

A.P. Government Life Insurance Fund Rules

By

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- **Aim of Scheme** :- To ensure protection for the families of the deceased Govt. employees and to augment their resource at the time of retirement.
- The Policies are exempted from attachment of the court of law as well as Govt.dues, except the arrears of premium or loan etc.,

- **INTRODUCTION:**

- The APGLI Department is one of the oldest departments in the State. The Scheme was originally started in 1907 by the Nizam of erstwhile State of Hyderabad for the welfare of his employees.

- A Management Committee used to run the scheme initially in the name of Family Pension Fund. Later the scheme was renamed as **Hyderabad State Life Insurance Fund** in the year 1913 (Dt.03.01.1913)
- After formation of Andhra Pradesh state in 1956, the scheme was changed as "**Andhra Pradesh Government Life Insurance Fund**".

A.P.G.L.I. Rules

- Rules 1 - 51
- Tables
- Forms
- Executive Instructions

• AT A GLANCE

- **Rule 1:** Name of the Rules: APGLIF Rules
Commencement: Dt.03.01.1913
- **Rule 2:** No new subscribers to Family Pension Fund
- **Rule 3:** Omitted
- **Rule 4:** Contracts under FPF shall continue
- **Rule 5:** Definitions
 - (i) Fund
 - (ii) Proponent
 - (iii) Insured
 - (iv) Policy
 - (v) Pay
 - (vi) Medical Officer
 - (vii) Consulting Medical Officer

- **Rule 6:** Endowment Insurance Only w.e.f.04.08.1964
 Policy will mature on attaining age of 55/58 yrs.
 Between 01.04.80 and 28.02.83
 & from 23.08.1984 58 years
 Between 01.03.83 and 22.08.84 55 years
- **Rule 7:** Omitted
- **Rule 8:** Annual statement of accounts and Assets and Liabilities Report for every 3 years by Director
- **Rule 9:** Finance Dept. shall have powers for conduct of its business
- **Rule 10:** Appellate Authority: Finance Dept.
- **Rule 11:** Interest rate fixed by State Govt. annually.

- Rule 12: Audit of accounts by AG
- Rule 13: Payments procedure
- Rule 14: Payment to minor: Guardian (natural/legal)
- Rule 15: Any dispute - interpretation - finance
- Rule 16: Additions/deletions - Govt. is competent
- Rule 17: Limit of Director
- Rule 18: Policy value - Sum assured
Eligibility, Subscription
- Rule 19: Monthly subscription, Maximum
- Rule 20: Enhancement
- Rule 21: Omitted
- Rule 22: Before completion - Continue/Surrender

- **Rule 23:** Time limit for Rule 22: 3 months
- **Rule 24:** If the pay reduces, No Reduction of premium
- **Rule 25:** Medical examination - later - dispensed
(G.O.Ms.NO.286, F&P, Dt.03.11.86)
- **Rule 26:** Cancelled
- **Rule 27:** Medical Officer - duties
- **Rule 28:** Medical Examination Repitition - expenses - self
- **Rule 29:** Proposal acceptance - Subscription
- **Rule 30:** Enhancement - Procedure
- **Rule 31:** Nomination

- **Rule 32:** Procedure for payment of surrendered value
- **Rule 33:** Omitted
- **Rule 34:** Nominee dies/alienates - procedure for payment
- **Rule 35:** Retirement before maturity - payment procedure
- **Rule 36:** Employee on leave - Recovery of premium
- **Rule 37:** Ceased from service / foreign service - Payment of premium
- **Rule 38:** Issue of duplicate policy
- **Rule 39:** False information submitted - Policy status
- **Rule 40:** In case of suicide within one year - policy will become null and void

- Rule 41 to 44: Deleted
- Rule 45: Loan Sanction - limits
- Rule 46: Loan recovery - Instalments 12 - 48 (60)
- Rule 47: Recovery of first instalment
- Rule 48: Interest rates on Loans
- Rule 49: Recovery of interest
- Rule 50: Powers to Director, Recovery of Loan
- Rule 51: Permanent Disability Benefit

Age Limitation & Rate of subscription -

- The employees below the age of 20 years and above the age 53 years are not allowed to become members in this scheme.
- And re-employed pensioners and employees governed by the Factories Act are not eligible.
- At the time introduction of the scheme the rate of subscription is of 4% of the basic pay for G.O & N.G.O.s and Rs:4-00 to the class-IV, irrespective of their salary.
- As per G.O.Ms.No.368 F&P (FW.Accts-II) Dept,dt;15-11-1994,Slab Rates were introduced (as per RPS-1993) w.e.f. 31-12-1994

- **Eligibility:**
- Compulsory to all state govt. employees
- Extended to employees of PR institutions
(G.O.Ms.No.212, F&P(Fin.Wing Accts.II)
Dept.,Dt.17.12.97)
- Extended to Municipal employees / teachers except to GHMC, GVMC, VMC
(G.O.Ms.No.25, Fin.(Admn.II), Dt.03.03.11)
- Insurable age from 21 to 53 years
- Extended to 53 years
(G.O.Ms.No.16, Fin.(Admn.II), Dt.17.02.11)

Slab Rates -As per R.P.S.-2010

G.O.Ms.No.231 F&P (FW-Admn.-II)Dept. Dt:28-06-2010 .

