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[No.1414-13-48- Pen- 30/2019 -HUD.] HOUSING & URBAN DEVELOPMENT DEPARTMENT

RESOLUTION

The 16th January, 2020

Sub: Revision of Pension/Family Pension/T.I. and Gratuity of the Retired Employees of the Urban Local Bodies and Odisha State Municipal Council Union as per revised scale of pay 2017 with effect from 1st January, 2016.

The Pension / Family Pension / T.I. & Gratuity of Pension for the pensioners of the Urban Local Bodies were last revised in H. & U.D. Department Resolution No. 15330/HUD, dated 01.08.2014 & 15334/ HUD, dated 01.08.2014 and subsequently modified in Resolution No. 18301/HUD, dated 10.08.2017.

Consequent upon revision of scale of pay of the Urban Local Bodies vide Resolution No. 4916 /HUD., dated 02.03.2019 Odisha Municipal Employees Federation and the various retired employees Association of Urban Local Bodies demanded for revision of Pension / Family Pension / T.I. / & Gratuity of the retired employees of different Urban Local Bodies as per revised scales of Pay- 2017. The question of granting Revised Pension, Family Pension, T.I. & Gratuity to the employees of ULBs was under active consideration of Government in H & U.D Department. The Government after careful consideration of the matter have been pleased to revise the pension, family pension, T.I. & Gratuity of the retired employees of Urban Local Bodies of the State as per Revised Scale of Pay- 2017 with effect from 01.01.2016 as detailed below.

2. Pension:

(a) The employees of Urban Local Bodies who have rendered the minimum qualifying service of 25 (twenty five) years would now be entitled for pension at the rate of 50% of the last pay drawn by him/her on the date of his/her retirement.

In case the employee retiring before completion of 25 (twenty five) years of qualifying service, but after completion of ten years, the amount of pension shall be proportionate to the amount of pension admissible and in no case the amount of pension shall be less than the minimum pension admissible to be fixed at Rs.8,300/- per month.

(b) The employees of Urban Local Bodies retiring in accordance with provisions of Odisha Local Fund Service (Pension) Rules, 1980 and Odisha Municipal Employees (Pension) Rules, 1989 before completion of the minimum qualifying service of ten years shall not be entitled for pension, but he/she shall be entitled to get service gratuity. The amount of service gratuity shall be paid at a uniform rate of half months emoluments for every completed six monthly period of service.

(c) The minimum amount of pension admissible shall be Rs.8,300/- per month and maximum up to 50% of the last pay admissible to the employees of Urban Local Bodies of the State.

3. Family Pension:

(a) 30% of the last pay drawn in all cases and shall be subject to a minimum of Rs.8,300/- per month.

(b) Where an employee dies in service after having rendered not less than seven years of service, the rate of family pension shall be equal to 50% of the pay last drawn shall be payable to the family for a period of ten years without any upper age limit w.e.f.01.12.2008.

(c) In the event of death of an employee of Urban Local Bodies after retirement, the family pension shall be payable for a period of seven years or a period up-todate on which the retired/deceased ULB employee would have attended Sixty five years had he/she been survived, whichever is less at the rate of 50% of last pay drawn, but the amount of family pension should not exceed the pension amount admissible or sanctioned. Thereafter, the amount of family pension shall be 30% of last pay drawn subject to a minimum amount of Rs.8,300/- per month.

4. <u>Temporary Increase (T.I):</u>

T.I shall be applicable to the retired employees of Urban Local Bodies at the time of increase of D.A. to the existing regular employees of Urban Local Bodies of the State from time to time.

5. Retirement Gratuity:-

(a) $1/4^{th}x$ Last monthly emolument x No. of Six monthly qualifying Service subject to a maximum of 16 $\frac{1}{2}x$ Last monthly emolument, provided that the amount of Retirement Gratuity payable shall in no case exceed Rs. 8.00Lakhs.

(b) Emoluments for the purpose of all kinds of Gratuity shall include dearness allowance admissible on the date of retirement /death of the employee. The relevant rules shall stand modified with effect from 01.01.2016.

| | Length of qualifying service. | Rate of Gratuity |
|-------|--|---|
| (i) | Less than one year | Two times of monthly emoluments |
| (ii) | One year or more but less than Five years service | Six times of monthly emoluments |
| (iii) | Five years or more but less than Eleven years service | Twelve times of monthly emoluments |
| (iv) | Eleven years or more but less than Twenty years | Twenty times of monthly emoluments |
| (iv) | Twenty years or more | Half month's emoluments for every completed six monthly period of qualifying service subject to a maximum of 33 times of emoluments. DCRG shall in no case exceed Rs.8.00lakhs. |

(c) <u>Death-cum-Retirement Gratuity(DCRG) :-</u>

(d). Payment of Gratuity in respect of employees joining on or after 01.01.2005:-

Employees who have already joined or join on or after 01.01.2005 and are governed under the defined Contribution pension scheme, popularly known as National Pension System (NPS) shall be extended the benefit of Retirement Gratuity and Death Gratuity.

