

7: - FINANCIAL MATTERS:7:3: - Purchase/Hiring/Investment/Transfer, etc.

- (i) New Pension Scheme (NPS) or New Defined Contribution Pension Scheme (NDCPS).

Letter No.F.No.19-15/2004-IFD dated 15.1.2008 placed at Annexure (A) may please be seen. The letter is forwarding to the D.O. letter No.1(06) 2007-PR Dated 31.12.2007 from Secretary Ministry of Finance on new pension scheme.

The highlights of the letter are:

1. The National Securities Depository Limited (NSDL) shall start functioning as the Central Record keeping Agency (CRA) for managing the accounting, recordkeeping, database, and other operational aspect of the New Pension Scheme.
2. It also proposed to hold orientation/training programmes for operational level functionaries to enable adequate sensitization about the NPS.
3. The employees admitted under New Pension Scheme (NPS) or NDCPS as known in NEHU needs to be registered afresh into the CRA system operated by NSDL. NSDL officials duly authorized by the Pension Fund Regulatory and Development Authority (PFRDA) would be interacting to ensure successful registration of all eligible employees.
4. The Pension Fund Regulatory and Development Authority (PFRDA) have identified SBI, UTI Asset Management Company and Life Insurance Corporation of India to act as sponsors of dedicated pension funds. All these companies are now incorporating dedicated pension funds under the companies Act 1956 to manage the accumulated corpus and incremental inflows in accordance with Government, mandated investment guidelines.
5. In order to ensure successful implementation of the system the financial data is to reach CRA immediately. In this connection it has also been mentioned in the latter that this needs to be done to enable complete transfer of the accumulated corpus to the Pension Fund Managers for investment purposes on the appointed date i.e. 1.6.2008.

In this connection it may be mentioned that the NPS or NDCPS was considered and accepted vide EC. Resolution No.EC:118:204:6:7:(iii): On implementation an Office order No.F.45/INT-AUDIT/PENSION STATEMENT/2003-04/670 Dated 27.8.04 was issued on the modus operandi of the scheme.

Accordingly employees appointed after 1.1.2004 have been admitted to NDCPS scheme and their subscription along with employers contribution is being deposited in an Savings Bank account with SBI opened for the purpose.

In the case of GPF/CPF the University manages the Fund as per GOI orders and guidelines. But under this new scheme since the rate of pension payable will depend on the earnings of the fund the details of which is yet to be worked out by the Ministry, the University will have to transfer the Fund and the Data to the NSDL.

The above is submitted for consideration and approval of the Executive Council.

F.A.4/51/New Restructured Defined Contribution Pension System/04-1708 dt.19.2.08

7:3:1(2)

JA (F)
SOC (F)
21.1.2008

F.No.19-15/2004-IFD
Government of India
Ministry of Human Resource Development
Department of Higher Education
Integrated Finance Division

New Delhi Dated 15th January, 2008

To

- (i) The Directors of IITs/NITs/IIMs/IISc/IISER/ ISM/IITs/NIFFT/SPA /NITIE/ IIITDM/ SLIET/NITTTRs
- (ii) The Member Secretary, AICTE
- (iii) The Secretary, UGC
- (iv) Registrars of DU/ JNU / AMU / BHU / PU / UH / NEHU / IGNOU / AU / TU / VB / NU / JMI / BBAU / MANUU / MGAHVV / MU / UA
- (v) The Commissioners, KVS / NVS
- (vi) Heads of all other Autonomous Bodies under Ministry of Human Resource Development

Subject:- Reconciliation of financial data relating to new entrants to the New Pension Scheme.

Sir,

I am directed to send herewith copy of letter No.1(06)/2007-PR dated 31st December, 2007 received from Secretary, Department of Financial Services, Ministry of Finance on the above subject.

You are requested to note the contents of this communication and initiate necessary action in respect of the employees of your organization who come under the ambit of the New Pension Scheme.

Yours faithfully,

(J.R. Agarwal)

Deputy Secretary to the Govt. of India

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For me, hl
8.2.2008

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Dr (211-I) / Dr (211-II)

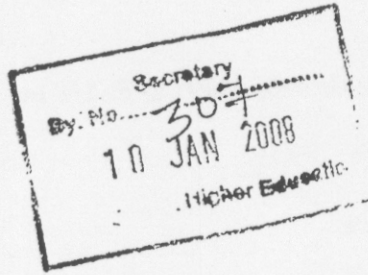
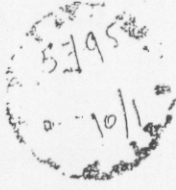
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NEHU



सत्यमेव जयते

NOD RAI
SECRETARY

7:3:1(3)



भारत सरकार
वित्त मंत्रालय
वित्तीय सेवाएँ विभाग
जीवन दीप भवन, तीसरी मंजिल
१०, पार्लियामेंट स्ट्रीट,
नई दिल्ली-११०००१

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES
JEEVAN DEEP BUILDING, 3RD FLOOR,
10, PARLIAMENT STREET,
NEW DELHI-110 001
TEL : 23340222, FAX : 23340027
2092839 (N.B.)

