

**ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION**

Office of the VC&MD,  
RTC House, PNBS, Vijayawada.

No. IR2/810(03)/2020-PD

**Notification No. PD - 03/2020 dated 22.01.2020**

**Sub: Staff Retirement Benefit Scheme (SRBS)**-Closure of activities of Staff Retirement Benefit Scheme in APSRTC consequent to absorption of employees of APSRTC into Government Service, PTD under T,R&B Department - Notified.

**Ref:**

1. SRBS Trust deed dated 26.12.1991
2. SRBS Board of Trustees resolution No.3 dated 15.02.2019
3. APSRTC Corporation Board resolution No.2/2017 dated 24.08.2017
4. Report of the Secretaries' Committee dated 05.12.2019 on the absorption of employees of APSTC into Government Service, PTD, approved by the Government of AP
5. Act No.36 of 2019 and G.O.Ms. No. 52 of TR & B (TR.II) Dept., dated 31.12.2019 published in the AP Gazette Notification (Part-1 Extraordinary), No.2, G.837 of TR & B (TR.II) Dept., dated 01.01.2020
6. Minutes of SRBS Board of Trustees Meeting dated 08.01.2020
7. Approval of Corporation Board in the meeting held on 20.01.2020

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APSRTC SRBS Trust was incorporated as part of the agreement in Revision of Pay Scales 1989 and has been functioning since, May 1989. The Scheme was aimed to mitigate financial hardships of the superannuated employees and their spouses. As per the terms of the Scheme, the employees receive Monthly Cash Benefit (MCB) as per the Pension Table after retirement from the service till their death and thereafter the spouse gets 50% of the monthly pension.

In the wake of bifurcation of APSRTC into two Corporations namely, APSRTC and TSRTC, a separate SRBS Trust for the residuary APSRTC has been registered.

As per item no.17.2.2 of report of Secretaries' Committee under reference 4<sup>th</sup> cited which was approved by the Government of A.P., the Corporation was directed to take the following actions regarding closure of the activities of SRBS Trust.

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- a) To dispense with the activities of SRBS Trust for the in service employees and to stop recovery of subscription @Rs.250/- per month from the date of absorption.
- b) To pay the accrued principal with interest to all the in-service members of the Trust and settle their accounts.
- c) To recover the outstanding loan amounts from the amounts payable to in service employees, balance if any, from the wages in equal installments and from their retirement settlements.

Vide reference 5<sup>th</sup> cited, Gazette Notification was issued regarding absorption of APSRTC employees into Government service, Public Transport Department (PTD). Further, vide G.O. Ms. No.51 of T,R&B(TR.II) Dept., dated 31.12.2019 published in AP Gazette Notification dated 01.01.2020, employees of APSRTC were absorbed into Government Service, PTD from the appointed day ie., 01.01.2020.

On absorption of employees of APSRTC into Government of AP (PTD) w.e.f. 01.01.2020, the salaries of PTD employees are paid by the Government of AP through APCFMS. The SRBS Trust which is not in existence in Government cannot be maintained in Government system.

In the meeting of Board of Trustees held on 08.01.2020, following decisions were taken as recorded in the minutes under reference 6<sup>th</sup> cited.

- i. To dispense with SRBS for the in service employees who stand permanently allotted to residuary APSRTC in terms of Board resolution No.2/2017 dated 24.08.2017 and to stop recovery of monthly subscription @ Rs.250/- from such in service employees from the date of absorption into Government service i.e., 01.01.2020
- ii. To pay the accrued principal along with interest as may decided to all the members as given in (i) above and settle their accounts within a reasonable period.
- iii. While settling the accounts of the members as given in (ii) above, to recover the outstanding loans, from the accrued principal and interest and the balance amount in any, from salaries in equal installments as may be decided.
- iv. If any amount is still outstanding after effecting recovery as given in (iii) above, the balance has to be recovered from the final settlement amounts of members in case of cessation from service.

- v. To continue payment of Monthly Cash Benefit (MCBs) from SRBS funds till 2021 to the retired employees who are allotted to residuary APSRTC and already receiving MCB, thereafter from the funds of APSRTC.
- vi. To resolve SRBS related grievances of the members as given at (i) above, that may arise in future by APSRTC.

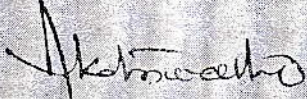
The Corporation Board, in its meeting held on 20.01.2020, has authorized the VC&MD, APSRTC to take all the steps required for implementation of the directions of the Government of AP as recorded in the report of Secretaries' Committee.

Therefore, in terms of

- (1) Approval of the Secretaries' Committee Report by GoAP
- (2) Minutes of Board of Trustees meeting dated 08.01.2020 and
- (3) Approval of the Corporation Board in the meeting held on 20.01.2020

it is hereby notified that

- a. the activities of APSRTC SRBS Trust are hereby closed for in service employees w.e.f. 01.01.2020 and
- b. the accounts of the in service members will be settled as per the decisions taken in the meeting of Board of Trustees dated 08.01.2020
- c. To continue payment of Monthly Cash Benefit (MCB) from SRBS funds till 2021 to the retired employees who are allotted to residuary APSRTC and already receiving MCB, thereafter from the funds of APSRTC.
- d. SRBS Trust related grievances of the members and pensioners that may arise in future, will be resolved by APSRTC

  
**EXECUTIVE DIRECTOR (A)**

To  
Board of Trustees and members of SRBS Trust

Copy to all Officers of the Corporation