

5
R-200
* (10)

No.32(4)/78-2032/B/D(Pension/Service)
Government of India/Bharat Sarkar
Ministry of Defence/Raksha Mantralaya
New Delhi, the 1st November, 1980.

To

The Chief of the Army Staff
The Chief of the Naval Staff
The Chief of the Air Staff

Policy regarding deputation of permanent Service Officers to Public Sector Undertakings/Autonomous Bodies- Grant of family pension.

Sir,

I am directed to state that the Government have had under consideration the question of grant of family pension to the families of service officers who are absorbed in Public Sector Undertakings/Autonomous Bodies and the President is pleased to decide that they will be eligible for the benefits of family pension as under:-

- aa - II
- (a) The families of service officers, permanently absorbed in Public Sector Undertakings/Autonomous Bodies on or after 8th Nov. 1968 will be eligible for family pension as admissible to them either under AI2/S/64 and corresponding Naval and Air Force Instruction, or under the Pension Regulations for the respective service, whichever is applicable in their case.
 - (b) The benefit of family pension will be admissible only to the families of those service officers who were/are actually in receipt of pension from the Central Govt. after their absorption in the Public Sector Undertakings/Autonomous Bodies. This benefit will not be admissible to the families of those service officers who got/get only the service gratuity i.e. who were/are absorbed in these undertakings/autonomous bodies before completing 10 years of qualifying service under the Govt. Family Pension will also be admissible to the families of those service officers absorbed in these bodies who got/get lump sum amount, in lieu of monthly pension on their absorption, on the date of its becoming due and thus did not/do not draw any monthly pension on the date of death.
 - (c) These benefits will also be admissible to the families of such service officers as have been appointed in the public sector undertakings/autonomous bodies on the basis of their own applications and granted retirement benefits on their permanent absorption therein in respect of the past service under the Government.
 - (d) Grant of family pension to service officers governed by AI1/S/64 and other corresponding orders on the Navy and Air Force on the subject will be subject to the contribution of two months emoluments of the service officers at the time of permanent absorption

....2/-

in the Public Sector Undertakings/Autonomous Bodies if such absorption was on or before 21st September, 1977. In the case of officers who were so absorbed and who have already drawn the pension and other benefits without such deduction, they will be required to deposit this amount in a Government Treasury within six months from the date of issue of these orders. The amount will be credited in the Treasury on a Military Receivable Order to be obtained from CDA(P) and Treasury Receipt will be sent to CDA(P) for further necessary action. No such contribution will, however, be required in the case of service officers who were/are so absorbed on or after 22nd Sept. 1977.

(e) Family pension will be admissible from only one source i.e. either from the Central Government(Defence Services Estimates) or the public sector undertaking/autonomous body in case such an organization has a scheme for payment of family pension. The beneficiary will be given an option to choose either of the two schemes. However, since public sector undertakings etc. are governed under Employees Family Pension and Life Insurance Scheme, introduced by the Ministry of Labour, with effect from 1st March 1971, and as in terms of this scheme, employees of such undertakings, etc., who become members of the Contributory Provident Fund on or after 1st March 1971, are required to be brought compulsorily under the said scheme, no option will be given to service officers in such cases and they will be compulsorily governed by the Employees Family Pension and Life Insurance Scheme, 1971 and in those cases where the benefit of family pension under the Defence Services Rules has neither been availed of so far not is admissible in future because of the officer being governed by the Family Pension Scheme of Public Sector Undertaking/autonomous body, contribution towards the family pension scheme, if already recovered, will be refunded.

¹²
/2 (f) It will be the responsibility of the CDA(P) to notify family pension in favour of wife jointly in cases where the officer opts to draw monthly pro-rata pension. However, in cases where the officer is a widower with minor eligible children or where the officer opts to draw lump sum, the family pension will be notified by the CDA(P) on receipt of an application from the eligible heir as and when the contingency arises.

2. No separate amendment to the Govt. orders of sanction issued in individual cases of service officers, who have already been absorbed in the public sector undertakings/autonomous bodies, will be necessary and these will automatically stand amended in accordance with these orders.

3. This issues with the concurrence of Ministry of Finance(Defence) vide their u.o. No. 3072/Pen of 1980.

Yours faithfully,

Sd/-
(Y.K. Talwar)
Desk Officer.