

Government of Kerala  
Abstract

Allowance - Dearness Allowance/ Dearness Relief to State Government Employees/ Pensioners with Effect From 1-7-1999 and 1-1-2000- Revision- Orders Issued

G.O. (P) No. 375/2002/ Fin

FINANCE (PAY RESEARCH UNIT) DEPARTMENT

Dated, Thiruvananthapuram, 13 June, 2002

Read : 1. G.O. (P) No. 932/2000/ Fin Dated 2-6-2000

2. O.M.F. NO. 1 (8)/ 99- EII. (B) / 1050 dated 14-9-1999 from the Department of Expenditure, Ministry of Finance Government of India

3. O.M.No. 42/2/99-P & PW (G) dated 15-9-1999 from the Ministry of Personnel, Public Grievances and Pensions, Department of Pension and Pensioners Welfare, Government of India

4. O.M.F.No. 1 (1) 2000 -E- 11 (B)/ 325 dated 5-4-2000 from the Ministry of Finance, Department of Expenditure, Government of India

5. O.M. No. 42/3/2000- P & PW (G) Dated 6-4-2000 from the Ministry of Personnel, Public Grievances and Pensions, Department of Pension and Pensioners Welfare, Government of India

**Order**

Government are pleased to order that the rates of Dearness Allowance to Government Employees, Staff of Aided Schools, Private Colleges and Polytechnics, Full Time Employees borne on the contingent and work charged establishments and employees of Local Bodies will be revised with effect from 1-7-1999 and 1-1-2000 as shown below:

Date from which Payable	Percentage increase of D. A Per month	Revised D.A
1-7-1999	5 %	37 % of pay
1-1-2000	1 %	38 % of pay

2. The additional expenditure on this account in respect of Local Bodies will be met from their own funds.

3. The revised rates of D.A will be applicable to the part-time teachers and part-time contingent employees also on the basis of pay drawn by them.

4. In the case of Public Sector Undertakings/ Statutory Corporation where long term agreement exists by which the pre-revised scale plus D.A is agreed to the enhancement of D.A will be allowed with the approval of the Board of Directors subject to financial viability till a fresh agreement is executed.

5. In the case of those who opt to remain in the pre-revised scale, even after 1-7-1999 and 1-1-2000 D.A will be sanctioned as given below

Date of effect	Pay Range	Rate of D.A per month
1-7-1999	Basic Pay upto Rs 3500 p.m	241% of pay
	Basic Pay above Rs 3500 upto Rs 6000 per month	199 % of pay Subject to minimum of Rs 8435
	Basic pay above Rs 6000	181% of pay subject of Minimum of Rs 11940
1-1-2000	Basic Pay upto Rs 3500 p.m	243% of pay
	Basic Pay above Rs 3500 upto Rs 6000 per month	201 % of pay Subject to minimum of Rs 8505
	Basic pay above Rs 6000	183 % of pay subject of Minimum of Rs 12060

6. The accounting and drawal of arrears of D.A will be regulated as follows :-

(i) The revised rates of D.A from 1-7-1999 and 1-1-2000 will be paid in cash with the salary due for the month of September 2002. The arrears for the period from 1-7-1999 to 31-8-2002 will be drawn and credited to the P.F. Account of the employees along with the salary bill for either September or October or November or December 2002 or January or February 2003 in relaxation of Rule 176, Kerala Treasury Code.

(ii) In the case of those drawing pay above Rs. 3500 in the pre-revision scale, the three instalments of DA sanctioned with effect from 1-7-1991, 1-1-1992 and 1-7-1992 will continue to be credited to the Provident Fund Account; the percentage of which will be shown as below:

Pay Rs 3501 to Rs 6000	24 % of pay subject to a minimum of Rs 1120
Pay above Rs 6000	21 % of pay subject to a minimum of Rs 1440

(iii) In their case, the amount of DA that can be drawn in cash by them from salary of September 2002 will be 201% of pay subject to a minimum of Rs 8505; 183 % of pay subject to a minimum of Rs 12060 as the case may be; minus the amount being credited to P.F Account.

