

**GOVERNMENT OF PUDUCHERRY
DIRECTORATE OF ACCOUNTS AND TREASURIES**

No.DAT/Pen/B2/Cir-II/2021

Puducherry, dated 11-2-2022

CIRCULAR

Sub: DAT – Pension-II – Calculation of monthly contribution towards cost of
Pension payable during foreign service – Reg.

Ref: I.D Note/Office Memorandum No.A.35011/1/2002/DPAR/CCD(2), dated
23.8.2021 of the Under Secretary to Government, DP&AR (PW), Puducherry.

Consequent upon implementation of the recommendations of 7th CPC, Government of India has issued revised instructions on the calculation of monthly contributions towards the cost of Pension Contribution payable during foreign service vide OM No.2/9/2017-Estt(Pay-II), dated 09.10.2020, communicated by the Department of Personnel & Administrative Reforms (Personnel Wing), Puducherry vide reference second cited.

As per the decision of Government of India, the following amendments were communicated:

1. The Pension Contribution payable in respect of a Government Employee during the active period of his foreign service shall be based on the basic pay in the level (in pay Matrix) of the post held by him/her at the time of proceeding on foreign service and in case of grant of Proforma promotion / financial upgradation while on foreign service, the same shall be based on basic pay in the Level (in Pay Matrix) fixed on such Proforma promotion/financial upgradation.
2. In respect of Government employees covered by the NPS, during the active period of foreign service w.e.f 01.01.2016, the rate of monthly Pension contribution is fixed @ 24% of basic pay in the level (in Pay Matrix) of the post held by him/her at the time of proceeding on foreign service plus DA admissible on such basic pay (i.e. employee's contribution @ 10%, employer's contribution @ 10% and contribution by employer for gratuity @ 4%). However, consequent to revision of Government's contribution for NPS from 10% to 14% w.e.f. 01.04.2019 vide Department of Financial Service Notification dated 31.01.2019, the monthly Pension Contribution for Government employees covered by the NPS w.e.f. 01.04.2019 will be 28% of basic pay in the level (in Pay Matrix) plus DA of the post held by him/her which will include employee's contribution @ 10%, employer's contribution @ 14% and contribution by employer for gratuity @ 4%. In case of grant of Proforma promotion/financial up-gradation while on foreign service, the same shall be based on basic pay in the level (in Pay Matrix) fixed on such Proforma promotion/financial up-gradation.
3. In respect of the employees covered under the Old Defined Benefit Pension Scheme, the rate of monthly contribution of pension during the active period of foreign service is fixed at 14% of basic pay in the level (in Pay Matrix) of the post held by him/her at the time of proceeding on foreign service plus DA admissible on such basic pay during foreign service w.e.f 01.01.2016. The monthly contribution of pension during the active period of foreign service w.e.f 01.04.2019 will be 18% of the basic pay in Pay Matrix of the post held by the Officer at the time of proceeding on foreign service plus DA admissible on such basic pay. In case of grant of Proforma promotion/financial up-gradation while on foreign service, the same shall be based on basic pay in the Level (in Pay Matrix) fixed on such Proforma promotion/financial up-gradation.
4. The revised rates will be effective from 01.01.2016. In respect of persons who are already on foreign service as on 01.01.2016, the pension contribution will be calculated at the above rates on the revised pay as per 7th CPC from the date which they opt to come over to the revised pay structure after implementation of 7th CPC recommendations, in their parent cadres. For the earlier period, the pension contribution will be as per extant orders i.e., the order in force during the period prior to 01.01.2016 from time to time.

.....2..

In this regard, it is observed from the records that Employers share towards Pension Contribution in respect of Government employees covered under NPS during the active period of foreign service has not been received in full.

Therefore, in respect of the employees who proceeded on deputation, the lending Offices/Departments should be ensured that the Pension Contribution for the employees covered under the Old Defined Benefit Pension Scheme as well as employees covered under NPS (both the employee's and employer's contribution) are remitted at the stipulated rates in the respective heads after obtaining the rates/revised rates from this Directorate. In case of any shortfall, necessary arrangements may be made to get remitted the amount by the borrowing Department's to the following Heads of Account. The remittance chalans have to be sent to this Directorate along with Service Book of the official concerned for making necessary entries.

Heads of Account for remittance of Pension Contribution:

PENSION CONTRIBUTION UNDER OLD DEFINED PENSION SCHEME	0071 – Contribution and recoveries towards Pension and other retirement benefits – Subscriptions and Contributions – 01 – Old Defined Benefit Pension Scheme
<u>NPS</u>	8342 – 00 117 01 00 00
(i) EMPLOYEE CONTRIBUTION	8342 – Other Receipts – 117 – Defined contribution Pension Scheme for Government Employees – 01 – Government Servant's Contribution under Tier-1
(ii) EMPLOYER CONTRIBUTION	0071 – Contribution and recoveries towards Pension and other retirement benefits – Subscriptions and Contributions – 02 – National Pension Scheme

As far as Leave Salary Contribution is concerned the Head of Account remains unchanged. Receipt of the circular may kindly be acknowledged.


(S. PRABHAVADY)
DIRECTOR

To

1. All the Heads of Departments/Head of Offices, Puducherry/Karaikal/Mahe/Yanam.
2. The Collector, Karaikal.
3. The Regional Adminstrator, Mahe/Yanam.

Copy to:

1. The Programmer, DAT, Puducherry – with a request to upload in the DAT's website.
2. The Branch Officers, DAT, Karaikal/Mahe/Yanam.
3. The Development Commissioner-cum-Principal Secretary (Finance), Chief Secretariat, Puducherry.