

**GOVERNMENT OF ASSAM**  
**PENSION AND PUBLIC GRIEVANCES DEPARTMENT**  
**DISPUR::GUWAHATI**

NO.PPG(P) 149/2004/8.

Dated Dispur,the 30<sup>th</sup> November, 2004.

**OFFICE MEMORANDUM**

As per Assam Services (Commutation) of pension Rules, 1965, a pensioner is entitled to commute a part of his/her monthly pension. Such Commutation is virtually an outright sale of a part of pension in consideration of which Govt. pays a lum-sum amount as commutation Loan.

According reduction in payment of monthly pension is made upto 14 years from the date of Commutation or the stage age of 72 years of the pensioner whichever is late. As per Assam Services (Commutation) of Pension Rules, 1965, family pensioner is not permitted to commute his/her family pension.

In this context it is now reported that some pension disbursing authorities have expressed doubts regarding effects of Commutation of Pension on the quantum of family pension while some others have given effect to reduction of Commutation Pension on family pension in cases where a pensioner having granted Commutation pension dies within 14 years from the date of Commutation of the his/her pension. In such a situation some pension disbursing authorities make adjustments of the commutation pension from the admissible amount of monthly family pension paid to the family pensioners.

Admissibility of Pension and family pension are guided by two different sets of rules. Family Pension cannot be commuted like pension. Commutation of Pension has no effect on the quantum of family pension as there is no indication regarding its effect on family pension in the existing rules.

It is therefore now clarified that family pensioners may draw their family pension without any reduction for commuted Pension duly sanctioned and drawn by a pensioner. Concerned authorities may take a note of it and necessary action be taken accordingly as and when such situation arise.

S/d- (A. Ahmed)  
Secretary to the Govt. of Assam  
Pension & Public Grievances Department.

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Memo NO.PPG(P) 149/2004/8

Dated Dispur, the 30<sup>th</sup> November, 2004.

Copy for information and necessary action :-

1. All Administrative Department.
2. All Deputy Commissioner/S.D.O.(C).
3. Commissioners of Division.
4. All Treasury officer/Treasury/ Sub-Treasury.
5. Regional Bank.
6. All Heads of Department.
7. Secretary, A.P.S.C.
8. Secretary to the Governor of Assam.
9. The Accountant General (A & E), Assam, Maidamgaon, Guwahati-29, with reference to their letter NO.Pen-1/State Policys 01/d2/398 dated 2-09-2002.

By order etc.

Deputy Secretary. to the Govt. of Assam,  
Pension & Public Grievances Department.