6. <u>Pre-2016 Pensioners</u>:

The Pre-2016 Pensioners including family pensioners shall be allowed to avail pension by multiplying a fraction of 2.57 by their basic pension as on 31.12.2015. The amount so arrived may be regarded as the consolidated pension with effect from 01.01.2016. The minimum pension shall be Rs.8,300/- per month plus T.I. as admissible @ of D.A to the regular employees of Urban Local Bodies from time to time.

(a) The pension as on 31.12.2015 of the pre-2006 pensioners as well as pensioners who have retired during the period from 01.01.2006 to 30.11.2008 and have rendered more than 25 years and above but less than 33 years of qualifying service is to be multiplied with 66 and to be divided by the number completed 6 monthly period of qualifying service he/she has rendered in order to arrive at full pension admissible to him. The figure so arrived shall be compared with and shall be stepped up if required to the amount indicated in col.8 of the concordance table corresponding to the pre-revised pay scale held by the pensioner at the time of his retirement attached as *Annexure-'A'*.

(b) In the cases where the pensioner has rendered qualifying service of less than 25 years but more than 10 years, the amount so arrived at para- (a) above shall be multiplied with nos of completed half year of qualifying service and to be divided by 50 so to arrive at the pension which shall be taken into consideration for further revision on 01.01.2016.

(c) In the cases of pensioners who have retired prior to 01.01.2006 and have completed 33 years or more qualifying service, their pension as on 31.12.2015 shall be compared and if it is found less than the amount indicated in Col. 8 in that case this shall be stepped up to the amount in Col. 8 of the **concordance table** corresponding to the pre- revised pay scale attached to the post held by the pensioner at the time of his/her retirement appended as **Annexure-'A'**.

(d) The amount so arrived at as per above calculation shall be considered as existing pension / exiting family pension for the purpose of revision w.e.f. 01.01.2016.

(e) The existing pension and family pension of all pre-2016 pensioners as on 01.01.2016 shall be revised by multiplying a factor of 2.57. The amount of revised pension / family pension so arrived at shall be rounded off to next higher rupee.

(f) The revised full pension of all pre-2016 pensioners relatable to maximum period of qualifying service i.e. 25 years shall be in no case less than the 50% of the 1^{st} cell of the replacement level in pay matrix shown in *Annexure-'B'* w.e.f. 01.01.2016.

(g) The revised family pension of all pre-2016 family pensioners shall not be less than 30% of the 1st cell of the replacement level in pay matrix of the scale of pay of the post last held by the pensioner at the time of his/her retirement /death shown in **Annexure-'B'.** w.e.f. 01.01.2016.

7. The cost of pension, family pension, T.I. and Gratuity including additional financial liabilities on this account in case of Local Fund Service employees & Non-LFS employees shall be fully borne by the respective Urban Local Bodies of the State.

In case of Non-LFS employees, the concerned ULBs of the state shall continue to contribute 15% of monthly pay and LFS employees at the rate as applicable in case of Govt. servants deputed on foreign service as embodied in Rule-222 of Orissa Service Code read with Appendix-09 thereof towards the cost of pension, family pension and the additional financial liabilities to be accrued for revision of pension, family pension & T.I. etc.

8. The ULBs capable of accommodating the additional liabilities may adopt the revised pension norm and Government will not have any liabilities on this account.

9. The ULBs may make payment of arrear pension depending on their financial capability, but arrear pension should be cleared within a stipulated period of two years from the date of issue of this Resolution.

10. Employees appointed on or after 01.01.2005 shall not be eligible to get this benefit.

11. This resolution shall be deemed to have come into force with effect from 01.01.2016.

12. Consolidated pension / family pension so arrived involving fraction of a rupee shall be rounded off to the next higher rupee.

