



GOVERNMENT OF A NDHRAPRADESH

ABSTRACT

PUBLIC SERVICES - Welfare - Andhra Pradesh State Employees Group Insurance Scheme, 1984 - Revised Rates of Interest on accumulated savings fund - Orders - Issued.

FINANCE (ADMN II) DEPARTMENT

G.O.(P)No.73

Dated:28-03-2005

Read the following:-

1. G.O.Ms.No.293, F&P (FW.Accts.II) Department., dt.8-10-1984.
2. G.O.Ms.No.381, F&P (FW.Admn.II) Department, dt.5-12-1984.
3. G.O.Ms.No.382, F&P (FW.Admn.II) Department, dt.5-12-1984.
4. Govt. of India Ministry of Finance, Department of expenditure O.M.No.7(4)/ EV/2001, dt.30-1-2001.
5. Govt. of India Ministry of Finance, Department of expenditure O.M.No. 7(4)7 EV/2001, dt.2-1-2002.
6. Govt. of India Ministry of Finance, Department of Economic Affairs No.F5(1)- PD/2002, dt.30-1-2001.
7. G.O.Ms.No.63, F&P (FW.Pen.II) Department, dt.6-6-2000.
8. G.O.Ms.No.63, F&P (FW.Pen.II) Department, dt.7-7-2001.
9. G.O.Ms.No.703, F&P (FW.Pen.II) Department, dt.19-7-2002.
10. GovernmentCircularMemoNo.34520/147/Admn.II/A2/I999,dt.18-11 -1999.
11. From the Director of Insurance Lr.No.1/2/2001-2002, dt.29-10-2002.
- 12.G.O.(P).NBo.973, Finance (Admn.II) Department, dt. 11-12-2002.
- 13.Cir.Memo.No.l671/I20/A2/Admn.II/2001,dt. 11-12-2002.
- 14.G.O.Ms.No.625, Fin.(Admn.II) 2004, dt.2-9-2004.
- 15.G.O.(P).No.671, IFin.(Admn.II/2004, dt. 14-10-2004.
- 16.Memo.No.l5612/356/A2/Admn.II/2004, dt.14-10-2004,
- 17.Govt. of India Ministry of Finance, Department of Expenditure, New Delhi, Lr.No.76I/EV/2004, dt.4-1-2005.
- 18.From the Commissioner and Director of Insurance, Lr.No.2/GIS-I/2004-2005, dt.18-1-2005 and 01-03-2005.

ORDER:

A P U S

In terms of the recommendation of the committee constituted to review the working of the A.P. State Employees Group Insurance Scheme and in modification of the Para 8 of the G.O.Ist read above, orders were issued, revising the rate of interest @ 12% per annum compounded quarterly with effect from 1.11.1994 on the accumulations of the savings fund under Group Insurance Scheme. According to Para 9 of the G.O. Ist read above, the accumulations of savings fund part and insurance fund part shall carry interest at the rates prescribed by Government from time to time. The rates shall be revised based

on the revision of rates of interest made by Government of India from time to time on their savings funds i.e. GPF etc.

2. In the references 4th , 5th and 6th read above the government of India have revised the rate of interest of GPF and other similar funds reducing the rate of interest at 11% p.a. from 1.4.2000 to 31.3.2001; at 9.5% p.a. from 1.4.2001 to 31.3.2002 and 9% p.a. from 1-4-2002 onwards respectively. Consequently, State Government have issued orders in G.O.Ms.No.63, Finance (Pen.II) Department, dt.6-6-2000, G.O.Ms.No.345, Finance (Pen.II) Department dt.7-7-2001 and G.O.Ms.No.703, Finance (Pen.II) Department, dt.19-7-2002, revising the rates of interest as 11% w.e.f.1-4-2000 and 9.5% w.e.f. 1.4.2001 and 9% from 1.4.2002 on GPF and other similar fund vide reference 7th to 9th read above. Accordingly orders were issued in the G.O. 12th read above revising the rates of interest on the A.P. State Employees Group Insurance Savings Fund at 11% p.a. w.e.f. 1.4.2000 to 31.3.2002, 9.5% p.a. from 1.4.2002 onwards compounded quarterly on cessation of membership from the scheme. The connected tables of benefits have been issued in the circular memo 13th read above covering the period from 01-04-2000 to 31.10.2004. But subsequently the rate of interest was reduce from 9% to 8% w.e.f 01 04 2004 though the tables already issued covered the period up to 31.10.2004.

3. In the reference 14th read above orders were issued revising the rate of interest at 8% per annum from 01-04-2004 GPF and other similar funds. Accordingly orders have been issued in the 15th read above revising the rate of interest on the A.P Group insurance Savings Funds w.e.f. 01-04-2004 and the tables of benefit from savings fund have been revised covering the period from 01.11.2004 to 31.3. 2005 vide Circular memo 16th read above. Government of India have revised the rate of interest on Central Government Employees Group Insurance Scheme and other similar funds fixing the rate of interest at 8% p.a. from 01.01.2005 vide reference 17th read above. Consequently, State Government have to issue revised Orders and also revised tables of benefit of fund covering the period from 01.04.2005 to 31.3.2006, Therefore commissioner and Director of insurance being the Head of the Department concerned has furnished the proposals for fixing the rate of interest on the A.P.G.I.S Funds and also to issue revise tables of benefit of savings funds covering the period from 01.04 2005 to 31.3.2006 vide reference 18th read above.

4. In the above circumstances and after careful examination of the issue Government hereby order that the rates of interest on the A.P. Group insurance Savings Funds be allowed at 8% per annum from 1st April, 2005 to 31st march 2006. The orders, Revising the tables benefits, I,II&III accordingly modifying the circular memo 16th read above are issued separately.

5. The commissioner and director of insurance is further advised to obtain the Government of India revised rates of interest and submit proposals to the Government in advance every year so as to issue orders in time.

6. The Commissioner and Director of insurance, A.P. Hyderabad shall take necessary further action in the matter accordingly.

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

RANJEEV ACHARYA,
Secretary to Government (FP)