

EASTERN RAILWAY

No. E 352/O/1/Pt.II

Kolkata, dated 15.06.2011.

All Concerned

Sub : Clarification on increase in certain allowances  
25% as a result of enhancement of Dearness  
Allowances w.e.f. 01.01.2011.

The following copy of Railway Board's letter No. E(W)2008/ED-2/4 dated 01.06.2011(RBE No. 78/2011) is appended below for information, guidance and necessary action. Board's earlier letters dated 01.10.2008 and 13.10.2008 and 25.03.2011, as mentioned therein, were circulated under this office serial circular No. 121/2008 and 130/2008 and 34/2011 respectively.

( G.Bandopadhyay )  
Asstt. Personnel Officer/E  
for Chief Personnel Officer

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Copy of Railway Board's letter No. E(W)2008/ED-2/4 dated 01.06.2011(RBE No. 78/2011) addressed to the CM(P)/ All Indian Railways and others.

Sub : Clarification on increase in certain allowances  
25% as a result of enhancement of Dearness  
Allowances w.e.f. 01.01.2011.

Please refer to Railway Board's letter of even number dated 01.10.2008 containing revised policy instructions on Children Education Allowance and Hostel Subsidy admissible to Railway servants based on the recommendations of Sixth Central Pay Commission as per DOP&T'S OM No.12011/03/2008-Estt.(Allowance) dated 02.09.2008. Reference is also invited to Railway Board's letter E(W)2008/ED-2/5 dated 13.10.2008 containing instructions on Special Allowance for child care for women with disabilities and Education Allowance for disabled children as per DOP&T's OM No.12011/04/2008-Estt.(Allowance) dated 11.09.2008. As per revised scheme, reimbursement limits on Children Education Allowance and Hostel Subsidy would be raised by 25% every time the Dearness Allowance on the revised pay structure goes up by 50%.

2. Railway Board vide letter No.PC-VI/2008/1/7/2/1 dated 25.03.2011 has enhanced the Dearness Allowance payable to Railway employees from the existing rate of 45% to 51% with effect from 1<sup>st</sup> January, 2011.

3. Consequent to aforesaid enhancement in Dearness Allowance to 51%, limits on reimbursement of Children Education Allowance & Hostel Subsidy shall go up by 25% w.e.f. 1<sup>st</sup> January, 2011. DOP&T vide Office Memorandum No. 12011/01/2011-Estt.(Allowance) dated 04.05.2011 (copy enclosed) has issued clarification to this effect that Children Education Allowance and Hostel Subsidy allowance shall be enhanced by 25% as a result of enhancement of Dearness Allowance to 51% from w.e.f. 1<sup>st</sup> January, 2011. The clarification issued by DOP&T shall apply mutatis-mutandis in respect of Railway employees.

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Please acknowledge receipt.

Sd/-  
(Debasis Mazumdar)  
Joint Director Estt.(Welfare)  
Railway Board

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No. 12011/01/2011-Estt.(Allowance)  
Government of India  
Ministry of Personnel, Public Grievances and Pension  
Department of Personnel & Training

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New Delhi, May 4, 2011

OFFICE MEMORANDUM

Sub : Clarification on increase in certain allowances by  
25% as a result of enhancement of Dearness  
Allowances w.e.f. 01.01.2011.

On the above mentioned subject, it is stated that consequent upon enhancement of Dearness Allowance payable to Central Government employees @51% w.e.f. 1<sup>st</sup> January, 2011 vide Ministry of Finance, Department of Expenditure OM No 1(2)/2011-E-II(B) dated 24<sup>th</sup> March, 2011, the following points are clarified.

- a) The annual ceiling limit for reimbursement of Children Education Allowance shall be Rs. 15,000/- per child. Accordingly, the quarterly claim could be more than Rs. 3,750/- in one quarter and less than Rs. 3,750/- in another quarter subject to the annual ceiling of Rs. 15,000/- per child and Hostel Subsidy shall be Rs. 3,750/- per month per child.
- b) The rates of Special Allowance for Child Care to women with disabilities stands revised to Rs. 1,250/- per month, and
- c) The annual ceiling for reimbursement of Education Allowance for disabled children of Government Employees shall be treated as revised to Rs. 30,000/- per annum per child and the rates of Hostel subsidy for disabled children of Government employees shall be treated as revised from Rs. 6,000/- per child per month to Rs. 7,500/- per child per month.

2. These revisions are applicable with effect from 1<sup>st</sup> January, 2011.

3. These revisions shall be subject to other terms and conditions mentioned in this Department's OM No. 12011/03/2008-Estt.(Allowance) dated 02.09.2008 and OM No 12011/04/2008 dated 11.09.2008.

Sd/-  
(Vibha Govil Mishra)  
Deputy Secretary

**Index No. 1057** : Increase in certain allowances 25% as a result of enhancement of  
Dearness Allowance w.e.f. 01.01.2011.

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