ORDER

Ordered that the Resolution be published in an Extraordinary issue of the *Odisha Gazette* and forwarded to all Departments of Government / Heads of Department / RDCs / Dist. Magistrates / BMC, Bhubaneswar / CMC, Cuttack / BeMC, Berhampur/ SMC, Sambalpur/ RMC, Rourkela.

<u>Annexure-A</u>

CONCORDANCE TABLE

| SI no | Pay scale w.e.f 01.05.1989 | Pay scale w.e.f 01.01.1996 | Corresponding pay Band and Grade Pay in 6 th Central Pay Commission w.e.f 01.01.2006 | | | Sum of Minimum Pay in the Pay band and | Pension =50% of sum of minimum pay in the Pay Band and Grade Pay/Minimum Pay in the Pay scale as per fitment table w.e.f 01.01.2006 | Family Pension =30% of sum of minimum pay in the Pay Band and Grade Pay/Minimum Pay in the Pay scale as per fitment table w.e.f 01.01.2006 |
|----------|----------------------------------|----------------------------------|---|---|------|--|--|--|
| | | | NamePayGradeGradeof PayScalePayPay/BandImage: ScalePayMinimumImage: ScaleImage: ScaleImag | Grade Pay/ Minimum Pay in the Pay Scale as per Fitment | | | | |
| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| 1 | 750-12- 870-EB- 14-940 | 2550-55- 2660-60- 3200 | 15 | 4440- 7440 | 1300 | 6050 | 3500 | 3500 |
| 2 | 775-12- 871-EB- 14-1025 | 2610-60- 3150-65- 3540 | 15 | 4440- 7440 | 1400 | 6260 | 3500 | 3500 |
| 3 | 800-15- 1010-EB- 20-1150 | 2650-65- 3300-70- 4000 | 15 | 4440- 7440 | 1650 | 6580 | 3500 | 3500 |
| 4 | 825-15- 900-EB- 20-1200 | 2750-70- 3800-75- 4400 | PB-1 | 5200- 20200 | 1800 | 7330 | 3665 | 3500 |
| 5 | 950-20- 1150-EB- 25-1500 | 3050-75- 3950-80- 4590 | PB-1 | 5200- 20200 | 1900 | 7780 | 3890 | 3500 |
| 6 | 975-25- 1150-EB- 30-1660 | 3200-85- 4900 | PB-1 | 5200- 20200 | 2000 | 8060 | 4030 | 3500 |
| 7 | 1080-30- 1440-EB- 30-1800 | 3600-100- 5600 | PB-1 | 5200- 20200 | 2200 | 8900 | 4450 | 3500 |
| 8 | 1200-30- 1560-EB- 40-2040 | 4000-100- 6000 | PB-1 | 5200- 20200 | 2400 | 9840 | 4920 | 3500 |

| 9 | 1350-30- 1440-40- 1800-EB- 20-2200 | 4500-125- 7000 | PB-1 | 5200- 20200 | 2800 | 11170 | 5585 | 3500 |
|----|--|--------------------|------|----------------|------|-------|------|------|
| 10 | 1400-40- 1800-EB- 50-2300 | 4750-125- 7500 | PB-2 | 9300- 34800 | 4200 | 13500 | 6750 | 4050 |
| 11 | 1400-40- 1600-50- 2300-EB- 60-2600 | 5000-150- 8000 | PB-2 | 9300- 34800 | 4200 | 13500 | 6750 | 4050 |
| 12 | 1600-50- 2300-EB- 60-2660 | 5300-150- 8300 | PB-2 | 9300- 34800 | 4200 | 14060 | 7030 | 4218 |
| 13 | 1640-60- 2600-EB- 75-2900 | 5500-175- 9000 | PB-2 | 9300- 34800 | 4200 | 14430 | 7215 | 4329 |
| 14 | 1800-60- 2400-EB- 75-3000 | 5900-200- 9700 | PB-2 | 9300- 34800 | 4200 | 15180 | 7590 | 4554 |
| 15 | 1700-60- 2300-EB- 75-3200 | 5700-200- 9900 | PB-2 | 9300- 34800 | 4200 | 14810 | 7405 | 4443 |
| 16 | 2000-60- 2300-EB- 75-3200 | 6500-200- 9900 | PB-2 | 9300- 34800 | 4200 | 16290 | 8145 | 4887 |
| 17 | 2000-60- 2300-EB- 75-3200- 100-3500 | 6500-200- 10500 | PB-2 | 9300- 34800 | 4600 | 16690 | 8345 | 5007 |
| 18 | 2200-75- 2650-EB- 75-3100- 100-3500 | 7300-200- 10500 | PB-2 | 9300- 34800 | 4600 | 18180 | 9090 | 5454 |
| 19 | 2200-75- 2650-EB- 75-3100- 100-3700 | 7300-200- 10900 | PB-2 | 9300- 34800 | 4600 | 18180 | 9090 | 5454 |

