



Finance (Pension) Department
Secretariat, Chennai-600 009.

Letter No. 64902/Finance (Pension) Department/2009-1, dated : 24.11.09

From
Thiru. K. Gnanadesikan, I.A.S.,
Principal Secretary to Government.

To
The Accountant General (A&E)
361, Anna Salai,
Chennai – 600 018.

Sir,

Sub: Revision of Pension – Revised commutation table –
Revised commuted value of pension to those who retired
on or after 01-01-2006 – Clarification – Issued.

Ref: 1. G.O. (Ms) No. 235, Finance (Pay Cell) Department,
dated 01.06.2009
2. Govt. Letter No.34124 /PC/2008-1 Dt.26-6-09
3. G.O.Ms.No.318 Finance(Pen), dt.23-7-2009
4. Govt. Letter No.44880/PC/2001-1 dt.24-8-09
5. G.O.Ms.No.350 Hr.Edn. dt.9-9-2009
6. From the Dy. Accountant General (Pen), Letter No.
30/1/1-74/PCR/2009-2010/409, dated 14.10.2009

In the Government Order 1st cited, orders were issued for revision of pension and pensionary benefits based on the recommendations of the Official Committee 2009. Among other items, commutation table was also revised with effect from 1.1.2006. Tamil Nadu Civil Pensions (Commutation) Rules, 1944 also has been amended suitably to this effect, vide Government Order 3rd cited.

2. The Deputy Accountant General (Pen) has requested clarification regarding commutation of pension with reference to revised commutation table in respect of the employees retired between 1-1-2006 to 31-5-2009 on the following points.

- (i) As to whether the difference in commutation alone shall be calculated based on revised table based on the option exercised by the retired person.

- (ii) If the above procedure is not followed, then the pensioners who do not wish to commute the difference in pension, their commuted value of pension have to be recalculated and recovery have to be made from them.
- (iii) As the additional commutation is based on option, additional commutation is not allowed to the person who died before 31-5-2009.

3. After careful examination of the points raised by the Accountant General, the following clarifications are issued.

- (i) In respect of pensioner whose commutation became absolute between the period from 1.1.2006 to 31.5.2009, pre-revised table shall be adopted for payment of commutation of pension based on pre-revised pension.
- (ii) The commutation factor in the revised table shall be adopted for commutation of additional amount of pension that has become commutable on account of retrospective revision of pay & consequent revision of pension, (i.e) $(\frac{1}{3}^{\text{rd}}$ of revised pension – $\frac{1}{3}^{\text{rd}}$ of Pre-Revised Pension) X 12 X factor as per revised table).
- (iii) The revised table shall be adopted for all commutation of pension which become absolute on or after 1-6-2009.
- (iv) In respect of pensioners retired between 01.01.06 and 31.05.09 the age reckoned for calculation of commuted value of pension at the time of original application for commutation of pension will apply for calculation of commutation value of additional commutable pension.
- (v) In respect of pensioners who retired between 01.01.2006 to 30.05.2009 but died before the issue G.O.(Ms) No. 235, Finance (Pension) Department, dated 01.06.2009 shall not be entitled for revised commutation on additional pension since the additional commutation is based on the option exercised by the pensioner.
- (vi) The same procedure shall be followed in respect of U.G.C pensioners also.

4. Clarification already issued under item No. 16 in Government letter No. 34124/Pay Cell)/ 2009-1, dated : 26.06.2009 is modified accordingly .

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

Yours faithfully,

J. Manjappan
24/11/09

for Principal Secretary to Government

Copy to

All Secretaries to Government.

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

The Secretary to the Governor, Chennai-600 022.

The Comptroller, Governors Household, Raj Bhavan, Chennai – 600 022.
 The Governor's Secretariat, Raj Bhavan, Guindy, Chennai – 600 022.
 All Departments of Secretariat (OP / Bills), Chennai – 600 009.
 All Heads of Departments.
 All Collectors / All District Judges / All Chief Judicial Magistrates.
 The Principal Accountant General (Audit-I), Chennai – 600 018.
 The Principal Accountant General (Audit-I), Chennai – 600 018. (By name)
 The Accountant General (Audit-II), Chennai – 600 018.
 The Accountant General (Audit-II), Chennai – 600 018. (BY name).
 The Accountant General (CAB), Chennai - 600 009 / Madurai.
 The Registrar General, High Court, Chennai – 600 104.
 The Chairman, Tamil Nadu Public Service Commissioner, Chennai – 600 002.
 The Registrar of all Universities in Tamil Nadu.
 The Director of Treasuries and Accounts, Chennai - 600 015.
 The Director of Pension, DMS Complex, Chennai - 600 006.
 The Director of Local Fund Audit, Chennai - 600 108.
 The Commissioner of Tribunal for Disciplinary Proceedings, First Floor, Kuralagam,
 Chennai – 600 108.
 The Commissioner, Integrated Child Development Services, Pammal Nallathambi
 Street, Tharamani, Chennai-600 113.
 The Pension Pay Officer, Chennai – 600 006.
 The Pension Pay Officer, Secretariat, Chennai – 600 009.
 The Pension Pay Officer, (North / South / East) Chennai – 1 / 35 /5.
 The Pension Pay Officer, Madurai – 625 001.
 All Treasury Officers/ All Sub-Treasury Officers.
 The Commissioner, Corporation of Chennai / Madurai / Coimbatore / Tiruchirapalli /
 Salem / Triunelveli / Tuticorin / Vellore / Tirupur / Erode.
 All State Owned Corporations and Statutory Boards.
 All Divisional Development Officers / Revenue Divisional Officers / Tahsildars.
 All Block Development Officers / Municipal Commissioners.
 All Chief Educational Officers / Panchayat Union Commissioners.
 The Senior Research Officer, Pay Research Unit, Ministry of Finance (Department of
 Expenditure), Room No. 261, North Block, New Delhi.
 The Additional Secretary to Hon'ble Minister, Finance, Chennai – 600 009.
 The Private Secretary to Principal Secretary to Government,
 Finance Department, Chennai-600 009.
 Stock File/Spare Copies.