

7. RETIREMENT & PENSION

7.13

Commutation of Pension Table - Revised orders

Finance (Pension) Department

G.O. No. 408

Dated : 31.07.2004

Read :

1. G.O. (Ms) No. 73, Finance (Pension) Department. Dated 19.3.2003
2. G.O. (Ms) No. 135, Finance (Pension) Department. Dated 30.4.2003
3. High Court of Judicature at Madras Judgment dated 23.10.2003 in W.Ps 11228, 11666 to 11668, 18903, 18905 to 18907 of 2003
4. Supreme Court order dated 27.4.2004 in Special Leave Petition (c) Nos. 3648-3651/2004

ORDER

In the Government Order first read above, orders have been issued revising the commutation value table based on an implicit discount rate of commutation of 8% interest and in the Government order second read above, revised Commutation Value Table has been issued. The decisions in the references third and fourth read above have been noted.

2. The Government hereby therefore decided to implement the orders passed by the High Court of Madras. Accordingly they direct that the order issued in the Government order first and second read above shall be cancelled and that the calculation of commutation shall be made as per the commutation value table which existed prior to the issue of the Government order second read above in respect of the employees retiring on or after 1.4.2003 also.

3. In respect of employees who have retired after 1.4.2003, their commutation amount shall be recalculated and the revised authorisation shall be issued by the Accountant General. All the Pension Payment Officers, viz. Pension Pay Officers/ Treasury Officers /Sub - Treasury Officers shall address the Accountant General for the revised commutation calculation in respect of the employees retired on or after 1.4.2003.

(By order of the Governor)

N.NARAYANAN
DEVELOPMENT COMMISSIONER &
PRINCIPAL SECRETARY TO GOVERNMENT

7. RETIREMENT & PENSION

COMMUTION VALUES OF A PENSION OF Re 1/- PER ANNUM

Age next birth day	Commutation value expressed as number of year's of purchase	Commutation value of Re.1 per annum Rs. P.	Age next birth day	Commutation value expressed as number of year's of purchase	Commutation value of Re.1 per annum Rs. P.
1	2	3	1	2	3
17	19.28	231.36	52	12.66	151.92
18	19.20	230.40	53	12.35	148.20
19	19.11	229.32	54	12.05	144.60
20	19.01	228.12	55	11.73	140.76
21	18.91	226.92	56	11.42	137.04
22	18.81	225.72	57	11.10	133.20
23	18.70	224.40	58	10.78	129.36
24	18.59	223.08	59	10.46	125.52
25	18.47	221.64	60	10.13	121.56
26	18.34	220.08	61	9.81	117.72
27	18.21	218.52	62	9.48	113.76
28	18.07	216.84	63	9.15	109.80
29	17.93	215.16	64	8.82	105.84
30	17.78	213.36	65	8.50	102.00
31	17.62	211.44	66	8.17	98.04
32	17.46	209.52	67	7.85	94.20
33	17.29	207.48	68	7.53	90.36
34	17.11	205.32	69	7.22	86.64
35	16.92	203.04	70	6.91	82.92
36	16.72	200.64	71	6.60	79.20
37	16.52	198.24	72	6.30	75.60
38	16.31	195.72	73	6.01	72.12
39	16.09	193.08	74	5.72	68.64
40	15.87	190.44	75	5.44	65.28
41	15.64	187.68	76	5.17	62.04
42	15.40	184.80	77	4.90	58.80
43	15.15	181.80	78	4.65	55.80
44	14.90	178.80	79	4.40	52.80
45	14.64	175.68	80	4.17	50.04
46	14.37	172.44	81	3.94	47.28
47	14.10	169.20	82	3.72	44.64
48	13.82	165.84	83	3.52	42.24
49	13.54	162.48	84	3.36	39.84
50	13.25	159.00	85	3.13	37.56
51	12.95	155.40			

(G.O. (Ms) No. 926, finance . dated 25th June 1971)

- i) The Family Pensioner;
 - ii) The Pension Disbursing Officer; and
 - iii) The Head of Office or pension sanctioning authority, as the case may be
- (Rule 74 (6A)(b) of Tamil Nadu Pension rules)

7. RETIREMENT & PENSION

(c) The Head of Office or Pension sanctioning authority as the case may be, on receipt of the calculation sheet from the Audit Officer, shall keep it in safe custody after making necessary entries in a Register to be maintained for the purpose with proper index.

(Rule 74 (6A) (c) of Tamil Nadu Pension Rules)

COMMUTATION OF PENSION

(ஓய்வூதியம் – பணப் பயன் பெறுதல்)

(Tamil Nadu Civil Pensions (Commutation) Rules, 1944-Part IV of Tamil Nadu Pension Rules)

Under these rules, a Government servant to whom the Madras Liberalized Pension Rules, 1960 apply shall be allowed to commute for a lump payment any portion not exceeding one-third of the pension granted to him by Government.

The lump sum payable on commutation shall be calculated in accordance with the table or tables of present values which may be prescribed from time to time by Government. The table of the present values is given below. (Commutation table, prescribed under rule 7 of the Civil Pension (Commutation) Rule effective from 1st March 1971).

Commutation when sanctioned shall take effect on a date to be specified in the order. Such date shall ordinarily be about one month from the date of order and all calculations shall be made with reference to the date so specified. Payment of commuted portion of pension shall cease from the date specified and the sum payable on commutation shall be paid with reference to the date so specified.

A commutation once given effect to cannot be rescinded, that is, the portion of the pension commuted cannot be restored on refund of its capitalized value.

If the pensioner dies on or after the day following that on which commutation took effect but before receiving the commutation value, such value shall be paid to his heirs.

Once sanction for the commuted value has been accorded, such value may be paid to the legal heirs, in case the commutant dies before the sanction takes effect or payment is authorized. The Rule 12 of the Tamil Nadu Civil Pensions (Commutation) Rules, 1944 shall be deemed to have been amended accordingly with effect from 13th May 1982.

(G.O. (Ms) No. 307, Finance(Pension), dated 13th May 1982)