

GOVERNMENT OF ODISHA  
FINANCE DEPARTMENT

No. Pen-152/12 3689 <sup>(260)\*\*\*</sup> /F, Bhubaneswar, dated 7/2/13

From

**Shri A.K.Mishra,  
Special Secretary to Government.**

To

**The Principal Secretaries/ Commissioner-cum-Secretaries/  
Secretaries/ Special Secretaries to Government. All Departments  
All Heads of Departments/ All Collectors**

**Sub: Clarification regarding deduction and credit of arrear New Pension System (NPS) contribution for the period prior to a generation of PRAN and commencement of regular contribution in the National Securities Depository Ltd. (NSDL) system.**

Madam/Sir,

The restructured defined contribution pension scheme (NPS) was introduced by the State Government for the employees who have joined the State Government services w.e.f. 01.01.2005 in Pensionable Establishments as per the Finance Department Notification No.44451/F., Dt.17.09.2005.

2. The State Government have implemented the restructured defined contribution scheme as per the architecture and guidelines issued by the PFRDA and entered into separate agreements with National Securities Depository Limited (NSDL), Mumbai as the Central Record Keeping Agency (CRA) & NPS Trust, New Delhi for smooth management of the New Pension Scheme. NSDL as the CRA have issued Permanent Retirement Account Numbers (PRAN) to eligible Government employees covered under NPS. Consequent upon the receipt of PRAN by the employee and the DDO of the establishment, regular contribution of NPS is being recovered from the monthly salary bill.

3. Now, it has come to the notice of the Government that, in some cases although the NPS contribution is due from the month following the date of joining in the Government pensionable establishment, the contributions have taken place only after the receipt of the PRAN. Thus, deductions from the salary of the employees concerned have

not been made by the DDOs for the period between the month from which the deduction is due and actual receipt of the PRAN. As there is no employees contribution for the above stated lag period, the employer's contribution has not also been drawn. These employees now want to deposit their arrear NPS contribution for such period.

4. It is now clarified that, the Government employees who have not contributed their NPS contribution for the period between the month following the date of their joining in the Government establishment and the commencement of actual contribution in the PFRDA architecture (accounted through NSDL system) are now allowed to contribute the same in the following manner:

- (i) The Government employees shall contribute their arrear NPS share in monthly instalments from their salary bills subject to a maximum of 12 (twelve) instalments.
- (ii) The amount of such monthly instalment relating to the employees contribution should not exceed the total of Pay + GP for the concerned month. The DDOs in this respect, are required to make detailed calculation of the arrear NPS due from the employees along with matching employers' share of NPS contribution and submit the same to the Treasury Officer concerned for approval. After obtaining the necessary approval from Treasury Officer concerned, the DDO may start deducting the required NPS contribution from the salary bill of the employees.
- (iii) In case, the arrear NPS due could not be deducted within 12 (twelve) instalments, the DDO may enhance the instalments to cover the entire NPS arrear for such period **subject to approval of the same from NPS Cell of Directorate of Treasuries & Inspection, Odisha.**
- (iv) Whenever any Government servant is transferred from one office to another, the DDO shall indicate the PRAN in respect of such individual and the month up to which his/her arrear contributions have been recovered in the Last Pay Certificate of the Government servant.

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- (v) **Contribution towards NPS deposit through Treasury Challan is not permissible.**
- (vi) The Treasury Officer will also draw the matching employer contribution against the arrear contribution of the employee as per the procedure prescribed earlier.
- (vii) **The Treasury Officer shall post the above contribution in the arrear field of the NPS file to be uploaded in the NSDL system along with the employer's contribution.**

5. The above mentioned procedures for deduction of arrear NPS for such period is also applicable to All India Service Officers who have joined in Government service on or after 01.01.2004.

Yours faithfully,

*A. L. Kishore*  
4/2/13  
Special Secretary to Government

(50)

Memo No. 3690<sup>(12)</sup> /F Dated 7/2/13

Copy forwarded to the Secretary to Governor, Odisha/Secretary to Chief Minister, Odisha/ P.S. to Minister, Finance, Odisha/ Secretary to Odisha Legislative Assembly, Bhubaneswar/All Revenue Divisional Commissioners/Secretary to O.P.S.C, Cuttack/Accountant General(A&E), Odisha, Bhubaneswar/Accountant General (Audit), Odisha, Bhubaneswar/Controller of Accounts, Odisha, Bhubaneswar for information and necessary action.

*Am*  
4.2.13  
Joint Secretary to Government

Memo No. 3691 /F Dated 7/2/13

Copy forwarded to the Director of Treasuries & Inspection Odisha, Bhubaneswar for information and necessary action. **He is requested to kindly bring this to the notice of all DDOs concerned for their information and necessary action.**

*Am*  
4.2.13  
Joint Secretary to Government

Memo No. 3692<sup>(190)</sup> /F Dated 7/2/13

Copy forwarded All District and Session Judges/ All Treasuries, Special Treasuries and Sub-Treasuries/Director General, Gopabandhu Academy of Administration, Chandrasekharpur, Bhubaneswar/ Director, Madhusudan Das Regional Academy of Financial Management, Chandrasekharpur, Bhubaneswar/ Principal, Secretariat Training Institute, Bhubaneswar for information and necessary action.

*Am*  
4.2.13  
Joint Secretary to Government

Memo No. 3693 /F Dated 7/2/13

Copy forwarded to the Principal System Analyst and Portal Head, C.C.F, Secretariat for information and necessary action.

He/She is requested to upload the circular in the Website ([www.Odishagov.ocac.in/finance/index.htm](http://www.Odishagov.ocac.in/finance/index.htm)) of Finance Department for general information.

*Am*  
4.2.13  
Joint Secretary to Government