## 29.3 Group Insurance Scheme for employees of Local Bodies

Finance (Pension) Department

G.O. (Ms) No. 326

Dated 23.06.1997 Read :

G.O. Ms No. 1471, Finance (Pension), dated 4.12.74.
G.O. Ms. No. 10, Finance (Pension), dated 2.1.78.
G.O. Ms. No. 66, Finance (Pension), dated 19.1.90.
G.O. Ms. No. 1150, Finance (Pension), dated 7.11.90.
G.O. Ms. No. 532, Finance (Pension), dated 19.7.91.
G.O. Ms. No. 502, Finance (Pension), dated 14.8.96.

## ORDER

The Group Insurance Scheme is being implemented for the employees of local bodies aided Schools, aided Colleges, aided technical educational Institutions and employees working under the Nutritious Meal Programme. The scheme does not however, apply to the employees of Village Panchayats.

2. The Government have carefully examined the question of extending the Group Insurance Scheme to the employees of Village Panchayats and have decided that the Group Insurance Scheme may be extended to the Panchayat Assistant/Part-time Clerks and other Part-Time employees of Village Panchayats like Sanitary Workers. OverHead Tank/Power Pump Operators, drawing consolidated pay/honorarium.

3. The premium payable to the Life Insurance Corporation in respect of the lives assured will be arranged to be paid by the State Government. The employees will, however, contribute a sum of Rs.10/- every month, which will be credited to the Government account. The local bodies shall remit their share of Rs.15/- per month per employee into the concerned Treasury/ Sub-Treasury under Government account every month, along with employees' contribution of Rs. 10/- per employee. Claims in respect of these schemes will be made by the Additional Block Development Officer (Panchayats) in the Panchayat Union Offices with the Life Insurance Corporation of India, who shall ensure that the lumpsum amount of Rs.1,00,000 is obtained and paid to the family of the employee.

4. The Group Insurance Scheme for the employees of Village Panchayats shall come into force from 1.7.1997.

5. The rules and other instructions so far issued in respect of the Group Insurance Scheme for local body employees shall apply **mutatis mutandis** to these employees also.

6. The expenditure will constitute a 'New Service' and the approval of the Legislature will be obtained in due course. Pending approval of the Legislature, the expenditure, if any, will be met by an advance from the Contingency Fund and Orders regarding which will be issued by the Finance (BG.I) Department. The Commissioner of Treasuries and Accounts is requested to apply for advance from Contingency Fund in the prescribed form.

7. The expenditure towards payment of premium shall be debited to the head of account "223-5 Social Security and Welfare – 60. Other Social Security Welfare Programmes- 110.Other insurance Scheme – 1 Non-Plan-BU. Payment of premium to the Life Insurance Corporation of India under Group Insurance Scheme – 10. contribution. (DP Code 2235 60 110 BU 1006)"

8. The employee's contribution and local body contribution shall be credited to the head of account "0075.00. Miscellaneous General Services – 800 Other Receipts – AW. contribution under Group Insurance Scheme for employees of Local Bodies, aided Schools, Aided Colleges and Aided Technical Institutions – 10 Employees of Local Bodies – Panchayat Assistant / Part-time Clerks and Panchayat Employees like Sanitary Worker, Over Head/Power Pump Operators.

## 29. VILLAGE PANCHAYAT ESTABLISHMENT

- 1. Employees Contribution (DP Code 0075 00 800 AW 1011)
- Management Contribution (DP Code 0075 00 800 AW 1022)"

(By order of the Governor)

**P.V. RAJARAMAN** SECRETARY TO GOVERNMENT