

F. No. 40-16/2012-Pen (T)
Government of India
Ministry of Communications & IT
Department of Telecommunications
(PENSION SECTION)

Sanchar Bhawan, 20, Ashoka Road,
New Delhi-110001

Dated: 10.06.2013.

OFFICE MEMORANDUM

Subject: Clarification regarding calculation of Commuted Value of Pension by applying old or new commutation table in respect of BSNL IDA scale, post -2007 pensioners – regarding.

The undersigned is directed to say that consequent upon implementation of the changes made in the CCS(Pension)Rules,1972 regarding calculation of commuted value of pension etc. in respect of the Post-2007 BSNL IDA pensioners whose pay was initially revised due to 50% DA merger with basic IDA pay and subsequently revised due to 2nd PRC, a large number of references were received from O/o the CCAs/Pr. CCAs/ Joint CCAs, BSNL Pensioners' Association and individual pensioners etc., seeking clarification for calculation methodology about commuted value of pension / additional commuted value of pension, by applying old commutation table or new commutation table, in such cases.

2. The following four categories of Post-2007 IDA Scale BSNL pensioners were entitled for commutation of their pension in accordance with the CCS(Pension)Rules,1972 as amended from time to time:-

Type-I: Revision of additional commuted value of pension in respect of those BSNL IDA pensioners who retired during the period from 01.01.2007 to 02.09.2008 and whose pay were revised by giving the benefits of 50% IDA merger with effect from 01.01.2007.

Type-II: Revision of additional commuted value of pension in respect of those BSNL IDA pensioners who retired during the period from 01.01.2007 to 02.09.2008 and whose pay were revised with effect from 01.01.2007 based on the 2nd PRC.

Type-III: Calculation of commuted value of pension in respect of those BSNL IDA pensioners retired during the period from 01.01.2006 to 02.09.2008 and whose cases have not become absolute.

Type-IV: Calculation of commuted value of pension in respect of those BSNL IDA pensioners retired during the period from 01.01.2006 to 02.09.2008 and whose cases have become absolute.


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Contd...2/-

3. The matter has been considered in consultation with Integrated Financial Division and Department of Pension and Pensioners' Welfare and it has now been decided to clarify the method of calculation of additional commuted value of pension in four type of cases as mentioned in para -2 above, as under:

Type - I	In respect of those BSNL IDA pensioners, who retired during the period from 01.01.2007 to 02.09.2008, additional pension on account of the benefits of 50% IDA merger with effect from 01.01.2007, may be commuted by applying the old commutation table , provided commutation of their original pension become absolute during that period.
Type - II	In respect of those BSNL IDA pensioners, who retired during the period from 01.01.2007 to 02.09.2008, additional pension on account of revision of pay with effect from 01.01.2007 based on the 2 nd PRC, may be commuted by applying the new commutation table .
Type- III	Calculation of commuted value of pension in respect of those BSNL IDA pensioners, who retired during 01.01.2006 to 02.09.2008 and whose cases have become absolute on or after 02.09.2008 may be done by applying new commutation table .
Type - IV	Calculation of commuted value of original pension and additional pension on account of 50% IDA merger with effect from 01.01.2007 in respect of those BSNL IDA pensioners who retired during 01.01.2006 to 02.09.2008 and whose cases have become absolute before 02.09.2008 and not done due to administrative reason, may be done by applying old commutation table . However, additional pension on account of revision of pay with effect from 01.01.2007 based on the 2 nd PRC, may be commuted by applying the new commutation table .

4. Arrears, if any, may be drawn and paid and excess payments made, if any, already shall be recovered/adjusted.

5. This issue with the approval of Department of Pension & Pensioners' Welfare, Ministry of Personnel, PG & Pensions ID No. 4/2/13-P&PW(D) dated 25.04.2013 and IFD Dy. No.1480-M(F)/13 dated 27.5.2013.


10/06/2013
(Prachish Khanna)
Director (Estt).
Tel. No. 23036544.

To

All CCAs/ Pr. CCAs/ Joint CCAs/CMD, BSNL/CMD, MTNL/ All the concerned. (As per list attached)

Commutation of Pension to become absolute

Rule 6 of commutatuion of Pension Rules 1981

6.19 (i) The Commutation of pension becomes absolute when the application in the prescribed form is received by the Head of Office where commutation is without medical examination and on the date on which the medical authority signs the medical report when commutation of pension is sanctioned on the basis of medical examination.

[Authority - DPAR : Notification No. 34/1/81-Pension unit dt. 8-7-83]Rule 6(i)(a)].

(ii) In the case of a government servant retiring on superannuation who desires payment of commuted value of pension being authorised at the time of issue of pension payment order and applies for commutation of a fraction of pension along with pension papers prior to the date of retirement in accordance with sub rule (3) of Rule 13, the commutation of pension becomes absolute on the date following the date of his retirement