



**Pension - Retirement benefit - Death-cum-Retirement Gratuity Payment -
Amendment to the Tamil Nadu Pension Rules, 1978 - Orders - Issued.**

FINANCE (PENSION) DEPARTMENT

G.O. No.75, 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:

As per rule 45 of Tamil Nadu Pension Rules, 1978, a Government servant who has completed 5 years of qualifying service and has become eligible for service gratuity or pension under rule 43, shall on his retirement be granted Death-cum-retirement gratuity as prescribed in the Table in pension rule for each completed six monthly period of qualifying service subject to a maximum of 16.5 times of the emoluments last drawn and subject to a maximum limit of Rs.3.50 lakhs.

2. After the introduction of revised pay scale with effect 1.1.1996, the gratuity payment has increased considerably and the expenditure on this item which was about Rs.224 crores in 1998-99 has gone to above Rs.500 crores from 1999-2000 onwards. As the overall expenditure on Pensions has shot up sharply, the Government has had to take various measures to control the growth of expenditure on Pension and other retirement benefits. Without such measures the overall scheme of Pension payments cannot be fiscally sustained.

3. In order to exercise such control on the expenditure, the Government has decided to continue to make payment of gratuity at the same level of entitlement at the time of retirement of the Government servant, but to control the cash impact by making 50% of the amount payable in cash and the balance 50% as Small Savings Certificates. Payment as Small Savings Certificates enables the Government to obtain a small savings loan from the Government of India only through which the cash to make the payment becomes available. Accordingly the Government direct that the payment of gratuity at the time of retirement shall be made 50% in cash and the balance 50% in Small Savings Certificate viz. Post Office Time Deposit 3 years or National Saving Certificate VIIIth issue to the employees to be retired on or after 1.4.2003.

4. The following notification will be published in the Tamil Nadu Government Gazette:-.

NOTIFICATION

In exercise of the powers conferred by the proviso to Articles 309 of the Constitution of India, the Governor of Tamil Nadu hereby makes the following amendment to the Tamil Nadu Pension Rules, 1978.

2. The amendment hereby made shall come into force on the 1st day of April 2003.

AMENDMENT

In the said Rule, in Rule 45, after sub Rule (4) the following sub Rule shall be, inserted, namely:-

"(4.A) Subject to the provisions contained in sub rules (1) to (4), in the case of a Government servant who retires on or after 1st April 2003, shall be paid 50% death-cum-retirement gratuity in cash and the balance 50% in Small Savings Certificate."

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 /Tiurchirapalli / 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 //

SECTION OFFICER