ALL UNIONS AND ASSOCIATIONS OF BSNL (AUAB)

No: UA/2017/26 26.12.2018

To

The Secretary (Telecom),
Department of Telecommunications,
Ministry of Communications,
Sanchar Bhavan, 20, Ashoka Road,
New Delhi-110 001.

Respected Madam / Sir,

Sub:-<u>Pension Contribution on actual basic pay instead of maximum of the pay scale – early reply to the clarification sought by Dept of Expenditure, Ministry of Finance on the methodology reg:</u>

The All Unions and Associations of BSNL (AUAB) extremely grateful to your goodself and DoT for making a very positive recommendation to Dept of Expenditure, Ministry of Finance for making Pension Contribution on actual basic pay instead of maximum of the pay scale for the BSNL employees absorbed from DoT, as assured by the Hon Minister. DoT made the recommendations based on the DoP&T Order No. 2/34/2008-Estt. (Pay II) dated 19.11.2009 issued in super session of OM dated 15.05.2000 as per the recommendations of 6th CPC. Government revised order relating to pension contribution payable w.e.f 01.01.2006, the date of implementation of 6th CPC. The pension to the employees absorbed in BSNL is paid by the Government vide provisions under Rule-37 A and the pension contribution is paid under the provisions of FR 116.

It is understood that last week, Dept of Expenditure sought some clarifications in this regard on the methodology of payment of pension contribution by BSNL and the effective date. Since the revision of pay scales has taken place w.e.f. 01.01.2007 in BSNL, naturally the date of effect of the above OM will be from 01.01.2007. Considering the financial condition of BSNL, the excess payment of about Rs 2200 Crores paid by BSNL since 2007 as Pension Contribution may be refunded to BSNL

A suitable reply in this regard may be sent to Dept of Expenditure immediately, facilitating DoE to take a positive decision in this regard at the earliest as assured by the Hon Minister.

Yours Sincerely,

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(c.S. NFTE

Copy to: (1) The PS to Hon Minister of State for Communications, New Delhi – 01

(2) Member (Fin), Telecom Commission, DoT, New Delhi – 110001

(3) Additional secretary, DoT, New Delhi – 110001.

(4) The Chairman & Managing Director, BSNL, New Delhi – 110001.

(5) The Director (HR), BSNL Board, New Delhi - 110001

(6) The GM (SR), BSNL Corporate Office, New Delhi - 110001