

Dearness Allowance Revision: Go from Finance (Pay and Research Unit) Department

**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

**FINANCE (PAY RESEARCH UNIT) DEPARTMENT**

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

**Dated, Thiruvananthapuram, 13th 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 Pensions 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:

<i>Dated from which payable</i>	<i>Percentage increase of D.A. per month</i>	<i>Revised D.A</i>
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 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 1-7-1999 and 1-1-2000 D.A. will be sanctioned as given below:

<i>Date of effect</i>	<i>Pay Range</i>	<i>Rate of D.A. per month</i>
1-7-1999	Basic pay upto Rs. 3500 p.m Basic pay above Rs. 3500 upto Rs. 6000 per month	241% of pay 199% of pay Subject to Minimum of Rs. 8435
	Basic Pay above Rs. 6000	181% of pay Subject to Minimum of Rs. 11940
1-1-2000	Basic Pay upto Rs. 3500 p.m Basic Pay above Rs. 3500 upto Rs. 6000 per month	243% of pay 201% of pay Subject of Minimum of Rs. 8505
	Basic Pay above Rs. 6000	183% of pay Subject to 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 31-8-2000 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.

<i>Date on which the amount will be permitted to be withdrawn</i>	
Arrears for the period From 1-7-1999 to 31-8-2002	.. 1-9-2007 OR Retirement whichever is earlier.
Arrears for the period From 1-1-2000 to 31-8-2002	.. 1-9-2007 OR Retirement whichever is earlier

7. 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

8. 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.

<i>Subscription proper</i>		<i>Refund of Advance</i>		<i>Arrears of D.A</i>		<i>Amount</i>	
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 1-1-2000 to 31-8-2002	Total
(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13) (6+9+11/12)

9. 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

10. 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:

<i>Date from which payable`</i>	<i>Percentage increase of Dearness Relief</i>	<i>Revised Dearness Relief payable</i>
1-7-1999	5% of Pension/ Family Pension	37% of Pension/ Family Pension
1-1-2000	1% of Pension/ Family Pension	38% 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:

Date of effect	Pension/Family Pension (p.m)	Rate of Dearness Relief (p.m)
1-7-1999	Not exceeding Rs. 1750	241% Pension/Family Pension.
	Exceeding Rs. 1750 but not exceeding Rs.3000	199% of Pension/Family Pension subject to minimum of Rs. 4218
	Exceeding Rs. 3000	181% of Pension/Family Pension subject to minimum of Rs. 5970
1-1-2000	Not exceeding Rs. 1750	243% Pension/Family Pension
	Exceeding Rs. 1750 but not exceeding Rs. 3000	201% of Pension/Family Pension subject to minimum of Rs. 4253
	Exceeding Rs. 3000	183% of Pension/Family Pension subject to minimum of Rs. 6030

12. 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.

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

By order of the Governor,  
V.S. SENTHIL  
*Secretary (Finance Expenditure)*

To

The Accountant General (A&E), Kerala, Thiruvananthapuram.

The Principal Accountant General (Audit), Kerala, Thiruvananthapuram.

All Heads of Departments.

All Departments (all Sections) of the 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 Registrar, Sanskrit University, Kalady, Ernakulam (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 Privates Secretaries to the Chief Minister and other Ministers.

The Director of Public Relations, Thiruvananthapuram.

The Joint Secretary to Chief Secretary.

The Private Secretary to Speaker.

The Private Secretary to Deputy Speaker