

DA FREEZE : IMPACT

Central Public Sector Establishments employees and pensioners (like BSNL/MTNL retirees) were due to get an increase of 5.5% of their monthly pay/pension as IDA increase from October 2020. It was not given because IDA is frozen. A total of 16.5% (5.5×3) of one month's BP is lost during the three months. As per calculations another increase of 6.1% is due from January 2021. Thus loss per month is 11.6%. That also will not be paid due to DA Freeze. Thus loss for next three months will be $11.6 \times 3 = 34.8\%$. Suppose there will be another increase of 5.5% from April 2021 to June 2021. Loss per month will rise to 17.1%. For three months 51.3.

So, the total loss of CPSE employee/pensioner will be: $16.5 + 34.8 + 51.3 = 102.6\%$ of basic pay/pension.

For the central govt employees/pensioners?

CDA rise of 4% per month from January-June 2020 was frozen.

Loss: $4 \times 6 = 24\%$ for 6 months.

CDA rise of another 2% per month from July – December 2020 was frozen.

Loss: $6 \times 6 = 36\%$ for 6 months.

Suppose there will be another increase of 4% from January 2021.

Total $10 \times 6 = 60\%$ for 6 months.

Total loss for the whole period of Freezing: $24 + 36 + 60 = 120\%$ of the revised monthly BP.

Every employee is deprived of at least Rs 30000. There are **5.5 CRORE** employees and Pensioners in PSEs and government services. $\text{Rs. } 30000 \times 5.5 \text{ Cr.} = 165000 \text{ Cr.}$ Rupees One Lakh Sixtyfive Thousand crores.

In the Name of corona.