

Copy of:



Finance (Pension) Department
Secretariat,
Chennai-600 009.

Letter No.29593A / Finance (Pension) Department / 2009, date:25.8.2009

From
Thiru. K. Gnanadesikan, I.A.S.,
Principal Secretary to Government.

To
The Accountant General (A&E) Department,
Chennai – 18.

Sir,

Sub: Contributory Pension Scheme (CPS) – payment
under Contributory Pension Scheme in case of
death of an employee – clarification issued.

Ref: Government of India letter: M/Finance (D/EA) UO.
No. 5 (27/A)/2006-ECB & PR, Dated 14.3.06.

Many departments have sought for clarification on the payment under New Pension Scheme in case of death of an employee, covered under Contributory Pension Scheme. In the reference cited Government of India has issued clarification on payment of terminal benefits under New Pension Scheme in respect of the death of an employee covered under Contributory Pension Scheme.

Based on the above clarification issued by the Government of India it is clarified that the deceased employee's own contribution plus Government matching contribution plus interest on both, calculated at the rate of 8% per annum or such rate the Government declare from time to time as interest rate to be paid under Contributory Pension Scheme, shall be paid to the nominee or in the absence of any nomination, to the legal heirs of the deceased employee.

Yours faithfully,

Sd/-

for Principal Secretary to Government.

copy to
All Departments of Secretariat.
All Heads of Departments.
All Treasury Officers.
SF/SC

/ True Copy /

Section Officer