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GOVT OF NCT OF DELHI, DELHI JAL BOARD
OFFICE OF THE DY DIR. (F&A)-III

VARUNALAYA PH II, JHANDEWALAN, K.BAGH, N.DELHI -05

No-DJB/Pr.AO(NPS)/PFRDA/2013/ 42575

Dated - ~~12-4-13~~
15-4-13

CIRCULAR

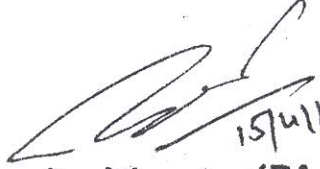
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Subject - Clarification regarding certain doubts/query pertaining To National Pension System(NPS).

The undersigned is directed to seek the clarification regarding Certain doubts/query pertaining to the National Pension System(NPS), as sought by the various PAOs(AOs)/AAOs. These issues have been examined by the PFRDA & according the same are hereby being issued/Circulated to all concerned & further necessary action accordingly.

This issue with the approval of Competent Authority.

Encl:- As above.


15/4/13
Dy Director(F&A) III

All EEs(DDOs)/AOs(PAOs)/AAOs.

Copy forwarded to:-

1. PS to CEO(DJB) for kind information please.
2. Member(Admn.) -----do-----.
3. CE's/SEs-----do-----.
4. Dir(A&P)/Dir(F&A)-----do-----.
5. Jt Director's/Dy Director's/AC's.---do----
6. AO(NPS)/AAO(NPS)/Mr.Vinod K.(Consultant I.T)/ Mr.Prabhat/Mr.Sanjay/
Mr.Vivek C/o EDP Cell(for uploading in DJB website).
7. Mrs.Veena Dutta, HC (NPS)/ Mr.Rahul Bhatti, HC(NPS)/ Mr.Manoj Dhama,
DEO (NPS)

GE EDP
Sanjay


15/4/13
Dy Director(F&A)- III

EXECUTIVE ENGINEER (EDP)
DIARY No. 1046
DATE 23/4/13

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Subject:-Seeking Clarification regarding certain doubts/ quarries pertaining to NPS.

Sir,

Q1. An employee /subscriber to whom PRAN Card is not issued and died however his subscription had been deducted and deposited with the department. What is payable amount with or without interest as admissible?

Ans:- Point No. 1 – NPS rules would be applicable from the time the contributions/ subscriptions are received by our CRA into the NPS system. Since, as per the question the funds are not yet received by NPS, the concerned department has to take the appropriate decision basing on the guidelines in this regard at their end. PFRDA do not have any comments to offer on payment of interest.

Q2. In case of regularization of employee with retrospective effect can his subscription be recovered from the date of his regularization e.g. in case of an employee is given appointment in 2012 with regularization of his service retrospectively w.e.f. 01-04-05? It may be clarified as to whether his subscription is mandatory for recovery since the date of his regularization w.e.f. 01.04.2005 under NPS or it is optional for subscriber?

Ans. Point No. 2 – As per Govt. of India notification on NPS, NPS and concomitant deductions towards NPS are mandatory for all employees who joined on or after 01.01.2004. Hence you may take appropriate decision in this regard basing on the date of joining as per the official record on date from which the employee is recognized as having joined the service.

Q3. If an employee tendered his technical resignation, what will be mode and kind of action towards his contribution including rate of interest under NPS?

Ans. Point No. 3- If the employee is covered/ eligible to be covered under NPS prior to giving the technical resignation, the contributions need to be paid into the NPS account at the place of new employment as NPS is completely portable. However PFRDA do not have any comments to offer on payment of interest.

Q4. Whether any deduction made under Tier-II prior to switchover NPS with PFRDA/NSDL/CRA in respect of subscriber, is refundable or payable to the subscriber? How to deal with such type of cases?

Ans. Point No. 4 – NPS rules would be applicable from the time the contributions/ subscriptions are received by our CRA into the NPS system. Since, as per the question the funds are not yet received by NPS, you may take appropriate decision at your end. However, it may be noted that the amounts contributed towards Tier II can be withdrawn at any point of time under NPS.

Q5. What action is to be taken in case of the Family Pension (Provisional) is being paid to the widow of the employee those were covered under NPS.

