



UTTAR HARYANA BIJLI VITRAN NIGAM LIMITED

(A Govt. of Haryana Undertaking)

OFFICE OF Financial Advisor (HQs),

Room No. UH-361, Shakti Bhawan, Sector 6, Panchkula (Haryana)

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Memo No.: 1655 /FA/HQ/F&B/UH- 352/V-II

Dated: 12.02.2020

To

All Drawing and Disbursing Officers,
In UHBVN.

Subject: Clarification on commutation of pension-Restoration thereof.

A copy of the letter No.2/51/2008-1 Pension dated 10.05.2011/07.06.2011 issued by the Principal Secretary to Government Haryana, Finance Department regarding Clarification on commutation of pension-Restoration thereof is sent herewith for reference and further necessary action.

A copy of these orders is also available on the website which can be downloaded from the site of the Nigam i.e www.uhbvn.org.in

This issue with the approval of Whole Time Directors in its meeting held on 08.01.2020 from retrospective date i.e 17.04.2009.

DA/As above

12/02/2020
Accounts Officer/F&B,
UHBVNL, Panchkula.

Endst No.: 1655 /FA/HQ/F&B/UH- 352/V-II

Dated: 12.02.2020

Copy of the above is forwarded to the following for information and necessary action please:

1. SPS to Chairman-cum-Managing Director, UHBVNL/DHBVNL, Panchkula for the kind information of Chairman-cum-Managing Director please.
2. SPS to Director/Vigilance, HPU, Panchkula.
3. SPS to Director/Operation, UHBVN, Panchkula.
4. SPS to Director/Project, UHBVN, Panchkula.
5. L.R., HPU, Panchkula.
6. Chief Accounts Officer, UHBVN, Panchkula w.r.t his office memo no 2919/CAO/UH/Pen-5/Instruction dated 31.01.2020.
7. The Company Secretary, UHBVN, Panchkula w.r.t his office memo no 2546/Whole Time Directors/UH/08.01.2020 (203.4) dated 13.01.2020.
8. The Secretary, BBMB, Sector 19-B, Chandigarh.
9. All Sr. AOs / Under Secretaries / Administrative Officers in UHBVN.
10. XEN/IT, UHBVNL, Panchkula. He is requested to upload this order on the website of UHBVN.
11. The Public Relation Officer, UHBVN, Panchkula.
12. President, HSEB Workers Union, Head Office, Bhiwani (Regd. No. 292).
13. President All Haryana Power Corporations Worker Union, Head Office, Hisar. (Regd. No. 1308).
14. President Haryana Power Engineers Association (Regd. No. 55/2006-07 Hisar)
15. President Haryana Power Utility Talmel Committee (HPC SC/T&BC Employees Union (Regd. No. 417).
16. President Haryana Bijli Board Karamchari Parishad HO Gurgaon.
17. President Haryana Power Utilities Accounts Association (Regd. No. 00153) (HO) Rohtak
18. President H.S.E.B Diploma Engineers Association (Regd. No. 558).
19. President Haryana Bijli Pensioners Welfare Association, HO, Rohtak (Regd. No. 176)

12/02/2020
Accounts Officer/F&B,
UHBVNL, Panchkula.

Haryana Government
Finance Department
Notification

Dated 10th May, 2011

No. 2/51/2008-IPension.- Whereas, the Government of Haryana is broadly following the Central Government pattern in the matter of pay scales for its employees with effect from 1986 and further revised the pay scale with effect from 1st January, 1986, 1st January, 1996 and 1st January, 2006 as per the recommendations of various Central Pay Commission. Similarly the pensionary benefits have also been allowed broadly on the Central pattern and pension of the Haryana Government pensioners had been revised accordingly w.e.f. 1st January, 1996 and also w.e.f. 1st January, 2006 vide notification No. 2/51/2008-IPension, dated 17th April, 2009.

And whereas the State Government vide its notification No. L/2/8/98-2FR-II, dated 4th March, 2003 increased the period of restoration of commuted value of pension from 12 years to 15 years on the basis of Hon'ble Supreme Court judgement dated 9th December, 1986 in Writ Petition No. 3958-61 of 1983 and according to the modified provisions of Central Civil Services (Commutation of Pension) Rules, 1981. The State Government also made a provision vide said notification dated 4th March, 2003 that in case of pre-mature retirement or compulsory retirement, wherever commutation is permissible, the commuted portion of pension shall be restored after surrender of the value of commutation together with notional simple interest to be calculated @ 8.1% per annum by reducing balance method. As per provisions of rule 15(b) of the notification No. 2/51/2008-IPension, dated 17th April, 2009, the existing table of Commutation Value for Pension have been substituted by the new Table as at Annexure-1 of the above said notification dated 17th April, 2009. The factor mentioned in column of commutation value expressed as number of years purchased and age next birthday is ranging from 20 years to 81 years and factor available is 9.188 to 4.611, whereas, in the existing Table under rule 11.5 of Punjab CSR Volume-II at Annexure to Chapter 11 consisting of corresponding factor between the age of 20 years to 81 years is 19.01 to 3.94. The State Government has observed that by charging of notional interest on commuted value of pension in case of pre-mature retirement, as in case of early age retirement, even the principal amount, which was advanced to the retiree as commutation is higher than commuted amount of employee who retired on superannuation i.e. at the age of 58 years and less interest amount is recovered in case of pre-mature basis i.e. voluntary retirement, compulsory and invalid retirement. For example:-

