CHAPTER IV
WAGE POLICY & RELATED MATTERS

(c) Allowances & Perquisites

9. DPE/Guidelines/IV(c)/9

The undersigned is directed to refer to this Department OM No. 2(49)/98-DPE (WC) dated 30.12.2004 forwarding therewith Department of Expenditure OM No. 2(21)/E-II(B)/2004 dated 18.11.2004 on the subject noted above where in reclassification of the cities / town on the basis of 2001 census for grant of House Rent Allowance (HRA) and Compensatory (City) Allowance (CCA) have been indicated.

2. Department of Expenditure vide their OM No. 2(21)/2007-E-II(B) dated 31.08.2007 and OM No. 2(6)/07-E.II(B) dated 21.09.2007 has now issued the orders on reclassification of Greater Hyderabad Municipal Corporation and Bangalore as A-1 class city for the purpose of grant of HRA / CCA to Central Government employees (copies enclosed). It has been decided that the reclassification of Greater Hyderabad Municipal Corporation and Bangalore for the purpose of grant of HRA/CCA as contained in the Department of Expenditure OM 31.08.2007 and 21.09.2007 would also be implemented in the Central Public Sector Enterprises w.e.f. 01.09.2007 & 01.10.2007 respectively.

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 OM No. 2 (49)/98-DPE (WC)-GL-X dated 11th October, 2007)
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