| 20 | 2200-75- 2800-EB- 100-4000 | 8000-275- 13500 | PB-2 | 9300- 34800 | 5400 | 20280 | 10140 | 6084 |
|----|---|---------------------|------|-----------------|------|-------|-------|-------|
| 21 | 2200-75- 2800-EB- 100-4000 | 8000-275- 13500 | PB-3 | 9300- 39100 | 5400 | 21000 | 10500 | 6300 |
| 22 | 2350-75- 2800-EB- 100-3700- 125-4200 | 8000-275- 13500 | PB-3 | 15600- 39100 | 5400 | 21000 | 10500 | 6300 |
| 23 | 2800-100- 3600-EB- 125-4350 | 9350-325- 14550 | PB-3 | 15600- 39100 | 6600 | 23900 | 11950 | 7170 |
| 24 | 3000-100- 3600-EB- 125-4500 | 10000- 325-15200 | PB-3 | 15600- 39100 | 6600 | 25200 | 12600 | 7560 |
| 25 | 3200-100- 3700-125- 4700 | 10650- 325-15850 | PB-3 | 15600- 39100 | 6600 | 26410 | 13205 | 7923 |
| 26 | 3700-125- 4700-150- 5000 | 12000- 375-16500 | PB-3 | 15600- 39100 | 7600 | 29920 | 14960 | 8976 |
| 27 | 4500-150- 5700 | 14300- 400-18300 | PB-4 | 37400- 67000 | 8700 | 46100 | 23050 | 13830 |
| 28 | 4800-150- 5700-200- 6300 | 15100- 400-19500 | PB-4 | 37400- 67000 | 8800 | 48490 | 24245 | 14547 |
| 29 | 5100-150- 5700-200- 6500 | 16400- 450-20450 | PB-4 | 37400- 67000 | 9000 | 48690 | 24345 | 14607 |

<u>Annexure-B</u> Pay Matrix

First Schedule

| Pay Band | Grade Pay | Level | 1 st Cell | Minimum Pension | Minimum Family Pension |
|-----------------|---------------------|-------|----------------------|--------------------|------------------------------|
| 4750- 14680 | 1300,1400,1650,1700 | 1 | 16600 | 8300 | 4980 |
| 4930- 14680 | 1775 | 2 | 17200 | 8600 | 5160 |
| | 1800 | 3 | 18000 | 9000 | 5400 |
| 5200- | 1900 | 4 | 19900 | 9950 | 5970 |
| 20200 | 2000 | 5 | 21700 | 10850 | 6510 |
| | 2200 | 6 | 23600 | 11800 | 7080 |
| | 2400 | 7 | 25500 | 12750 | 7650 |
| | 2800 | 8 | 29200 | 14600 | 8760 |
| 0200 | 4200 | 9 | 35400 | 17700 | 10620 |
| 9300- 34800 | 4600 | 10 | 44900 | 22450 | 13470 |
| | 4800 | 11 | 47600 | 23800 | 14280 |
| | 5400 | 12 | 56100 | 28050 | 16830 |
| 15600- | 5400 | 12 | 56100 | 28050 | 16830 |
| 39100 | 6600 | 13 | 67700 | 33850 | 20310 |
| | 7600 | 14 | 78800 | 39400 | 23640 |
| 37400- 67000 | 8700 | 15 | 123100 | 61550 | 36930 |
| 07000 | 8800 | 16 | 127100 | 63550 | 38130 |
| | 9000 | 17 | 135100 | 67550 | 40530 |

Para-6(a)

ILLUSTRATION-1 (Qualifying service more than 25 years but less than 33 years)

An employee retired on 31.08.2005 rendering 32 years of qualifying service in the scale of pay Rs.7,300-200-10,500 placed at column 3 in concordance table of Annexure-A. His last pay at the time of superannuation is Rs.8,500/- resulting a pension amounting Rs.4,121/- on prorata basis as on 31.12.2005 where qualifying service was 33 years for full pension.

a) His revised pension on 01.01.2006 is as follows :-

Rs.4,121/-(Basic pension) *1.86+40% of the Basic Pension-

i.e. Rs.7,665/-+Rs.1,648 =Rs.9,313/- is the Basic Pension as on 01.01.2006.

b) As per new arrangement his pension shall be

(Rs.9,313 * 66)/64=Rs.9,604/-

The above calculation comes under serial no.18 of the concordance table since he has been retired in the scale of pay which starts with Rs.7,300/- and ends with Rs.10,500/- and comes under PB-2 with Grade Pay Rs.4,600/-.

