

CHAPTER IV

WAGE POLICY & RELATED MATTERS

(c) Allowances & Perquisites

**7. DPE/Guidelines/IV(c)/7
Reclassification of cities/town on the basis of 2001-census – grant of House Rent Allowance (HRA) and Compensatory (City) Allowance (CCA) to Central Government employees.**

The undersigned is directed to refer to para 9(1) and 11 of this Department's O.M No. 2(49)/98-DPE (WC) dated 25.6.99 and further clarifications in the matter contained in O.M dated 22.1.2001 and 2.5.2001 wherein grant of HRA and CCA with reference to the classification of cities had been indicated along with the revision of scales of pay with effect from 1.1.1997.

2. Department of Expenditure vide their O.M No. 2(21)/E.II.(B)/2004 dated 18.11.2004 has now issued the orders on re-classification of cities/towns on the basis of census 2001 for the purpose of grant of HRA/CCA to Central Government employees (copy enclosed). It has been decided that the re-classification of cities/towns on the basis of census 2001 for the purpose of grant of HRA/CCA as contained in the Department of Expenditure OM dated 18.11.2004 would also be implemented in the Central Public Sector Enterprises with effect from 1.4.2004.

3. All the administrative Ministries/Departments of the Government of India are requested to bring the foregoing to the notice of the public sector enterprises under their administrative control for their information and necessary action.

(DPE O.M. No. 2(49)/98-DPE (WC) the 30th December, 2004)