Q6. Whether the Family Pension payable in case of employee expired after enforcement of NPS, since Jan,2013

Ans. Point No. 5 & 6 – The subject of family pension is out of scope of NPS and you may take appropriate decision on the matter at your end. However, if contributions are deposited with NPS system, then the subscriber's nominee / legal heirs need to claim them from NPS through the concerned PAO/DDO with NSDL.

Regards

Sd/-
Sachin Joneja

(Manager) P.F.R.D.A.

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	Query	Clarification
1	Payment on resignation /removal	Notification dated 22-12-2003 has stipulated that Individuals can normally exit at or after 60 years. At exit, the individual would be mandatorily required to invest 40% of pension wealth to purchase an annuity. The individual would receive a lump-sum of the remaining pension wealth. Individuals would have the flexibility to leave the Pension system prior to age 60. However, in this case, the mandatory annuitization would be 80% of the pension wealth. Hence, the present provisions will continue. No change has been made.
2	Suspension Cases	<ul style="list-style-type: none">• Every subscriber shall subscribe monthly to the NPS when on duty or Foreign Service but not during a period of suspension.• On exoneration or otherwise, the amount of subscription shall be the emoluments to which he was entitled on the first day after his return to duty.• If a subscriber elect to pay arrears of subscriptions in respect of a period of suspension, the emoluments or portion of emoluments which may be allowed for that period on reinstatement, shall deemed to be emoluments drawn on duty.
3	HPL Cases	The subscription of the employer and government would be restricted to that proportionate to leave salary.
4	EOL Cases(Including on medical grounds)	Since no salary is drawn during this period, no contribution either from government employee or government would be payable.

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L/R/No. 1450/PFRDA/23/1/09

No. 1(2)/EV/2008
Government of India
Ministry of Finance
Department of Expenditure

New Delhi, the 19th January, 2009

OFFICE MEMORANDUM

The undersigned is directed to refer to the meeting held on 17-12-2008 to discuss the various issues requiring clarifications on NPS as sought by various Accounting Organizations. These issues have been examined in the Department of Expenditure in consultation with PFRDA, D/o Pension & Pensioners Welfare and D/o Financial Services.

- 2. The clarifications to these issues are now enclosed for necessary action.

Encl: As above.

M. Sahay
(Mahoj Sahay)
Director

To

- 1. Mr. V.N. Kaila, CGA
- 2. Ms Bulbul Ghosh, CGDA
- 3. Ms Sudha Choube, Financial Commissioner, Railways,
- 4. Ms. Soma Roy Burman, CC(Pensions)
- 5. Mr. B.B. Singh, Dy. Director General(PAF)
- ✓6. PFRDA

BM (AR)

P.T.

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No. 38/41/06/P&PW(A)
Government of India
Ministry of Personnel Public Grievances and Pensions
Department of Pension and Pensioners Welfare

Lok Nayak Bhawan,
Khan Market, New Delhi-110 003
Dated 5th May, 2009

OFFICE MEMORANDUM

Sub: Additional Relief on death/disability of Government servants covered by the new Defined Contribution Pension System (NPS)

The undersigned is directed to say that the pension of the Government servants appointed on or after 1.1.2004 is regulated by the new Defined Contribution Pension System (known as New Pension Scheme), notified by the Ministry of Finance (Department of Economic Affairs) vide their O.M. No. 5/7/2003-ECB 2 PR dated 22.12.2003.

2. On introduction of the New Pension Scheme, among others, the Central Civil Services (Pension) Rules, 1972 and the Central Civil Services (Extraordinary Pension) Rules were amended on 30.12.2003. Under the amended Rules, the benefits of Invalid Pension/Disability Pension and Family Pension/Extraordinary Family Pension/Liberalized Pensionary Award relief are not available to the Government servants appointed on or after 1.1.2004.

3. Ministry of Finance (Department of Economic Affairs) has subsequently clarified that the New Pension Scheme is a replacement for only pension under normal circumstances and family pension in case of death of employees after retirement.

4. A High Level Task Force (HLTF) constituted by the Government has recommended certain additional benefits that can be provided on death or discharge on invalidation/disability of a Government servant covered by the New Pension Scheme. It is likely to take some time before the Rules regulating these benefits under the New Pension System are put in place.

