

IMMEDIATE

SECRET

Copy No.....

No.93/2/5/2004-Cab.

GOVERNMENT OF INDIA (BHARAT SARKAR)
CABINET SECRETARIAT (MANTRIMANDAL SACHIVALAYA)
RASHTRAPATI BHAVAN

New Delhi, the 6th June, 2005.

OFFICE MEMORANDUM

Subject : Liability of Bharat Sanchar Nigam Limited (BSNL) towards.

The undersigned is directed to refer to the Cabinet Secretariat Memo. No.4/CM/2005(i) dated 2nd February, 2005 forwarding the minutes of meeting of the Cabinet held on 27th January, 2005 (Case No.35/4/2005) on the subject mentioned above and to request that details of action taken/orders issued in pursuance of the decision of the Cabinet may be forwarded to the Cabinet Secretariat at an early date.

473/Adm(F)
10/6/05

7/6
DS(F)
Retention to
DDG (FEB)
08.06.05

(K.L. Sharma)
Deputy Secretary (Cabinet)
Tele: 23015802

To

Department of Telecommunications,
[Shri H.C. Jayal, Joint Secretary (Admn.)],
New Delhi.

DDG (FEB)

am
13/6/05
D(BSB)
953/DS CR 49/05
8/6/05

SECRET

①

RT
2 Copies

P.S. to DDG (FEB) refuse to accept the letter.
(F) may kindly see
sample of

AKG

File No.1-45/2004-B
Government of India
Ministry of Communications and Information Technology
DEPARTMENT OF TELECOMMUNICATIONS
Budget Section, 723, Sanchar Bhawan, New Delhi - 110 001

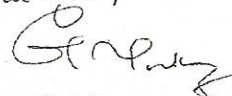
Dated 17-06-2005

Subject: Liability of Bharat Sanchar Nigam Ltd. (BSNL) towards

The undersigned is directed to refer to Cabinet Secretariat's O.M. No. 93/2/5/2004-Cab. dated 06-06-2005 on the above subject. The decision of the Cabinet has been conveyed to BSNL by Secretary, Telecom vide D.O.letter No.1-45/2004-B dated 15-03-2005 (copy enclosed). The implementation report of the Cabinet decision is also enclosed.

This issues with the approval of Competent authority

Encl: As above



(G.Muthuswamy)

Director (Bgt)

Ph.No.2303 6185/2373 7713

Fax No.2337 2376

To

Shri K.L. Sharma.
Dy. Secretary (Cabinet)
Cabinet Secretariat,
Rastrapathi Bhawan,
New Delhi.

AKS

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IMPLEMENTATION REPORT

Cabinet/ Name of the Cabinet Commit- tee	Item No./ Case No./ Subject	Cabinet/Cabinet Committee decision with date of decision	Action Taken
Cabinet	Item No.14/ Case No.35/4/ 2005 Subject:- Liability of Bharat Sanchar Nigam Ltd. (BSNL) towards payment of pension to retired employ- ees	<p><u>Decision of the Cabinet in the meeting held on 27-02-2005.</u></p> <p>The Cabinet considered the note dated 14- 01- 2005 from Ministry of Communication & Information Technology (Sanchar aur Soochna Praudyogiki Mantralaya), Department of Telecommunications (Door Sanchar Vibhag) and approved the proposals contained in Para 11 thereof.</p> <p><u>Gist of the decision in the light of the provision contained in para 11 of the Cabinet Note.</u></p> <p>The Cabinet has approved payment of pension by Govt. in respect of employees of DoT/DTS/DTO who retired prior to 1-10-2000 and those who have worked/ are working in BSNL on deemed deputation and for those who are absorbed in BSNL subject to the following conditions:-</p> <p>(i). The annual pension liability of the Govt shall not exceed 60% of the annual receipts to Govt. from the following items :</p> <p>a. Dividend from MTNL/BSNL b. Licence fee from MTNL/BSNL c. Corporate tax/Excise duty/Service tax paid by BSNL</p> <p>(ii). Any amount exceeding (i) above shall be borne by BSNL</p> <p>(iii). Existing system of payment of pension would continue</p> <p>(iv). Pensionary contributions from BSNL would be made to Govt. as per FR 116</p> <p>(v). Employees recruited directly by BSNL on or after 1-10- 2000 shall not be covered under this decision</p>	<p>The decision of the Cabinet has been conveyed to CMD, BSNL by Secretary, DoT vide D.O. letter No. 1-45/2003-B dated 15-03-2005 (copy enclosed).</p> <p><i>Pension contribution from BSNL is now obtained as per the decision of the Cabinet.</i></p>

AKS

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हाऊस, बी-148 बाराखम्बा रोड,
नई दिल्ली - 110 001
फ़ोन : 23372424, फ़ैक्स : 23372444
ई-मेल : cmdbsnl@bsnl.in

अनिल कुमार सिन्हा
अध्यक्ष एवं प्रबंध निदेशक
A.K. Sinha
Chairman & Managing Director

संचार निगम लिमिटेड

(भारत सरकार का उद्यम)

BHARAT SANCHAR NIGAM LIMITED

(A Government of India Enterprise)



CONFIDENTIAL

D.O.No.500-57/2003-04/CAII/BSNL
Dated: February 24, 2005

Members Finance
Kindly get it examined and put up with concerns file - 24/2

Respected Sir,

Kindly recall the discussions which were held in the meeting of 21st February, 2005 in Sanchar Bhawan regarding the pension payment to BSNL employees. BSNL was informed that -

et this - c. Approved ~ provision, and 1. Pmt. to me by 3rd March 05 24/3

needs reconohation and final demand - 24/3

DDG (FEB) 25/2

am 25/2/05 D(BRF)

