



**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Pensions - Enhancement of Maximum Limit of Retirement Gratuity from Rs. 1,00,000 to Rs. 1,75,000 and adoption of the formula for calculation of Gratuity now being followed by Government of India - Orders - Issued.

FINANCE & PLANNING (FIN. WING.PEN. I) DEPARTMENT

G.O.Ms.No. 14

Dated : 30-1-1999

ORDER :

There has been a request from the Employees' Associations, to raise the ceiling of Gratuity from Rs. 1,00,000 to Rs. 2,50,000 as was done by Government of India.

2. Government after careful consideration, hereby order that the maximum limit of Retirement Gratuity under rule 46 of R.P. Rs. 1980 shall be enhanced from Rs. 1,00,000 to Rs. 1,75,000, keeping in view the maximum entitlement with reference to the maximum of pay scale entitled to State Government employees.

3. The Government also hereby order that the Retirement Gratuity under rule 46 (1) (a) of R.P. Rs. 1980 shall be granted/equal to 1/4th of the pay last drawn for each completed six monthly periods of service (subject to a maximum of sixty six times of such six monthly periods) or 16 1/2 (sixteen and half) months pay last drawn or Rs. 1,75,000 whichever is less. Emoluments for this purpose shall be as defined in rule 31 of Revised Pension Rules 1980.

4. These orders shall take effect from the date of issue of these orders and shall apply to all Government Servants who retire or whose death taken place on or after that date.

5. The relevant provisions of the Andhra Pradesh Revised Pension Rules 1980 shall be deemed to have been modified to the extent of these orders from the date of issue.

6. Necessary amendments to the relevant rules shall be issued separately.

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

K. PRADEEP CHANDRA
Secretary to Government (IF)