5. Meanwhile, considering the hardships being faced by the employees appointed on or after 1.1.2004 who are discharged on invalidation/disablement and by the families of such employees who have died during service since 1.1.2004, the President is pleased to extend the following benefits to Central Civil Government Servants covered by the New Pension Scheme, on provisional basis till further orders:

- (i) Retirement from Government service on invalidation not attributable to Government duty:

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- (i) Invalid Pension calculated in terms of Rule 38 and Rule 49 of the Central Civil Services (Pension) Rules, 1972.
 - (ii) Retirement gratuity calculated in terms of Rule 50 of the Central Civil Services (Pension) Rules, 1972.
- (II) Death in service not attributable to Government duty :
- (i) Family Pension (including enhanced family pension) computed in terms of Rule 54 of the Central Civil Services (Pension) Rules, 1972.
 - (ii) Death gratuity computed in terms of Rule 50 of the Central Civil Services (Pension) Rules, 1972.
- (III) Discharge from Government service due to disease/injury attributable to Government duty
- (i) Disability Pension computed in terms of the Central Civil Services (Extraordinary Pension) Rules.
 - (ii) Retirement gratuity computed in terms of the Central Civil Services (Extraordinary Pension) Rules read with Rule 50 of the Central Civil Services (Pension) Rules, 1972.
- (IV) Death in service attributable to Government duty:
- (i) Extraordinary Family Pension computed in terms of Central Civil Services (Extraordinary Pension) Rules and Scheme for Liberalised Pensionary Awards.
 - (ii) Death gratuity computed in terms of Rule 50 of the Central Civil Services (Pension) Rules, 1972.

The employee/ his family will also be paid Dearness Pension/Dearness Relief admissible from time to time in addition to the above benefits, on provisional basis.

6. The above provisional payments will be adjusted against the payments to be made in accordance with the Rules framed on the recommendations of the HLTF and recoveries, if any, will be made from the future payments to be made on the basis of those rules.

7. The recommendations of the HLTF envisage payment of various benefits on death/discharge of a Government employee after adjustment of the monthly-annuitised pension from the accumulated funds in the NPS Account of the employee. Therefore, no payment of monthly-annuitised pension will be made to the employee/family of the employee during the period he/she is in receipt of the provisional benefits mentioned in para 5 above.

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8. In cases where, on discharge/death of the employee, the amount of accumulated funds in the NPS Account have been paid to the employee/family of the employee, the amount of monthly-annuitised pension from the date of discharge/death will be worked out in accordance with the rules/regulations to be notified by the Department of Financial Services/PFRDA and the same will be adjusted against the payment of benefits/relief after the notified rules in this respect are in place.

9. These instructions will be applicable to those Government servants who joined Government service on or after 1.1.2004 and will take effect from the same date i.e. 1.1.2004.

10. This Order issues with the concurrence of Ministry of Finance (Department of Expenditure) vide their U.O. No. 127/EV/2009 dated 13.4.2009.



(M.P. Singh)
Director

1. All Ministries/ Departments of Government of India.
2. As per standard mailing list

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27/11

No.11/25/2011-PR
Government of India
Ministry of Finance
Department of Financial Services

Jeevan Vihar Building, Parliament Street,
New Delhi, dated the 25th January, 2012.

OFFICE MEMORANDUM

Subject: Release of the accumulation in Defined Contribution Pension Scheme in Tier-I under New Pension Scheme.

The undersigned is directed to refer to Cabinet Secretariat's O.M. No. 171/2008-EA-I-3990 dated 23.12.2011 on the above captioned subject and to say that there is no provision of withdrawal under NPS on premature exit from NPS except the mandatory annuitisation principle of 40% annuitisation at an age of sixty and 80% annuitisation before the age of sixty.

In the case of Technical Resignation, it is stated that, since, the NPS pension account is "portable" meaning thereby that a NPS pension account could be maintained even when the Government servant moves from one Department / Organisation of the Government to the other or to the private sector, or vice-versa. The pension account under NPS could be moved along with him. So, no withdrawal in case of "technical resignation" is recommended and the balance outstanding in their personal retirement account along with PRAN may be carried forward.

(Surinder Kaur)
Under Secretary to the Govt. of India

Cabinet Secretariat
Shri Sumati Kumar, Director (CS)
Bikaner House (Annexe)
Shahjahan Road
New Delhi.

Copy to:

1. Director (Admn.), Department of Expenditure, North Block, New Delhi
2. Chairman, PFRDA, ICADR Building, Vasant Kunj, New Delhi.

(Surinder Kaur)
Under Secretary to the Govt. of India