

# **A.P. Government Life Insurance Scheme**



**By**

**Bh. Pandu Ranga Sarma,**

Senior Lecturer, Accounts Training Wing

**Dr.MCRHRDI AP, Hyderabad.**



- 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



- **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 employees  
( G.O.Ms.No.25, Fin.(Admn.II), Dt.03.03.11)
- Re-employed pensioners and employees governed by the Factories Act are not eligible.
- Condition of requirement of 1 year of service to subscribe to this scheme is removed w.e.f. Dt.01.08.13.  
( G.O.Ms.No.199, Fin.(Admn.II) Dept., Dt.30.07.13)



- **Age limit:**
- Age of **21 to 53** years as on date of submission of proposal of new subscription or enhancement w.e.f. Dt.17.02.11.  
( G.O.Ms.No.16, Fin.(Admn.II),Dt.17.02.11)



# Rate of subscription

- At the time introduction of the scheme the rate of subscription is of
  - 4% of the basic pay for Gaz.Officers & N.G.O.s
  - Rs:4-00 to the class-IV, irrespective of their salary.
- Slab Rates were introduced (as per RPS-1993) w.e.f. 31-12-1994  
(G.O.Ms.No.368 F&P (FW.Accts-II) Dept,dt;15-11-1994)

# 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

|                           |            |
|---------------------------|------------|
| From Rs : 6700/-to 8440/- | 250/- p.m. |
| 8441/- to 10900/-         | 350/-      |
| 10901/- to 14860/-        | 450/-      |
| 14861/- to 18030/-        | 600/-      |
| 18031/- to 25600/-        | 750/-      |
| 25601/-and above          | 1000/-     |

Applicable w.e.f. June 2010.



# Policy Nature & Maturity

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 a certificate 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 policy 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)



# How to apply:

- After deduction of first Premium, the employee has to fill up and submit a proposal form duly signed and attested by his/her DDO/Head of office for obtaining APGLI policy.
- Only premium payment without submission of proposal form will not give any risk coverage or monetary benefit to the subscriber and such payments will be treated as unauthorized amounts which will be refunded on application with out any interest or bonus.



- In respect of second or subsequent policies where subscription is according to the pay slab, the individual need not submit the enhanced proposal.
- The DDO has to submit the following details after recovery of the enhanced premium within the compulsory slab of employees
  - Name of the employee, Designation, Father's Name, Date of Birth, policy number, basic pay, amount of premium increased, and month & year in which it is increased

( G.O.Ms.No.124, Fin.(Admn.II) Dept., Dt.24.05.13)



- The APGLI policies do not lapse.
- APGLI Premium is exempted from income tax under Section 80C.
- In case of maturity of the policy, the total Sum Assured and Bonus till Date of Maturity are paid to the policy holder.
- If the Policy Holder ceases to be Government servant, and decides to surrender the policy by discontinuing the payment of Premium, the subscriber will be paid the Surrender Value and the eligible Bonus.
- In case of Death of policy holder before maturity of the policy, the full Sum Assured along with Bonus till date of death are paid to the legal heirs.



# Remittance of Premiums:

- 1. The premium is recovered at source in the salary bills of the employees and the details are sent through schedules.
- 2. The employees whose salaries are not paid through Treasury/PAO and who have to pay the premium through Challan have to credit the premium to the below head of the account.
  - Major Head 8011 - Insurance and Pension Funds.
  - Minor Head 105 - State Government Insurance Fund.
  - Sub Head 01 - Andhra Pradesh State Government Life Insurance Fund.
- 3. The department service major head and also DDO code should be quoted in the Challan.

# 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<br>At Entry in Years | Sum<br>Assured | • Age next Birth day<br>At Entry in Years | Sum<br>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)

| Period  | Bonus | Terminal Bonus | will be announced by the Govt.<br>for every 3 years i.e. triennium-(Rule-8)       |
|---------|-------|----------------|-----------------------------------------------------------------------------------|
| 1951-54 | 10/-  | -              |                                                                                   |
| 1954-57 | 10/-  | -              |                                                                                   |
| 1957-60 | 16/-  | -              | Interest will be announced annually to<br>the fund by the Govt. from time to time |
| 1960-63 | 16/-  | -              |                                                                                   |
| 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)                                         |
| 2008-11 | 100/- | -              | ( G.O.Ms.No.76, Fin(Admn.II), Dt.04.04.14)                                        |

## 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 Insurance 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)
- Only Simple Interest of 9% per annum is charged against loans sanctioned.
- After Principal 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. (Rule-12)
- 2) If the beneficiary is a minor the insurance amount shall be made to the guardian as declared by the civil court.(Rule-14)
- 3) No suit or action lie against the Director of Insurance or any other officer under these rules. (Rule-17)



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