

CHAPTER IV **WAGE POLICY & RELATED MATTERS**

(b) Dearness Allowance/Interim Relief

29.

DPE/Guidelines/IV(b)/29

Payment of DA under percentage DA Scheme to Board level/ below Board level executives and non-unionized supervisors following IDA scales of pay in Public Sector Enterprises on 1987 and 1992 basis.

The undersigned is directed to refer to para No. 3 of this Department's OM No. 2(50)/86-DPE(WC) dated 19.7.95 wherein the rates of DA payable to the executives holding Board level post have been indicated. In accordance with the DA scheme spelt out in Annexure-II, the instalments of DA are payable from 1st January, 1st April, 1st July, 1st October, every year based on the price increase above quarterly Index average of 1099 (1960=100).

2. In continuation of this Departments OM No. 2(50)/86-DPE (WC) dated 27.1.05 the DA payable to the executives of PSEs shall stand modified as follows:-

Date from Which payable	AICPI for the quarter			Increase over last quarter (points)	Pay range	Rate of DA per month
1.4.2005	Dec	2004	2569	3	Basic pay upto Rs. 3500/- p.m.	135 % of pay subject to minimum of Rs. 2968/-
	Jan	2005	2593			
	feb	2005	2588			
					Basic pay above Rs. 3500/- p.m. and upto Rs. 6500/-	101.2 % of pay subject to a minimum of Rs.4725/-
	Average of the quarter		2641		Basic pay above Rs.6500/- p.m. & upto Rs. 9500/-	81 % pay subject to a minimum of Rs. 6578/-
					Basic pay above Rs.9500/- p.m.	67.5 % pay subject to a minimum of Rs. 7695/-

3. The payment on account of dearness allowance involving fractions of 50 paise and above may be rounded off to the next higher rupee and the fractions of less than 50 paise may be ignored.

4. The above rates of dearness allowance would also be applicable to the executives holding posts below the Board level and non-unionised supervisors following IDA pattern in PSEs which have since revised their scales of pay.

5. The quantum of IDA payable from 1.4.05 at the old system of neutralization @ Rs. 2.00 per point shift for decrease of 3 points would be Rs. 6 and at AICPI 2583 DA payable would be Rs. 3755.75

6. All administrative Ministries/Department of Government of India are requested to bring the foregoing to the notice of the Public Enterprises under their administrative control for their necessary action.

(DPE OM No. 2(50)/86-DPE (WC)-GL-IV dated 25th April, 2005)
