



GOVERNMENT OF KERALA

Abstract

Allowance. – Dearness Allowance / Dearness Relief to State Government Employees / Pensioners with effect from 1.7.1998 – Revision – Orders – Issued.

FINANCE [PAY RESEARCH UNIT] DEPARTMENT

G.O.[P]No.1450/99/Fin.

Dated, Thiruvananthapuram 09.06.1999

- Read: - 1. O.M.F No. 1(6)/98-E II [B] dated 15.09.1998 from the Ministry of Finance, Department of Expenditure, Government of India.
2. G.O.[P] No. 2386/98/Fin. Dated 7.10.1998.
3. G.O.[P] 3000/98/Fin. dated 25.11.1998.

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 1.7.1998 as shown below:

Date from which payable	Percentage increase of D.A. per month	Revised D.A
1.7.1998	6% of pay	22% 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 Corporations 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 1.7.1998, D.A will be sanctioned as given below :

Date of effect	Pay Range	Rate of D.A per month
1.7.1998	Basic pay upto Rs. 3500/- p.m	204% of pay
	Basic pay above Rs. 3500/- upto Rs. 6000/- per month	162% of pay subject to minimum of Rs. 7140/-
	Basic pay above Rs. 6000/-	144% of pay subject to a minimum of Rs. 9720/-

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

- i. The revised rates of D.A from 1.6.1999 will be paid in cash with the salary due for the month of June, 1999. The arrears for the period from 1.7.1998 to 31.5.1999 will be drawn and credited to the P.F account of the employees along with the salary bill for June, July, August, September, October or November, 1999 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 D.A 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 D.A that can be drawn in cash by them from salary of June, 1999 will be 162% of pay subject to a minimum of Rs. 7140/- / 144% of pay

subject to a minimum of Rs. 9720/- as the case may be, minus the amount being credited to P.F. Account.

Vide Annexures

- i. The arrears due for the period from 1.7.1998 to 31.5.1999 will be claimed in the salary bill for June, July, August, September, October or November, 1999 and credited to P.F. Account.
- ii. Where the employee is not eligible to subscribe to any Provident Fund before 31.5.1999 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 to it.
- iii. For claiming the salary for the month of December, 1999 a certificate should be attached to the salary bill to the effect that "the arrears as per D.A revision from 1.7.1998 to 31.5.1999 have been claimed and credited to the Provident Fund Account of the employee".
- iv. The enhanced amount of D.A to be drawn and credited monthly to Provident Fund Account by those drawing pay above 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.
- v. Interest on the D.A credited to the Provident Fund Account will accrue from the first month in which the bills are presented in the Treasuries.
- vi. 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.

Arrears for the period from 1.7.1998 to 31.5.1999	Date on which the amount will be permitted to be withdrawn : 1.10.2000.
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7. The procedure mentioned under clause [vi] above will be applicable "mutatis mutandis" to Provident Fund other than General Provident Funds 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.

8. In the bill as well as in the Provident Fund Schedule, the arrears of D.A from 1.7.1998 to 31.5.1999 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:

Subscription proper			Refund of Advance		Arrears of D.A amount	
Amount	Month to which it relates	No. of instalments	Amount	Month to which it relates	From 1.7.1998 to 31.5.1999	Total
(6)	(7)	(8)	(9)	(10)	(11)	(12) (6+9+11)

9. The following categories of employees will be paid arrears of D.A in cash :
- i. Those who have retired since 1.7.1998 and those will be retiring on or before 31.12.1999.
 - 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

10. Government are also pleased to revise the Dearness Relief to State Service Pensioners and Family Pensioners with effect from 1.7.1998, as shown below :

Date from which payable	Percentage increase of Dearness Relief from 1.7.1998 [P.M]	Revised Dearness Relief
1.7.1998	6% of Pension / Family Pension	22% of Pension / Family Pension

11. Pensioners/Family Pensioners including those governed by UGC/AICTE etc. whose pension has not undergone revision, as per G.O. [P] 3001/98/Fin. dated 25-11-1998 and who are at present drawing Dearness Relief beyond 608 points will be sanctioned Dearness Relief as shown below:-

Pension / Family Pension [P.M]	Rate of Dearness Relief from 1.1.1998 [P.M]
Not exceeding Rs. 1750/-	204% of Pension / Family Pension
Exceeding Rs. 1750/- but not exceeding Rs. 3000/-	162% of Pension / Family Pension subject to a minimum of Rs. 3570/-
Exceeding Rs. 3000/-	144% of Pension / Family Pension subject to a minimum of Rs. 4860/-

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

[BY ORDER OF THE GOVERNOR]

VINOD RAI
Principal Secretary [Finance]

To

The Accountant General [A&E] / Audit, Kerala, Thiruvananthapuram.
 The Principal Accountant General [Audit], Kerala, Thiruvananthapuram
 All Heads of Departments and Offices.
 All Departments [All sections] of Secretariat
 The Secretary, Kerala Public Service Commission [with C.L]
 The Registrar, University of Kerala/Cochin/Calicut [with C.L]
 The Registrar, Mahatma Gandhi University, Kottayam [with C.L]
 The Registrar, Kerala Agricultural University, Thrissur [with C.L]
 The Advocate General, Ernakulam [with C.L]
 The Secretary, Kerala State Electricity Board [with C.L]
 The General Manager, Kerala State Road Transport Corporation [with C.L]
 All Secretaries, Additional Secretaries, Joint Secretaries, Deputy Secretaries and Under Secretaries to Government.
 The Secretary to Governor.
 The Private Secretaries to Chief Minister and Other Ministers
 The Private Secretaries to Leader of Opposition and Government Chief Whip.
 The Director of Public Relations, Thiruvananthapuram
 The Deputy Secretary to Chief Secretary
 The Private Secretary to Speaker
 The Private Secretary to Deputy Speaker.