



GROUP INSURANCE SCHEME - Group Insurance Scheme for employees of Local Bodies, Aided Schools, Aided Colleges, Aided Technical Education Institutions including employees working under Nutritious Meal Programme, Panchayat Assistant /part time clerks and other part-time employees like Sanitary Workers, Over Head Tank / Power Pump Operators drawing consolidated pay / honorarium -Enhancement of lumpsum payment from Rs.3,00,000/- to Rs.5,00,000/- Orders - Issued.

Finance (Pension) Department

G.O.(Ms).No.198,

Dated:01.09.2021.

Pilava, Aavani – 16,

Thiruvalluvar Aandu - 2052.

Read:-

1. G.O.Ms.No.1515, Finance (Pension) Department, dated: 03-12-1973.
2. G.O.Ms.No.171, Education Department, dated: 02-02-1974.
3. G.O.Ms.No.1383, Rural Development and Local Administration Department, dated: 31-05-1974.
4. G.O.Ms.No.1386, Rural Development and Local Administration Department, dated: 31-05-1974.
5. G.O.Ms.No.1680, Rural Development and Local Administration Department, dated: 17-07-1974.
6. G.O.Ms.No.1471, Finance (Pension) Department, dated: 04-12-1974.
7. G.O.Ms.No.10, Finance (Pension) Department, dated: 02-01-1978.
8. G.O.Ms.No.58, Finance (Pension) Department, dated: 22-02-2016.
9. G.O.Ms.No.197, Finance (Pension) Department, dated: 01-09-2021.

ORDER:

The Tamil Nadu Government Servants' Family Benefit Fund Scheme, subsequently renamed as the Tamil Nadu Government Servants' Family Security Fund Scheme was extended to the employees of local bodies and the teaching / non-teaching staff of the aided educational institutions. In the Government Order sixth read above, as both the Government of India and the Life Insurance Corporation of India had pointed out that the Family Benefit Fund Scheme was not in consonance with the Life Insurance Corporation of India Act, 1956, the employees of local bodies and aided educational institutions were brought under Group Insurance Scheme administered by the Life Insurance Corporation of India.

2. In the Government Order seventh read above, Government introduced the revised Group Insurance Scheme for the employees of all local bodies and the teaching / non-teaching staff of the aided educational

institutions with effect from 1-1-1978. According to the revised Group Insurance Scheme, the employees of Local Bodies and Aided Educational Institutions have to contribute a sum every month as fixed by the Government. The excess of premium payable to the Life Insurance Corporation of India over and above the contribution of the employees has to be shared among the Government, Local Bodies and the Management of aided educational institutions on a net cost basis.

3. As and when the monthly contribution and lumpsum amount payable under Tamil Nadu Government Servants' Family Security Fund Scheme were revised, the monthly contribution and lumpsum amount payable under Group Insurance Scheme were also revised from time to time. In the Government Order eighth read above, a sum of Rs.60/- p.m. is deducted as subscribers contribution and a sum of Rs.3,00,000/- is paid as lumpsum amount directly by the LIC of India in the event of death of the subscribers under Group Insurance Scheme.

4. The Hon'ble Minister for Finance and Human Resources Management of Tamil Nadu in the **Budget Speech 2021-2022** on **13-08-2021** has announced that, *"the lumpsum grant from the Family Security Fund paid to the family of a Government employee who dies while in service will be enhanced from Rs.3 lakh to Rs.5 lakh. Accordingly, the subscription to the Fund shall be enhanced to Rs.110/- per month. This benefit is also applicable to the employees covered under Group Insurance Scheme"*.

