

No.2/5/87-PIC
Government of India
 Ministry of Personnel, Public Grievances and Pensions
 Department of Pension & Pensioners' Welfare

New Delhi, the 22nd April, 1987.

OFFICE MEMORANDUM

Subject:- *Grant of Dearness Relief to pensioners in implementation of Government's decisions on the recommendations of the Fourth Central Pay Commission.*

The undersigned is directed to state that in pursuance of Government decisions on the recommendations of the Fourth Central Pay Commission announced in this Department's Resolution No.2/13/87-PIC dated the 18th March, 1987, the President is pleased to decide that dearness relief shall be paid to Central Government pensioners and family pensioners to compensate them for rise in cost of living beyond average CPI 608 at the following rates:

Period	Pension/ family pension per month	Rate of dearness relief per month
From 1.7.86 to 31.12.86	(i) Not exceeding Rs.1750/- (ii) Exceeding Rs.1750/- but not exceeding Rs.3000/- (iii) Exceeding Rs.3000/-	4% of pension/ family pension. 3% of pension/ family pension subject to a minimum of Rs.70/- 2% of pension subject to a minimum of Rs.90/-
From 1.1.87 onward	(i) Not exceeding Rs.1750/- (ii) Exceeding Rs.1750/- but not exceeding Rs.3000/- (iii) Exceeding Rs.3000/-	8% of pension/ family pension. 6% of pension/ family pension subject to a minimum of Rs.140/- 5% of pension subject to a minimum of Rs.180/-

For the purpose of these orders :-

- (i) Pension/family pension in the case of pre - 1.1.1986 retirees and where family pension was sanctioned prior to 1.1.1986, means the consolidated pension or consolidated family pension as the case may be, effective from 1.1.1986 in terms of orders issued in this Department's OM No.2/1/87-PIC-I dated 16.4.1987.
- (ii) In the case of pensioners who retire from service on or after 1.1.1986 or where family pension is sanctioned for the first time on or after 1.1.1986, pension/family pension means the basic pension/basic family pension as the case may be in terms of this Department's OM No.2/1/87-PIC-II dated 14.4.1987.

1.2 Payment of dearness relief involving a fraction of a rupee shall be rounded off to the next higher rupee.

1.3 Other provisions governing grant of dearness relief to pensioners such as regulation of dearness relief during employment/re-employment, regulation of dearness relief where more than one pension is drawn etc., will remain unchanged.

1.4 A ready reckoner showing the dearness relief payable from (i) 1.7.1986 to 31.12.1986 and (ii) from 1.1.1987 onwards in terms of these orders is enclosed.

2. This Department Office Memorandum No.42(4)P&PW/86 dated 25th June, 1986, 42(16)P&PW/86 dated 28th August, 1986 and 42(16)P&PW/86 dated 14th October, 1986 sanctioning dearness relief to pensioners w.e.f. 1st April, 1986, 1st June, 1986, and 1st July, 1986 are hereby superseded. Payments on account of dearness relief made to pensioners/family pensioners in terms of these orders will be adjusted against the dearness relief payable to them under the revised pattern in terms of this Order. If the entire amount cannot be adjusted from the arrears of dearness relief payable under this Order, the balance amount will be adjusted against future payment of dearness relief in terms of this Order.

3.1 These orders apply to all civil pensioners.

3.2 These orders apply to Armed Forces pensioners, civilian pensioners paid out of the Defence Services Estimates, All India Service pensioners and Railway pensioners.

3.3 These orders do not apply to retired High Court and Supreme

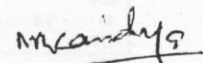
Court Judges. In their case separate orders will be issued by the administrative authorities concerned.

4. The Accountants General and authorised Public Sector Banks are requested to arrange payment of relief to pensioners on the basis of above instructions without waiting for any further instructions from the Comptroller and Auditor General of India and the Reserve Bank of India in view of letter No.528-TA.II/34-80-II dated 23.4.1981 of the Comptroller and Auditor General of India addressed to all Accountants General and Reserve Bank of India Circular No.GANB No.2958/GA-64(ii) (CGL)/81 dated the 21st May, 1981 addressed to State Bank of India and its subsidiaries and all Nationalised Banks.