Now the above said calculation for pension shall be compared with the amount shown in column 8 corresponding to Sl.no.18. The figure shows the amount Rs.9,090/-.

The pension computed is Rs.9,604/- which is greater than the figure shown in column 8 i.e Rs.9,090/-.

Hence the amount Rs.9,604/- shall be multiplied by the factor of 2.57 to arrive at the revised pension=Rs.9,604*2.57=Rs.24,682/- as on 01.01.2016.

ILLUSTRATION-2

An employee retired on 30.06.1993 rendering 27 years of qualifying service was getting Rs.2,986 on prorata basis on 01.01.1998 in corresponding scales shown in column 3 relatable to SI. No.18 in concordance table at Annexure-A.His revised pension as on 01.01.2006 shall be as follows:-

- a) Rs.2,986*1.86+40% of the basic pensioni.e. Rs.5,554+Rs.1,194=Rs.6,748/- as on 01.01.2006.
- b) As per new arrangement his pension shall be recalculated by taking 25 years as qualifying service for full pension Rs.6,748*(66/54)=Rs.8,247.55/- or say Rs.8,248/-.
- c) Now the amount computed above shall be compared to the figure shown in column 8 relating to SI.No.18 of the concordance table at Annexure-A. The amount in column 8 of the concordance table is greater than the amount so arrived above calculation i.e. the amount Rs.9,090/- should be taken as pension on 01.01.2006 which shall further be revised by multiplying a factor of 2.57 i.e. Rs.9,090*2.57=Rs.23,361.30/- or say Rs.23,361/- revised pension as on 01.01.2016.

<u>Para-6(b)</u>

ILLUSTRATION-3 (Qualifying service less than 25 years but more than 10 years)

An employee retired on 31.12.1995 rendering 23 years of qualifying service was getting Rs.1,115/- availing revision of pension on 01.01.1996 inherited from column 3. relates to SI. No.6 of concordance table at Annexure-A.

At first instance his pension should be determined as on 01.01.2006 which is as follows:-

a) Basic pension *1.86 + 40% of the Basic pension Rs.1,115/-

=Rs.2,074+Rs.446=Rs.2,520/-Now the amount shall be recalculated in the process at Para-6(a) i.e. Rs.2,520*(66/46)=Rs.3,615/-

Further, it should be compared with the amount shown in column-8 relating to SI. No.6 which is upgraded to Rs.4,030/- since it is more than the above calculated amount of Rs.3,615/-

Further, it would be reduced as per the qualifying service provision in para-6(b). i.e.Rs.4,030*(46/50)=Rs.3,707.60 or say Rs.3,708/-.

Now the amount so arrived shall be taken an Basic pension as on 01.01.2006 for further revision as on 01.01.2016 by multiplying a factor of 2.57 i.e. Rs.3,708*2.57=Rs.9,529.26 or say Rs.9,530/-.

<u> Para-6(c)</u>

<u>ILLUSTRATION-4</u>(Qualifying service 33 years or more)

An employee retired on 31.08.1999 rendering 33 years of qualifying service was getting pension @Rs.6,000/- PM inherited from scale of pay of Rs.12,000-375-16500 as shown in column 3. relating to SI. No.26 of concordance table at Annexure-A.

His pension was revised on 01.01.2006 as follows:-Basic pension Rs.6,000*1.86 +40% of basic pension =Rs.11,160 +Rs.2,400=Rs.13,560/-. Now it should be compared with the amount shown in column 8 relating to sl.no.26 of concordance table at Annexure-A. The amount (Rs.14,960) is found greater than the amount arrived on above calculation.

The amount shown in column.8 relatable to sl. No.26 is Rs.14,960/-.

Hence, the amount Rs.14,960/-. should be taken as basic pension as on

01.01.2006 which may be further revised by multiplying a factor of 2.57.

i.e. Rs.14,960*2.57=Rs.38,447.20/- or say Rs.38,447/-.

The revised pension on 01.01.2016 is Rs. 38,447/-.

By Order of the Governor

SANGRAMJIT NAYAK Director Municipal Administration.