Retirement at the age of 50 years (On Voluntary)	Retirement at the age of 58 years (On Superannuation)
After completion of 28 years of qualifying service	After completion of 28 years of qualifying service
Sanctioned Pension ₹ 10,000 p.m.	Sanctioned Pension ₹ 10,000 p.m.
Commuted amount ₹ 4,000 @ 40% of pension	Commuted amount ₹ 4,000 @ 40% of pension
Factor as per new commutation table i.e. 8.808	Factor as per new commutation table i.e. 8.371
Commutation amount = $8.808 \times 4000 \times 12 = 422784$	Commutation amount = $8.371 \times 4000 \times 12 = 401808$
Recovery installments = $422784/4000 = \text{Say} = 106 \text{ Inst.}$	Recovery installments = $401808/4000 = \text{Say} = 100 \text{ Inst.}$
Intt. $106 \times 107 \times 4000 \times 8.1 = 153117$	Total amount recovered $4000 \times 12 \times 15 = 720000$
Instalments of Intt. $\frac{153117}{4000} = 38$	Principal = 401808 Intt. $720000 - 401808 = 318192/4000 = 79.54$ Says 80 Inst.
After recovering full value of commuted pension with notional simple interest @ 8.1	After 15 years of commutation.
Total Inst. $106 + 38 = 144$ of ₹ 4000 each $144/12 = 12$ years	Total Inst. $100 + 80 = 180$ of ₹ 4000 each says 15 years
Amount recovered = ₹ 5,75,901	Amount recovered = ₹ 7,20,000

Now, therefore, in exercise of the powers conferred by the proviso to article 309 of the Constitution of India, the Governor of Haryana hereby makes the following rules further to amend the Punjab Civil Services Rules Volume-II as applicable to the State of Haryana, namely:-

- (1) These Rules may be called the Punjab Civil Services Rules, Volume-II (Haryana Amendment)

(2) They shall come into force with effect from the 17th April, 2009, for the Government employee retired/retiring from Government service on or after 17th April, 2009.

2. In the Punjab Civil Services Rules, Volume-II in Rule 11.1 for the sub-rule (1) the following sub-rule shall be substituted namely:-

- (1) A Government employee, on superannuation/pre-mature retirement, shall be entitled to commute for lump sum payment a fraction not exceeding 40% (forty percent) of his pension. The fraction of pension so commuted on retirement i.e. superannuation/pre-mature retirement shall, however, be restored to him on completion of 15 years from the date of retirement or 15 years from the actual receipt of commutation value, whichever is later.

AJIT M. SHARAN
Financial Commissioner and Principal Secretary
to Government Haryana, Finance Department.

No. 2/51/2008-1 Pension

Dated, Chandigarh the 7-6-2011

A copy is forwarded to the following for information and necessary action:-
1. All Head of Departments, Commissioners of Divisions, All Deputy Commissioners and Sub-Divisional Officers (Civil) in Haryana.
2. The Registrar, Punjab and Haryana High Court, Chandigarh.

Rosindya
Under Secretary Finance (Pension)
for Financial Commissioner and Principal Secretary,
to Government, Haryana, Finance Department.

Encls No. 2/51/2008-1 Pension

Dated, Chandigarh the 7-6-2011

A copy alongwith 10 spare copies is forwarded to Accountant General (A&E) Haryana, Chandigarh for information and necessary action.

Rosindya
Under Secretary Finance (Pension)
for Financial Commissioner and Principal Secretary,
to Government, Haryana, Finance Department.

No. 2/51/2008-1 Pension ✓

Dated, Chandigarh, the 7-6-2011

A copy is forwarded for information and necessary action to:-

1. All the Financial Commissioner and Principal Secretaries to Govt. Haryana.
2. All Administrative Secretaries to Government Haryana.

Rosindya
Under Secretary Finance (Pension)
for Financial Commissioner and Principal Secretary,
to Government, Haryana, Finance Department.

To:

1. All the Financial Commissioner and Principal Secretaries to Govt. Haryana.
2. All Administrative Secretaries to Government Haryana.

U.O. No. 2/51/2008-1 Pension
Encls No. 2/51/2008-1 Pension

Dated, Chandigarh the 7-6-2011
Dated, Chandigarh the 7-6-2011

A copy is forwarded to the In-charge, Computer Cell, Finance Department for placing it on the official website of Finance Department.

Rosindya
Under Secretary Finance (Pension)
for Financial Commissioner & Principal Secretary,
to Government Haryana, Finance Department.