5. An explanatory memorandum for guidance of pension disbursing authorities is enclosed.

6. In their application to the employees belonging to Indian Audit and Accounts Department these orders issue in consultation with the C&AG.

7. Hindi version follows.


(M.R.Vaidya)

Deputy Secretary to the Govt. of India.

To All Ministries/Departments to the Government of India.

ANNEXURE-I

Explanatory Memorandum for the Guidance of Pension Disbursing Authorities
 In accordance with the existing practice dearness relief was being sanctioned to pensioners/family pensioners from time to time as and when there was 8 point rise in the average consumer price index, and four separate sets of rates were being specified in the orders for application to pensioners with reference to their period of retirement or class of pension.

2. The above practice has been reviewed in the light of the accepted recommendations of the Fourth Central Pay Commission. The features of the revised arrangements are as follows:

- (i) The revised arrangements will apply to price-rise beyond average CPI 608.
- (ii) Dearness Relief will be sanctioned from 1st July, and 1st January every year based on increase in price rise beyond average CPI 608 as on the preceding 30th June or 31st December as the case may be. The accompanying order will continue to remain operative until the Government issues fresh orders based on the position of average CPI on 30.6.1987.
- (iii) One uniform set of rate for each period, as for example laid down in para 1 of the accompanying order will cover all pensioners/family pensioners irrespective of their date of retirement or date of sanction of family pension or the class of pension, as specified in paragraph 1 of the accompanying orders. In the case of pre-1.1.1986 cases, the dearness relief will be calculated on the consolidated pension or consolidated family pension comprising the pension plus dearness relief upto CPI 608 plus additional benefits sanctioned to them on the basis of Pay Commissions recommendations. Necessary orders specifying the manner in which pension/family pension is to be consolidated as on 1.1.1986 have been issued separately in this Department's O.M. No.2/1/87-PIC.I dated 16.4.87 and the corresponding orders for Armed Forces personnel being issued by the Ministry of Defence. In the case of pension/family pension for post 1.1.1986 cases the dearness relief will be calculated on the basic pension or basic family pension as the case may be.
- (iv) Three instalments of dearness relief beyond average CPI 608 under the old pattern were sanctioned from 1.4.1986, 1.6.1986 and 1.7.1986. The payments made in terms of the said three orders will be adjusted against the dearness relief admissible under the revised pattern in the manner provided in paragraph 2 of the accompanying order.

(v) The dearness relief under the revised pattern will also be suspended when the Central Government pensioners / family pensioner is:

- (i) employed/re-employed in a Department/office of the Central Government; or
- (ii) employed/re-employed or permanently absorbed in the Central or a State Government company, corporations, undertaking or autonomous body or in Reserve Bank of India or in a Public Sector Bank or in GIC/LIC etc.

in the same manner as under the existing pattern.

(vi) Similarly in the case of pensioners/family pensioners who are in receipt of more than one pension, the dearness

relief, where admissible, will be calculated on the total of all pensions taken together.

(vii) A ready reckoner showing dearness relief on different amount of pension/ family pension from 1.7.86 and 1.1.87 is enclosed for ready reference of the pension disbursing authority.

(viii) In case there is any doubt about admissibility or otherwise of the dearness relief or its quantum in any individual case, the Pension Disbursing Authorities should always consult the concerned Accounts Officer. Where necessary the Department of Pension and Pensioners' Welfare can also be consulted.