Basic Pay to Rs : 6700/-to 8440/- 250/-
p.m.

From 8441/- to 10900/- 350/-

from 10901/- to 14860/- 450/-

from 14861/- to 18030/- 600/-

from 18031/- to 25600/- 750/-

from 25601/-and above 1000/-

Applicable w.e.f. June 2010.

Maximum contribution allowed & Issues of policies

The contribution to this fund allowed to the extent of **20%** of the **basic pay**.

If a policy holder is permanently disabled while in service he is exempted upto Rs: 30/- p.m.by producing from the competent medical officer to the extent.

- From and after 04-08-1964 there is only one kind of policy namely Endowment Insurance is in operation , which matures on the age of 58 years.(Rule-6)
- But, due to decrease of superannuation from 58 to 55 years from 1-3-1983 to 22-8-1984, the matured at the age of 55 years only(Go.Ms.No.254 F&P Dt:27-09-1988)
- Any subscriber aggrieved with the Director, he may appeal to the Finance Dept. and their decision is final. (Rule-10)

Endowment Assurance Maturing at the age of 58 yrs.(with Profits)

(G.O.Ms.No.16, Fin(Admn.II),Dt.17.02.11)

Age next Birth day At Entry in Years	Sum Assured	Age next Birth day At Entry in Years	Sum Assured
21	453.60	37	222.10
22	437.20	38	209.90
23	421.20	39	197.90
24	405.20	40	186.30
25	389.50	41	174.80
26	374.10	42	163.60
27	359.00	43	152.60
28	344.10	44	141.80
29	329.50	45	131.10
30	315.10	46	120.60
31	301.00	47	110.30
32	287.20	48	100.00
33	273.60	49	90.20
34	260.30	50	80.60
35	247.30	51	71.40
36	234.50	52	62.50
		53	54.10

Bonus and Terminal Bonus (per 1000 sum assured per annum)

<u>Period</u>	<u>Bonus</u>	<u>Terminal Bonus</u>	<u>will be announced by the Govt.</u>
1951-54	10/-	-	for every 3 years i.e. triennium-(Rule-8)
1954-57	10/-	-	
1957-60	16/-	-	Interest will be announced annually to
1960-63	16/-	-	the fund by the Govt. from time to time
1963-66	17/-	-	
1966-69	18/-	-	
1969-72	20		
1972-75	24/-	-	
1975-78	28/-	-	
1978-81	40/-	3/-	
1981-84	56/-	4/-	
1984-87	60/-	4/-	
1987-90	80/-	4/-	
1990-93	100/-	5/-	
1993-96	100/-	5/-	
1996-99	100/-		(G.O.Ms.No.162,Fin(Admn.II), Dt.23.06.06)
1999-02	100/-	-	(G.O.Ms.No.328,Fin(Admn.II), Dt.29.10.10)
2002-05	110/-	-	(G.O.Ms.No.132,Fin(Admn.II), Dt.25.06.11)
2005-08	100/-	-	(G.O.Ms.No.290,Fin(Admn.II), Dt.19.10.13)

Claim in case of Death (R-32)& Foreign Employees Claim: _

- In the case of death while in service the amount of policy and the bonus due there on till the date of death is payable to the nominee of the subscriber.
- If any amount is due from the deceased towards premium or loan with interest, will be deducted from the policy amount payable.
- All death claims will be settled by the Director of Insurance only.
- In case of foreign employee, it will be settled directly by the Director of insurance, irrespective of place where he retires.
- In case of missing, all efforts failed by the police, an indemnity bond will be taken from the dependents.

Required documents in case death:-

- 1) Refund form no.2, duly filled in and attested by the H.O.O.
- 2) Advanced stamped Receipt
- 3) Original policy
- 4) Legal heir certificate issued by the M.R.O. concerned.
- 5) Death Certificate .

Claim in the case of retirement

- It was settled by the District Offices.
- Required Documents are-
 - 1) Refund form No-1
 - 2) Advanced stamped receipt
 - 3) Original policy
 - 4) Copy of retirement order duly attested by the gazette officer.

Loans from A.P.G.L.I.(R-45) Rate of Interest

- Loan may be sanctioned up to 90% of the surrender value or the accumulation balance includes bonus.
- Recovery in 12 EMI minimum and maximum 48. In case of house loans the max. EMI is allowed to 60.(R-46)
- The rate of interest is one percent over and above the rate allowed by the Govt.(R-48)
- After Pml only interest, will be recovered. (R-49)
- In case of misuse of loan, balance of outstanding loan will be recovered with interest.(Rule-50)

- Departmental Delegation Of Powers:
- Issue of Policies without any monetary limit :
AD(DIO)
- Sanction of Loans Upto Rs.50,000 : AD
above Rs.50,000 : JD
- Settlement of Claims upto Rs.1,00,000 : AD
above Rs.1,00,000 : JD

(G.O.Ms.No.21, Fin.(Admn.II), Dt.21.01.13)

Audit of Accounts & Exemptions

- 1) Every year the A.G. will audit the accounts and submit a report to the Govt. of the progress of the fund position of the previous year.(R-12)
- 2) If the beneficiary is a minor the insurance amount shall be made to the guardian as declared by the civil court.(R-14)
- 3) No suit or action lie against the Director of Insurance or any other officer under these rules.(R-17)

THANK YOU