D.O. No. 1(06)/2007-PR
December 31, 2007

Dear *RA*,

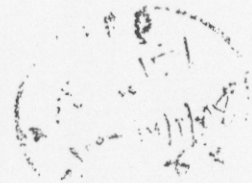
The 'New Pension Scheme' approved by Government and based on defined contributions for all entrants to Government service w.e.f. 1st January, 2004 (excepting the Armed Forces) has come into effect. The contributions made by the new entrants, and also those made by Government, are presently being kept in the Public Account earning an interest rate of 8% p.a. The accounting and recordkeeping thereof is being presently handled by the Central Pension Accounting Office, Ministry of Finance.

2. I am now happy to share with you that the Pension Fund Regulatory and Development Authority (PFRDA) have identified State Bank of India, UTI-Asset Management Company and Life Insurance Corporation of India, through a process of competitive bidding, to act as sponsors of dedicated pension funds. All the above mentioned entities are now incorporating dedicated pension funds under the Companies Act, 1956 to manage the accumulated corpus and incremental inflows in accordance with Government mandated investment guidelines.

Simultaneously, the National Securities Depository Limited (NSDL) shall start functioning as the Central Recordkeeping Agency (CRA) for managing the accounting, recordkeeping, database and other operational aspects of the 'New Pension Scheme'. It is expected that the necessary IT architecture shall be in place by 1st June, 2008 and CRA operations shall commence accordingly.

3. In order to ensure successful operationalisation of the system, it would be necessary that the existing financial data relating to new entrants to government service w.e.f. 1st January, 2004 is completely reconciled. The CCAs/CA of your Ministry may be directed to ensure that this is done immediately in order to enable complete transfer of the

Immediates
14/1/08



accumulated corpus to the Pension Fund Managers for investment purposes on the appointed date, i.e. 1st June, 2008.

Further, all employees covered under the NPS w.e.f. 1st January, 2004 would need to be registered afresh into the CRA system to be operated by NSDL. NSDL officials, duly authorized by PFRDA, would be interacting with your Ministry to ensure successful registration of all eligible employees. It is also proposed to hold orientation/training programmes for operational level functionaries such as PAOs, DDOs etc., to enable adequate sensitization to various aspects of the proposed changeover. Details regarding this shall be made available on the PFRDA and NSDL websites in due course.

4. I would greatly appreciate the active cooperation of your Ministry/Department in enabling this important part of financial reform. The contents of this communication may also be brought to the notice of the Autonomous Organisations attached to your Ministry for necessary action on their part.

Regards

Your sincerely,



(Vinod Rai)

Shri R. P. Agrawal,
Secretary (SE&HE),
Department of Secondary & Higher Education,
Ministry of Human Resource Development,
Shastri Bhawan,
Dr. Rajendra Prasad Road,
New Delhi-110001.
Ph. No.23386451, 23382698.FAX No. 23385807

ITEM NO.7

FINANCIAL MATTERS:

7:3:- *Purchase/Hiring/Investment/Transfer, etc.*

- (i) **New Pension Scheme (NPS) or New Defined Contribution Pension Scheme (NDCPS).**

EC:133:2008:7:3:(i): The Council considered the New Pension Scheme (NPS) or New Defined Contribution Pension Scheme (NDCPS) and **RESOLVED** to approve the transfer of fund and data to the National Securities Depository Limited (NSDL).

ITEM NO.8

ITEM FROM THE CHAIR

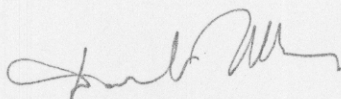
- (i) **MoU with North-Eastern Hill University (NEHU) and Indira Gandhi National Open University.**

EC:133:2008:8:(i): The Council considered the MoU with North-Eastern Hill University (NEHU) and Indira Gandhi National Open University (IGNOU) and **RESOLVED** that the MoU be modified for re-allocation of land.

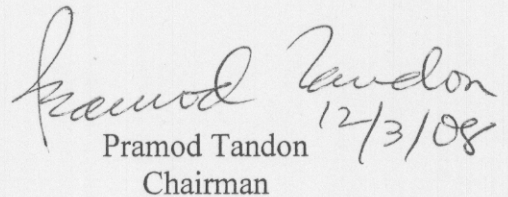
- (ii) **Nomination of Experts for the Selection Committee/ Departmental Promotion Committee.**

EC:133:2008:8:(ii): The Council nominated the Experts to the Selection Committee for the post of Resident Medical Officer as per list given to the Vice-Chancellor.

The meeting ended with a vote of thanks from the Chair at 1.45 P.M.



DT Khathing
Secretary



Pramod Tandon
Chairman