ANNEXURE - II				1				2				3			
Dearness Relief				1				2				3			
Pension/ From From				1				2				3			
Family 1.7.86 1.1.87				1				2				3			
Pension to				1				2				3			
31.12.86				1				2				3			
1	2	3		1	2	3		1	2	3		1	2	3	
651				963				1276				1588			
to	27	53		to	39	78		to	52	103		to	64	128	
662				975				1287				1600			
663				976				1288				1601			
to	27	54		to	40	79		to	52	104		to	65	129	
675				987				1300				1612			
676				988				1301				1613			
to	28	55		to	40	80		to	53	105		to	65	130	
687				1000				1312				1625			
688				1001				1313				1626			
to	28	56		to	41	81		to	53	106		to	66	131	
700				1012				1325				1637			
701				1013				1326				1638			
to	29	57		to	41	82		to	54	107		to	66	132	
712				1025				1337				1650			
713				1026				1338				1651			
to	29	58		to	42	83		to	54	108		to	67	133	
725				1037				1350				1662			
726				1038				1351				1663			
to	30	59		to	42	84		to	55	109		to	67	134	
737				1050				1362				1675			
738				1051				1363				1676			
to	30	60		to	43	85		to	55	110		to	68	135	
750				1062				1375				1687			
751				1063				1376				1688			
to	31	61		to	43	86		to	56	111		to	68	136	
762				1075				1387				1700			
763				1076				1388				1701			
to	31	62		to	44	87		to	56	112		to	69	137	
775				1087				1400				1712			
776				1088				1401				1713			
to	32	63		to	44	88		to	57	113		to	69	138	
787				1100				1412				1725			
788				1101				1413				1726			
to	32	64		to	45	89		to	57	114		to	70	139	
800				1112				1425				1737			
801				1113				1426				1738			
to	33	65		to	45	90		to	58	115		to	70	140	
812				1125				1437				2333			
813				1126				1438				2334			
to	33	66		to	46	91		to	58	116		to	71	141	
825				1137				1450				2350			
826				1138				1451				2351			
to	34	67		to	46	92		to	59	117		to	71	142	
837				1150				1462				2366			
838				1151				1463				2367			
to	34	68		to	47	93		to	59	118		to	72	143	
850				1162				1475				2383			
851				1163				1476				2384			
to	35	69		to	47	94		to	60	119		to	72	144	
862				1175				1487				2400			
863				1176				1488				2401			
to	35	70		to	48	95		to	60	120		to	73	145	
875				1187				1500				2416			
876				1188				1501				2417			
to	36	71		to	48	96		to	61	121		to	73	146	
887				1200				1512				2433			
888				1201				1513				2434			
to	36	72		to	49	97		to	61	122		to	74	147	
900				1212				1525				2450			
901				1213				1526				2451			
to	37	73		to	49	98		to	62	123		to	74	148	
912				1225				1537				2466			
913				1226				1538				2467			
to	37	74		to	50	99		to	62	124		to	75	149	
925				1237				1550				2483			
926				1238				1551				2484			
to	38	75		to	50	100		to	63	125		to	75	150	
937				1250				1562				2500			
938				1251				1563				2501			
to	38	76		to	51	101		to	63	126		to	76	151	
950				1262				1575				2516			
951				1263				1576				2517			
to	39	77		to	51	102		to	64	127		to	76	152	
962				1275				1587				2533			
963				1276				1588				2534			
to	39	78		to	52	103		to	64	128		to	77	153	
975				1287				1600				2550			
976				1288				1601				2551			
to	40	79		to	52	104		to	65	129		to	77	154	
987				1300				1612				2566			
988				1301				1613				2567			
to	40	80		to	53	105		to	65	130		to	78	155	
1000				1312				1625				2583			
1001				1313				1626				2584			
to	41	81		to	53	106		to	66	131		to	78	156	
1012				1325				1637				2600			
1013				1326				1638				2601			
to	41	82		to	54	107		to	66	132		to	79	157	
1025				1337				1650				2616			
1026				1338				1651				2617			
to	42	83		to	54	108		to	67	133		to	79	158	
1037				1350				1662				2633			
1038				1351				1663				2634			
to	42	84		to	55	109		to	67	134		to	80	159	
1050				1362				1675				2650			
1051				1363				1676				2651			
to	43	85		to	55	110		to	68	135		to	80	160	
1062				1375				1687				2666			
1063				1376				1688				2667			
to	43	86		to	56	111		to	68	136		to	81	161	
1075				1387				1700				2683			
1076															