

F.No.50(2)/98/IC-I
Government of India/Bharat Sarkar
Ministry of Finance/Vitta Mantralaya
Department of Expenditure/Vyaya Vibhag
Pay Commission Implementation Cell

New Delhi, 16 April, 1998.
Chaitra 26, 1920. (Saka)

OFFICE MEMORANDUM

Subject: Implementation of the Fifth Central Pay Commission recommendations - Release of second instalment of arrears of pay and allowances - Instructions regarding.

Instructions were issued in this Department's Office Memorandum No.50(2)/97/IC-I dated October 14, 1997 in regard to fixation of pay in the revised scales of pay recommended by the Fifth Central Pay Commission and the disbursement of arrears of pay and allowances for the period from January 1, 1996 to September 30, 1997. In terms of para 2(ii) thereof, in cases where the aggregate arrears computed after deduction of the subscription to the General Provident Fund at the enhanced rates worked out to more than Rs.5,000, the arrears were to be paid in cash in two instalments, the first instalment being restricted to Rs.5,000 plus 50 per cent of the balance amount. Orders in regard to the payment of the second instalment were to be issued separately.

It has now been decided that the second and final instalment of arrears of pay and allowances may be disbursed in cash to all Central Government employees along with their salary for the month of May, 1998, after deducting Income Tax as due in accordance with the instructions on the subject. In drawing and disbursing the arrear claims, the requirements prescribed in the Receipt and Payment Rules as well as the instructions relating to treasury checks of such claims issued from time to time may be duly fulfilled and observed.

There may also be a few instances where even the first instalment of arrears of pay and allowances had not been drawn and disbursed during 1997-98 as envisaged by individual drawing and disbursing officers for various administrative reasons. It is clarified that the entire arrears due and admissible in all such cases can be released in lumpsum in a single instalment after effecting the deductions on account of Income Tax and observing the prescribed checks.

Hindi version will follow.

N. Sunder Rajan

(N. SUNDER RAJAN)

Joint Secretary to the Govt of India

To

All Ministries/Departments of the Government of India and others as per standard list.