



**FINANCE (PU 'C') DEPARTMENT**

**No. 40/88/Fin., dated, Thiruvananthapuram,  
28<sup>th</sup> May 1988**

**CIRCULAR**

*Subt.*- Procedure regarding Travelling Allowance/Daily Allowance/Sitting Fee of Government officers for the work relating to Public Sector Undertakings-Incorporating specific provision in the Articles of Associations of Public Sector Undertakings-Instructions issued.

*Ref.*- G.O.(P) No. 1003/87/Fin., dated 26<sup>th</sup> November 1987.

Government have issued orders in the Government Order cited revising the procedure regarding the payment of T.A./D.A./Sitting Fees etc. to Government officers who attend work relating to Government Companies/Corporations/Statutory Boards, etc. Accordingly, in the case of Government Directors who perform journeys to attend Board Meetings and for other purposes connected with State Public Sector Undertakings/Boards/Statutory Corporations, etc. their T.A. claim at the rate applicable to them as per Kerala Service Rules will be paid to them details by the respective undertakings on submission of tour details by officers to the undertakings. But nothing has been mentioned about the system of payment of sitting fees, in the G.O. cited.

2. The change in the system of drawal of T.A./D.A. by Government Directors was effected because of the difficulty in keeping track of the subsequent remittance made by the Public Sector Undertakings. If the remittance of sitting fee is insisted there would be the same difficulties in watching its remittances. Further, the payment of sitting fees to the Directors is not obligatory as per the Companies Act. Government have therefore decided to dispense with the system of remittance of sitting fees by Public Sector Undertakings, in respect of the Government Directors for attending Board Meetings etc. of the Companies and order accordingly.

3. All Government Companies/Corporations/Statutory Boards etc. will incorporate specific provision in their Articles of Association to the effect that officers of State Government serving in the Board of the Company/Corporation/Board will be given T.A./D.A. eligible as per the relevant provision in Kerala Service Rules and that no sitting fee will be paid.

**R. NARAYANAN**  
*Commissioner and Secretary*  
*(Finance)*