

GOVERNMENT OF ANDHRA PRADESH

**DIRECTORATE OF STATE AUDIT
ANDHRA PRADESH; HYDERABAD**

Circular Memo. Roc. No. 10469/L2/2007 dated 21-05-07

Sub: - PENSIONS – New Pension Scheme (NPS) – Introduction of **Contributory Pension Scheme to Andhra Pradesh State Government employees and all the posts with effect from the 1st September 2004** – Amendment to Andhra Pradesh Revised Pension Rules, 1980 – Notification – Orders – Issued – Issue of instructions – Reg

Ref :-1. G.O. Ms. No. 653 Finance (Pension – I) Department dt. 22-09-04
2. G.O. Ms. No. 654 Finance (Pension – I) Department dt. 22-09-04
3. G.O. Ms. No. 655 Finance (Pension – I) Department dt. 22-09-04

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The attention of all the unit officers in the address entry is invited to the references cited. In this connection they are informed that the Government in the reference 1st cited have introduced New Pension Scheme based on Defined Contributions to all the employees of the State, recruited on or after 1-09-04 whose pay and allowances are drawn from the Consolidated Fund of the State, including all the new recruits of all the tiers of all the Rural and Urban Local Bodies, Universities etc.,.In the reference 2nd cited, amendment to General Provident Fund (Andhra Pradesh) Rules were issued. In the reference 3rd cited, further orders regarding Contributory Pension Scheme were issued.

2. In view of the orders of Government issued vide references cited, the following instructions are issued.

i. It is mandatory to all the new employees, who are recruited on or after 1-09-04 to become members of the scheme. Each employee will pay a monthly contribution of 10% of the Basic Pay and DA from his salary to the Contributory Pension Scheme

ii. The contribution towards Contributory Pension Scheme shall be recovered from the salary of the employees every month as is done now for General Provident Fund.

iii. A.G.(A&E) A.P., Hyderabad will maintain the accounts for the Contributory Pension Scheme as in the case of General Provident Fund. Index numbers to the employees who join the Contributory Pension Scheme will be allotted by the A.G.(A&E) A.P., Hyderabad on receipt of applications from the Head of Offices in the prescribed form annexed at Annexure – I to the G.O. 3rd cited

iv. Nomination has to be filed at the time of admission and has to be revised upon marriage of the subscriber and there after once in five years. Necessary entries to this effect should be noted in the s.R. of the concerned employee

v. Schedule of recovery has to be attached to the pay bill showing the Contribution to Pension Scheme as prescribed in Annexure II of the G.O 3rd cited.

vi. The amount recovered from the pay bill shall be credited to the following new

Deposit Head of Account by the P.A.O./D.T.O/S.T.O in respect of Government employees.

Small Savings, Provident fund etc. – (c) Other Accounts

8011 – Insurance and Pension Funds

M.H. (106) – Other Insurance and Pension Funds

S.H. (04) - A.P. State Government employees Contributory Pension Scheme (to be opened)

001 – Employees Contribution

002 – Government Contribution

vii. The reasons for non-recovery from a particular employee in any month should be furnished by the D.D.O concerned in the recovery schedule with out fail.

viii. Head of Offices should get the Index numbers from the Accountant General for all the new employees who have already joined the Government service on or after 1-09-04 with in a month from the date of the G.O. 3rd cited. As and when new employees join in future, they should be admitted to this scheme compulsorily by the Heads of Offices by promptly applying for allotment of the Index Number to the Accountant General with in a month from the date of joining of the new employee.

xi. Arrears of subscription to the Contributory Pension Scheme have to be deducted from the new employees already joined after 1-09-04 along with the current month subscription (i.e one subscription for current month and one additional for subscription arrears).

x. The index numbers allotted by the A.G for joining the Contributory Pension Scheme should be entered in the first page of the Service Register with necessary attestation

3. All the unit officers concerned are there fore instructed to follow the instructions issued by government in the references and the instructions issued as above scrupulously. Failure to adhere to the instructions will be viewed seriously.

4. They are further instructed to verify the above points at the time of Audit in respect of local body Institutions.

5. The receipt of the memo shall be acknowledged.

**Sd/- G.M. MAJID
DIRECTOR**

To

All the R. D. Ds / D. Ds S.A in the state

All the D. A. Os including Relief Accounts and Universities

The A.A.O, C/S, D/S, and E/Section in the Directorate

Copy to all the sections in the Directorate.

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ASST AUDIT OFFICER