12/4/05 (hars/ant) 24/2/05

1. Pension in respect of DOT retirees will be paid by the Govt. of India.
2. In respect of employees who were on deemed deputation to BSNL, BSNL will be liable to pay pension contribution in accordance with FR 116 for the period they have worked in BSNL and the pension liability will be met by the Govt. of India.
3. In respect of officials/officers absorbed in BSNL, BSNL will be liable to pay the pension contribution in accordance with FR 116. The liability on account of pension payable will be that of Govt. of India.
4. Regarding the amount which was to be paid as requested by the former Chairman(TC) vide his letter No.1-45/2003-B dated 10.12.2003, BSNL will not be liable to pay this amount in the light of the latest decision taken by the Union Cabinet as indicated above under para 1, 2 and 3.
5. BSNL on their part will pay the pension contributions in respect of absorbed employees till the date of their retirement and also in respect of employees who were on deemed deputation till the retirement or till the date they are reverted back to the Govt. of India.
6. It was pointed out that the pension contribution of the employees has already been paid to the respective CCAs in the Circle offices on a monthly basis by BSNL. This system is fully operational and regular payment is being released every month.

In a nut shell, the Govt. of India has very kindly agreed to meet the pension liability of all the employees who have either been on deemed deputation or else have been absorbed in BSNL. BSNL is liable only to the extent of paying the pension contribution in accordance with FR 116. The pension liabilities of those employees who retired prior to 1.10.2000 will be the sole responsibility of the Govt. of India.

I shall be grateful if the above facts are re-confirmed through a letter from the Department of Telecom.

With kind regards,

Yours sincerely,

A.K. Sinha
24/2/2005
(A.K. SINHA)

Shri Nripendra Misra,
Secretary,
Department of Telecom.,
Sanchar Bhawan, Ashoka Road,
NEW DELHI-110001

उ०म०नि० (सं०सं०) / DG (FEB)
डा० सं०/Dy. 213
दिनांक/Date 25-2-05

310-M(F)05 24/2

पंजीकृत कार्यालय: 10वां तल, स्टेटसमैन हाऊस, बी-148 बाराखम्बा रोड, नई दिल्ली - 110 001
निगमित कार्यालय: स्टेटसमैन हाऊस, बी-148 बाराखम्बा रोड, नई दिल्ली-110 001 वेबसाईट: www.bsnl.co.in

Head Office : 10th Floor, Statesman House B-148 Barakhamba Road, New Delhi - 110 001

(4)
AKS

SEEDRA MISRA

SECRETARY

D.O.No.1-45/2003-B

Dear Sir Sirha

Please refer to your D.O. letter No.500-57/2003-04/CAII/BSNL dated February 24, 2005 regarding the decision of the Government with reference to pension payment. The status is as follows:-

- i) Pension in respect of DOT retirees will be paid by the Government of India.
- ii) In respect of employees who were on deemed deputation to BSNL, BSNL will be liable to pay pension contribution in accordance with FR 116 for the period they have worked in BSNL and the pension liability will be met by the Government of India.
- iii) In respect of officials/officers absorbed in BSNL, BSNL will be liable to pay the pension contribution in accordance with FR 116. The liability on account of pension payable will be that of Government of India.
- iv) BSNL on their part will pay the pension contributions in respect of absorbed employees till the date of their retirement and also in respect of employees who were on deemed deputation till the retirement or till the date they are reverted back to the Government of India.

2. The Finance and Accounts Wing would work out the modality for payment by BSNL towards pension contribution on the basis of the above decision. You have clarified that BSNL is presently regularly paying the pension contribution of the employees to the respective CCAs in the circle offices. This is noted.

With regards,

Yours sincerely,

(Signature)
(Nripendra Misra)

Shri A.K. Sinha,
CMD,
BSNL,
NEW DELHI.

(5)

15/3/05

AKS

Department Of Telecommunications
(Budget Section)

Sub :- Liability of Bharat Sanchar Nigam Limited (BSNL) towards.

PUC is an OM No. 93/2/5/2004-Cab dated 6-6-2005 from Dy. Secretary (Cabinet) on the above Subject.

While inviting a reference to the minutes of the meeting of the Cabinet held on 27.01.2005 (case No.35/4/2005) on the above subject, the Cabinet Secretariat has requested to forward the details of the action taken / orders issued in pursuance of the decision of the Cabinet.

A copy of the Cabinet Note dated 14.01.2005 is placed at 227/c. The Cabinet has approved the proposal as contained in Para 11 of the Cabinet Note vide Cabinet Secretariat's Memo No. 4/CM/2005 (i) dated 02-02-2005. Based on the Cabinet's decision the status has been communicated to the CMD, BSNL by Secretary, DoT vide D.O. letter No.1-45/2003-B dated 15.03.2005. We may inform this position to the Cabinet Secretariat.

A draft reply is placed below for approval please.

46/10/1028/105
15/6

723 (FEB)
15-6-05

668/A(P)
16/6/05
1397/M(F)105
16/6/05

AKG

Director (B&F)

~~DDA (FEB)~~

~~Adv (F)~~

~~M(F)~~

~~Adv (F)~~

~~DDG (FEB)~~

~~D/B&F~~

~~SA (B&F)~~

DIR (B&F)

16.6.05

A c [unclear]

Fair copy is placed below for signature please

Slavan
ADG (Budget) 17/6/05

15-6-05

16/6/2005

16/6

17/6

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15/6

17/6/2005