5. Accordingly, the Government issues the following orders:-

- i. In the case of death of an employee while in service covered under the Group Insurance Scheme, a sum of **Rs.5,00,000/- (Rupees Five Lakh only)** shall be paid to the legal heirs directly by the Life Insurance Corporation of India. The institutions shall follow the existing procedure in claiming the amount from Life Insurance Corporation of India.
- ii. The employees of Local Bodies, Aided Schools, Aided Colleges, Aided Technical Education Institutions including employees working under Nutritious Meal Programme, Panchayat Assistant /part time clerks and other part-time employees like Sanitary Workers, Over Head Tank / Power Pump Operators drawing consolidated pay / honorarium shall contribute **Rs.110/- p.m.** with effect from **September 2021**. These contributions shall be credited into Government account.
- iii. This order shall take effect from **01-09-2021**.
- iv. There shall be no change in the existing rules governing the Group Insurance Scheme.

- v. The local bodies shall remit their share as revised by Government per month per employee into the concerned Treasury/Sub-Treasury in the Government account every month along with the employees' contribution. The dues of subscription and management contribution, if any, in respect of employees of local bodies under Group Insurance Scheme shall be recovered from Finance Commission grant / Devolution grant payable to the local bodies and remitted to Government under relevant head of account. The orders regarding the local body share of contribution will be issued separately.
- vi. The Commissioner of Treasuries and Accounts, the administrator of the Group Insurance Scheme, shall take necessary further action in this regard and report to the Government.
- vii. The Head of the Departments and the Local bodies concerned shall furnish the member data of each of the Group Insurance Scheme Policies as mandated by the Insurance Company to the Commissioner of Treasuries and Accounts for consolidation and avoiding any lapse in the policies immediately.

(BY ORDER OF THE GOVERNOR)

S.KRISHNAN
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To
All Secretaries to Government.
All Departments of Secretariat.
The Legislative Assembly Secretariat, Chennai - 600 009.
The Governor's Secretariat, Raj Bhavan, Chennai - 600 022.
All Heads of Departments.
The Tamil Nadu Information Commission, Block No.19, Government Farm Village,
Saidapet, Chennai-600015.
The Accountant General (A&E), Chennai - 600 018. (By name)
The Accountant General (A&E), Chennai - 600 018
The Principal Accountant General (Audit-I), Chennai -600 018.
The Accountant General (Audit-II), Chennai - 600 018.
The Accountant General (CAB), Chennai - 600 009.
The Registrar, High Court, Chennai - 600 104.
The Madurai Bench Madras High Court, Madurai.
The Secretary, Tamil Nadu Public Service Commission, Chennai-600 003.
The Director of Technical Education, Chennai - 600 025
The Director of Collegiate Education, Chennai - 600 008
The Director of Rural Development and Panchayat Raj,
Saidapet, Chennai - 600 015.
The Director of Social Welfare, Chennai - 600 015.
The Director of Municipal Administration, Chennai - 600 028.
The Commissioner of Town Panchayats, Chennai - 600 028,
The Principal Secretary / Commissioner, Greater Chennai Corporation, Chennai.
The Commissioner, Corporation of Madurai/Coimbatore/Tiruchirappalli /
Salem/Tirunelveli/Erode/Tiruppur/Vellore/ Thoothukudi/Thanjavur/ Dindigul.
All District Collectors / District Judges /Chief Judicial Magistrates.
The Commissioner of Treasuries & Accounts, Chennai -35.

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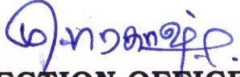
All Regional Joint Directors of Treasuries and Accounts Departments.
All Pay and Accounts Officers / All Treasury Officers /Sub-Treasury Officers.
All State Government owned Corporations and Statutory Boards.
All Divisional Development Officers.
All Tahsildars / All Block Development Officers /All Municipal Commissioners.
All Panchayat Union Commissioners /All Revenue Divisional Officers.
All Chief Educational Officers /The Registrars of all Universities.
All Recognised Service Associations.

Copy to:

All Section in Finance Department, Chennai - 600 009.
The Secretary to Hon'ble Chief Minister, Chennai-600 009.
The Special Personal Assistant Hon'ble Minister for Finance and
Human Resources Management, Chennai-9.
The Director of Local Fund Audit, Chennai - 600 108.

Stock File / Spare Copy.

-/Forwarded: By Order /-


SECTION OFFICER
