

Public Administration Circular No: 05/96

My No: 1/543E17D/94/02

Ministry of Public Administration, Home Affairs,
Plantation Industries and Parliamentary Affairs,
Independence Square,
Colombo 07.

15.02.1996.

All Secretaries to Ministries &
Head of Departments.

**Payment of Compensation to the Employees
in the Department which were closed**

Your attention is drawn to the Public Administration Circular No. 31/92 of 30th October, 1992 issued to grant relief to Public Officers whose services were terminated without superannuation benefits for non completion of 10 years service due to closure of Departments.

02. The Government has decided to pay compensation to those Officers who were benefited under the above mentioned Circular taking the loss of career into consideration. The amount of compensation to be paid should be determined in the following manner.

Amount of Compensation to be paid) Last drawn monthly salary x 60 months x 75 x
) = Age at retirement (in years) x Loss of Career
) (in months)*
100 x 55 years x 360 months

* (Period of service from the date of retirement upto the 55th date of birth)

The maximum amount of compensation payable under this Scheme should not exceed Rs. 100,000. If a compensation has already been paid, on this account, such amount should be recovered from the amount of compensation payable under this scheme.

03. If any pensioner who has drawn this compensation secures alternative employment in a Government Department or in an Institution he/she should repay the compensation and in addition his/her pension should be frozen from the date of re-employment upto 55th date of birth.

04. The employees in the Departments which were closed down on or after 01.01.1992 only will be eligible for compensation under this scheme.

05. This Circular is issued with the concurrence of the General Treasury.

Sgd. R.S. Jayaratne
Secretary

Ministry of Public Administration, Home Affairs,
Plantation Industries and Parliamentary Affairs,