Government of India Ministry of Defence Department of Defence D(Civ.I)

Subject:

Representation of Defence Civilian regarding misinterpretation of Revised Pay Rules 2016 leading to incorrect pay fixation of employees - reg.

The Defence Civilian Employees' Federations have reported that the Accounting Authorities in the Defence Estts. are misinterpreting the provisions of CCS(RP) Rules, 2016 leading to anomalous pay fixation of the defence employees. The Federations have demanded that clarification may be issued to the Defence Estts, to enable them to issue correct pay fixation orders of the employees, on the basis of the options exercised by them.

Taking into account these reports, MoD has sent a proposal to 2. MoD(Finance) to seek clarification about the manner of fixation of pay through illustrations prepared by this office. The said proposal for seeking clarification has been sent to MoD(Finance) on 5.12.2016. A copy of this proposal is enclosed for information. In view of the complaints of incorrect pay fixation in defence establishments, it is requested that the clarification on this subject from Ministry of Finance/ MoD(Finance) may please be awaited so that the pay fixation of the employees could be issued on the basis of right position. This position may please be communicated to various Accounting Authorities under the control of CGDA to avoid any inconsistencies in the matter of pay fixation.

> (Pawan Kumar) Under Secretary Tele: 23012414

CGDA, Ullan Battar Marg, Delhi Cantt.

MoD ID No. 11(6)/2016-D(Civ.I) dated: 7.12.2016

Copy for information to:

General Secretary, AIDEF

General Secretary, INDWF

General Secretary, BPMS

General Secretary, CDRA

### Annexure |

## Illustration – Exercising the option 2 permissible under Para 6 of the Ministry of Finance Notification dt 25 July 2016

### Pay fixation from the date of next Increment in the Old Pay structure – date of increment 1.7.2016

Condition  1 Option 2 i	1 7 2016 in old r	1.7.2016 in old pay structure/scale	1.7.2010 structure	1.7.2011 structur
Condition  Option 2 is exercised by the employee to fix		e/scale	e/scale	e/scale
Existing Emoluments (As on 1.1.2016) [illustration]	Date of next increment	- 1 July 2016	– 1 July 2016	– 1 July 2016
of Draft Pay Fixation (by illustration) for approval of Ministry of Finance  Grant of Increment dt 1.7.16 in the Old pay scale  Existing Grade Pay - Rs.2800	1 200 - De ARO	Pay after adding Increment = 14720+450 = Rs.15170	Pay fixation on the basis of 7 <sup>th</sup> CPC Pay Matrix	Pay after multiplication factor = 15170 x 2.57  = Rs. 38986.90 or 38987
Remarks  i) Arrears of pay admissible only for the period 1.7.2016 onwards.	some mill be on the old now	structure. No arrears admissible for this period.	structure. No arrears admissible for this period.  iii) Date of Next Increment -	structure. No arrears admissible for this period.  iii) Date of Next Increment - 01.07.2017

# Annexure II Illustration – Exercising the option 2 permissible under Para 6 of the Ministry of Finance Notification dt 25 July 2016

## Pay fixation from the date of promotion/MACP in the Old Pay structure - Date of Promotion 1 Jan 2016

								2
						promotion/MACP upgradation	the pay in New Matrix after availing	Option 2 is exercised
				Promotion/MACP Grade Pay = Rs.4200	Date of promotion / MACP is - 1.1.2016	Band Pay – Rs.11920 Grade Pay – Rs.2800	As on 1.1.2016	Illustration -
Rs.16570 x 2.57 = Rs.42584.90 or 42585 Pay fixation in level 6 = Rs.43600	Pay fixation in 7th CPC Pay structure (Level 6)	New Basic Pay after Promotion/MACP = Rs12370 + Rs.4200 (GP)= Rs. 16570	Pay after adding Notional Increment = 11920+450 = Rs.12370	Notional Increment in lower grade @ 3% of Rs. 14720 = Rs.441.60 or Rs.450	Pay fixation on promotion/ MACP to GP Rs.4200	Date of Promotion/ MACP – 1.1.2016	Existing Grade Pay - Rs.2800  Existing Pay in Pay Band - Rs.11920	
				ω	<b>5</b> 0	□	\$ E	= >
				30.6.2016 in	employee had months' se	ii) Date of Ne 01.07.2016	to 31.07.2016	i) Arrears of pa

- from 01.01.2016 ay admissible for
- service as in Level 6) nas completed six lext Increment -(because the

## Illustration – Exercising the option 2 permissible under Para 6 of the Ministry of Finance Notification dt 25 July 2016

## Pay fixation from the date of promotion/MACP in the Old Pay structure—Date of Promotion 15 March 2016

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						promotion/MACP upgradation	by the employee to fix the pay in New Matrix	Option 2 is exercised
				Promotion/MACP Grade Pay = Rs.4200	Date of promotion / MACP is - 15.3.2016	Band Pay – Rs.11920 Grade Pay – Rs.2800	As on 1.1.2016	Illustration -
Rs.16570 x 2.57 = Rs.42584.90 or 42585 Pay fixation in level 6 = Rs.43600	Pay fixation in 7th CPC Pay structure (Level 6)	New Basic Pay after Promotion/MACP = Rs12370 + Rs.4200 (GP)= Rs. 16570	Pay after adding Notional Increment = 11920+450 = Rs.12370	Notional Increment in lower grade @ 3% of Rs. 14720 = Rs.441.60 or Rs.450	Pay fixation on promotion/ MACP to GP Rs.4200	Existing Basic Pay - Rs. 14720(11920+2800)  Date of Promotion/ MACP - 15.3.2016	Existing Grade Pay - Rs.2800 Existing Pay in Pay Band - Rs.11920	
						iv) Date of Next Increment - 01.01.2017	for the period from 15.03.2016 to 31.07.2016.	III) Arrears or pay admissible