



**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Public Services - A.P. Employees Group Insurance Scheme 1984 - Revision of rate of interest on the accumulation under Savings Fund - Orders - Issued.

FINANCE & PLANNING (FW. ADMN.II) DEPARTMENT

G.O.Ms.No. 381

Dated : 5-12-1994

Read the following :-

1. G.O.Ms.No. 293, Fin. & Plg. (FW. Accts. H) Dept., dated 8-10-1984..
2. G.O.Ms.No. 198, Fin. & Plg. (FW. Admn.III) Dept., dated 12-7-1991.
3. Representation of Joint Staff Council of Associations, dated 4-8-1993.
4. Representation of A.P.N.G.O's Association, dated 29-9-1994.

A P U S

ORDER :

In the G.O. 2nd read above, Government have constituted a Committee to review the working of the A.P, State Employees Group Insurance Scheme with reference to the revision of Pay Scales and modification made in Govt. of India Scheme and make suitable recommendations thereto.

As per para 8 of the G.O. 1st read above, the total accumulations under Savings Fund together with interest at the rate of 10% per annum compounded quarterly thereon will be payable to the member on his retirement after attaining the age of superannuation or on cessation of his employment or to the family on his death while in service.

The Government of India have revised the rate of interest from-10% to 12% per annum compounded quarterly on the accumulations of Savings Fund of a member of the Scheme. The Associations have represented for revision of interest on par with Government of India Scheme.

The Committee gone into the details of the revision in the rate of interest on the accumulations of Savings Fund and therefore recommended to revise the rate of interest on the Savings Fund balances from 10% to 12% per annum compounded quarterly as is allowed by Government of India.

The A.P. Non-Gazetted Officers Association has requested the Government to issue suitable orders on the recommendations of the Committee.

Government have accepted the recommendation of the Committee and in modification of Para 8 of the G.O. 1st read above hereby order that the accumulations of the Savings Fund of the Member of the Scheme or the Fund for the State as a whole shall be paid interest at the rate of 12% per annum compounded quarterly with effect from 1-11-1994. The accumulations and the revised rate of interest thereon (with effect from 1-11-1994) shall be payable to the member on his retirement after attaining the age of superannuation or on cessation of his employment or to the family on his death while in service.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

P.V. BHIDE
Secretary to Government