**Vide Annexure**

(i) The arrears due for the period from 1-7-1999 to 31-8-2002 will be claimed in the salary bill for either September or October or November or December 2002 or January or February 2003 and credited to P.F. Account.

(ii) Where the employee is not eligible to subscribe to any Provident Fund before 31-8-2002, the drawal of arrears of D.A shall be deferred and as and when the Provident Fund Account is opened, it shall be drawn and deposited in it.

(iii) For claiming the salary for the month of March 2003 a certificate should be attached to the salary bill to the effect that the arrears as per DA revision from 1-7-1999 to 31-8-2002 and 1-1-2000 to 31-8-2002 have been claimed and

credited to the Provident Fund Account of the employee"

The enhanced amount of D.A. to be drawn and credited monthly to Provident Fund Account by those drawing pay over Rs. 3500 per mensem may be shown separately in the Provident Fund Schedule and Certificate to that effect attached to the bill for each month as already ordered in G.O.(P) No. 211/93/Fin dated 15-3-1993

Interest on the D.A. credited to the Provident Fund Account will accrue from the first month in which the bill are presented in the Treasuries.

No withdrawal, other than final withdrawal shall be made before the date specified below, from the arrears of D.A. credited to Provident Fund Account.

Years for the period	Date on which the amount will be permitted to be withdrawn
1-7-1999 to 31-8-2002	1-9-2007 Or Retirement whichever is earlier
1-1-2000 to 31-8-2002	1-9-2007 or Retirement whichever is earlier

The procedure mentioned under clause (vi) above will be applicable "mutatis mutandis" to Provident Funds other than General Provident Fund also. In regard to Contributory Provident Fund, however, there will be no matching contribution from the Government in respect of the arrears of D.A.

In the bill as well as in the Provident fund Schedule, the arrears of D.A. from 1-7-1999 to 31-8-2002 and 1-1-2000 to 31-8-2002 may be indicated separately. Accordingly the amount of arrears of D.A. to be credited to Provident Fund account should be shown as a separate entry in the Provident Fund Schedule as shown below:

Description proper		Refund of advance		Arrears of DA		Amount
Month to which it relates	No. of instalments	Amount	Month to which it relates	(i) From 1-7-1999 to 31-8-2002	(ii) From 1-7-2000 to 31-8-2002	Total
(6)	(7)	(8)	(9)	(10)	(11)	(12)
						(6+9+11/12)

- The following categories of employees will be paid arrears of D.A. in cash:
- (i) Those who have retired since 1-7-1999 and those who will be retiring on or before 31-3-2003
  - (ii) Those who have opted not to subscribe to the P.F. Account during the last one year of their service prior to retirement
  - (iii) Those in whose cases it is not obligatory to maintain P.F. Account
  - (iv) Part time teachers and part time contingent employees

**DEARNESS RELIEF TO STATE SERVICE PENSIONERS AND FAMILY PENSIONERS**

Government are also pleased to revise Dearness Relief to State Service Pensioners and Family Pensioners with effect from 1-7-1999 and 1-1-2000 as shown below:

From which date	Percentage Increase of Dearness Relief	Revised Dearness Relief Payable
1999	5% of Pension/Family Pension	37% of Pension/Family Pension
2000	1% Pension/Family Pension	38% of Pension/Family Pension

  

From which date	Rate of Dearness Relief (p.m)
1999	241% Pension/Family Pension
	Exceeding Rs. 1750 but not exceeding Rs. 3000
	199% Pension/Family Pension subject minimum of 4218
	Exceeding Rs. 3000
	181% 199% Pension/Family Pension subject minimum of 5970
2000	243% of Pension/Family Pension
	Not exceeding Rs. 1750
	Exceeding Rs. 1750 but not exceeding Rs. 3000
	201% Pension/Family Pension subject minimum of RS 4253
	Exceeding Rs. 3000
	183% Pension/Family Pension subject minimum of 6030

The revised Dearness Relief will be paid in cash with effect from September 2002 and the arrears of Dearness Relief shall be paid in three equal instalments in September 2002, December 2002 and March 2003

Payment of Dearness Relief involving fraction of a Rupee shall be rounded off to the next higher rupee

By order of the Governor  
Sudha Pilla  
Principal Secretary (Finance)