



**DIRECTORATE OF LOCAL FOND AUDIT
ANDHRA PRADESH, HYDERABAD.**

Circular Memo Roc.No.20318/741/M1/B7

Dt:24-6-1987.

Sub:- Group Insurance Scheme - Applicability to teachers - Change of group
in cases of retrospective promotions/reversions-Clarification -Regarding.

Ref:- 1.Govt. Memo.N 0.49-C/8/A I/ActsII/85-3, dt.29-11-85 of Finance
Department.

2.Government Circular Memo.No.000910-B/212/Acts.II/86-1, dt.15-
4-86 of Finance Department.

3.Govt. Memo.N 0.13979/77/A ccts.II/86-1, dated 1-7-86 of
Finance Department.

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The attention of all the Audit Officers of Local Fund Accounts in the state is invited to the Government Memos cited which were already communicated to them. Government clarified in the reference first cited that as recovery of ascription at higher rates owing to change of group on promotion. will be only from the next anniversary of the scheme Irrespective of the nature of promotion/reversion being temporary the comports subscription shall be revised only from the anniversary of the scheme. If the composite subscription has to be raised or lowered as a result of change of group this change should be effected from the first November following the promotion/reversion when the anniversary of the scheme falls. In the Government Memo second cited Government requested all to follow scrupulously the change from one group to another and recovery of subscription from next anniversary of the scheme effective from 1st November in the event of regular promotion/appointment or reversion. In the Government Memo last cited above Government have further clarified that in the cases of retrospective promotion/appointment the revision of group to higher slab will be only from the anniversary (1st November) of the scheme, the 1st November subsequent to the date of orders giving effect to promotion/appointment.

In spite of the above clear orders of Government, many Audit officers of Local Funds are approaching this office for clarifications in respect of teachers retrospective promotions to Special Temporary Promotion Post stales and again reverted to lower scales due to Non-passing of tests and whose pensionary benefits were ordered In

G.O.Ms.No.157 Finance dated 11-6-1965 to be calculated on the reduced scale of pay, The following clarifications are therefore issued to the Audit Officers of Local Fund for Information and guidance.

a)The pensionary benefits admissible on the bids of lower scales in case of unqualified teachers (in terms of G.O.Ms.No.157/Finance/11-6-86) has got nothing to do with the admissibility of benefits under group Insurance Scheme,

b)The change in group for purpose of Group Insurance Scheme in respect of retrospective promotion or reversal will become effective only from 1st November that comes after the date of issue of orders of retrospective promotion or reversion.

c) A mere recovery of subscription at higher/lower rates without ensuring eligibility does not confer any right for the benefits under Group Insurance Scheme.

All the Audit Officers of Local Fund in the state are requested to keep the above clarifications in view and dispose off the pending cases of teachers fourth with.

R.V.B.S.KAMALAKARA RAO,

For Director.