveli - 7.

The President, Retired Officials Association, No.158, Bells Road, Triplicane, Chennai - 600 005.

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Forwarded // By order //

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ANNEXURE

COMMUTATION TABLE PRESCRIBED UNDER RULE 7 OF THE CIVIL PENSION (COMMUTATION) RULES

Commutation value for a pension of rupee one per annum.

Age on next birthday	Commutation value expressed as No. of years' purchase.
(1)	(2)
40	11.49
41	11.41
42	11.32
43	11.23
44	11.13
45	10.02
46	10.90
47	10.77
48	10.63
49	10.48
50	10.32
51	10.15
52	9.96
53	9.75
54	9.54
55	9.30
56	9.04
57	8.77
58	8.47
59	8.14
60	7.79
61	7.42
62	7.01
63	6.57
64	6.10
65	5.59
66	5.04
67	4.69
68	4.31
69	3.91
70	3.47
71	3.00
72	2.48
73	1.93
74	1.34
75	0.70

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