COURT No.2 ARMED FORCES TRIBUNAL PRINCIPAL BENCH: NEW DELHI

23.

OA 2884/2023

Gp Capt T.S. Khan VERSUS Union of India and Ors. . Applicant

. Respondents

For Applicant

For Respondents

Mr. Rajat, Advocate for Mr. Ajit Kakkar, Advocate Sgt Arjun, OIC, Legal

CORAM

HON'BLE MS. JUSTICE ANU MALHOTRA, MEMBER (J) HON'BLE REAR ADMIRAL DHIREN VIG, MEMBER (A)

:

<u>ORDER</u> 22.Q9.2023

The present OA has been filed under Section 14 of the Armed Forces Tribunal Act, 2007 by the applicant, who is aggrieved by the incorrect fixation of his pay in the 6th Central Pay Commission (CPC) resulting in continuous financial loss and disadvantage. The applicant has made the following prayers:

"(a) To direct the respondents to fix pay in a manner that is most beneficial to the applicant and other allowances w.e.f 01.01.2006 (6th CPC), 17.06.2008 (Wg Cdr) and 01.01.2016 (7th CPC) and 17.06.2021 (Cp Capt).

(b) To direct the respondents to pay 12% interest on the arrears accrued to the applicant.

(c) To grant such other relief appropriate to the facts and circumstances of the case as deemed fit and proper"

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2. Notice of the OA was issued to the respondents which is accepted on their behalf.

3. The applicant was enrolled in the Indian Air Force on 17.06.1995 as Pilot officer. The applicant was promoted to the rank of Flying 17.06.1997; to the rank of Flight Lieutenant Officer on He was further on 14.01.2000 and Sqn Ldr on 16.12.2004. promoted to the rank of Wg Cdr on 17.06.2008 and Gp Capt on 17.06.2021. It is the submission of the applicant that since he did not opt for "Option II" while migrating to 6th CPC from the date of promotion, his pay was reduced which led to financial loss to him. Accordingly, the applicant made a statutory complaint to the respondents vide letter No.23635/Per/I/23 dated 01.06.2023 to resolve the issue of pay anomaly and revise the pay of the applicant accordingly. In response to the statutory complaint made by the the respondents vide their letter applicant, No.CAO/10203/23635/OPS dated 03.07.2023 stated that the applicant had not opted for the most beneficial option, therefore, his pay has correctly been fixed.

4. The applicant submits that he is entitled for correct fixation of pay as per recommendations of the 6th CPC wherein option to all employees was given to opt the date which is most beneficial to the employee.

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5. The applicant places reliance on the order dated 03.09.2021 in OA 1182/2018 titled <u>Sub M L Srivastava and Ors</u> Vs <u>Union of India</u> <u>and Ors</u>. wherein the Armed Forces Tribunal has opined that it is the responsibility of the respondents and the service authority to look after the interests of its own subordinate personnel and directed the respondents to review the pay and allowances of the applicants therein after due verification and re-fix their pay under the 6th CPC in a manner that is most beneficial to the applicants and thereafter re-fix the pay in all subsequent ranks and on transition to 7th CPC.

6. The respondents fairly do not dispute the settled proposition of law put forth on behalf of the applicant in view of the verdicts relied upon on behalf of the applicant.

7. We have examined numerous cases pertaining to the incorrect pay fixation in 6th CPC in respect of Officers/JCOs/ORs merely on the grounds of option not being exercised in the stipulated time or applicants not exercising the option at all and have issued orders that in all these cases the petitioners' pay is to be re-fixed with the most beneficial option as stipulated in Para 14 of the SAI 1/S/2008 dated 11.10.2008. The matter of incorrect fixation of pay and providing the most beneficial option in the case of JCOs/ORs has been exhaustively examined in the case of <u>Sub M.I. Shrivastava and</u> <u>Ors</u> Vs. <u>Union of India</u> [O,A No. 1182 of 2018] decided

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on 03.09.2021. Relevant paras for the purpose of decision in this

matter are quoted below:

"24. Having heard all parties at length, the main issue before us is whether the respective PAO(OR)s who are the Respondent office responsible for all matters of pay and allowances of personnel below officers' rank are justified in arbitrarily fixing the pay as on 01.01.2006, without examining the most beneficial option for each individual while fixing the pay; irrespective of whether the option was exercised or not exercised, or was exercised late.

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30. In all the three cases, the applicants have been promoted to the next rank after 01.01.2006 and prior to the issue of SAI No 1/S/2008 dated 11.10.2008. Under normal circumstances, the applicants ought to have exercised their option for pay fixation as given in Para 8 and 14 (b) of the SAI. There is no dispute that the time laid down for exercising the option was initially three months from the date of issue of the SAI and that this was further extended to 31.03.2011 vide Corrigendum to SAI dated 21/12/2010. The period was further extended to 30.06.2011 vide MoD letter dated The letter 11.12.2013. dated 11.12.2013 WAS disseminated to the environment vide AG's Branch Letter dated 12.12.2013.

31. It is also undisputed that if the applicants by default, are to be in the new pay scale as fixed with effect from 01.01.2006, they would be in a disadvantageous position throughout their service tenure and on retirement/ transition to 7th CPC. Moreover, it is absolutely reasonable to assume that no sane person will knowingly put himself in a disadvantageous position in service and will refuse to accept a beneficial pay scale and opt for the new pay scale that is disadvantageous.

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In summary, we find that given the complexity of 38. calculating pay and allowances, while the rules and regulations for implementation of 6th CPC had adequate safeguards to ensure that the most beneficial option was worked out and adopted for each individual, this has not been implemented with requisite seriousness and commitment by the Respondents, in particular the PAO(OR) who were the custodians to ensure this. This has resulted in serious financial implications to individuals including loss of pay and allowances whilst in service and on retirement. This has also resulted in financial loss to those who transited to 7th CPC with incorrect fixation of pay in the 6th CPC. The only ground for denial of the most beneficial pay scale to the applicants and many others who are similarly placed is that either the individuals did not exercise an option for pay fixation, or they exercised it late, beyond the perceived stipulated period. In the given circumstances, the respondents themselves should have taken steps to remove this anomaly, and ease out the issue for the serving soldiers, many of whom may not be knowledgeable about intricacies the of these calculations, in the full knowledge that that no one will ever knowingly opt for a less beneficial option. We emphasise the fact that it's the responsibility of the Respondents and the service authority to look after the interests of its own subordinate personnel.

39. In view of the above, the three OAs under consideration are allowed and we direct the Respondents to:~

(a) Review the pay fixed of the applicants and after due verification re-fix their pay under 6th CPC in a manner that is most beneficial to the applicants.

(b) Thereafter re-fix their pay in all subsequent ranks and on transition to 7th CPC where applicable, and also ensure that they are not drawing less pay than their juniors.

(c) Re-fix all pensionary and post retiral benefits accordingly.

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(d) Issue all arrears and fresh PPO where applicable, within three months of this order and submit a compliance report.

40. In view of the fact that there are a large number of pending cases which are similarly placed and fall into Category A or B, this order will be applicable in rem to all such affected personnel. Respondents are directed to take suo moto action on applications filed by similarly aggrieved personnel and instruct concerned PAO(OR) to verify records and re-fix their pay in 6th CPC accordingly.

8. The issue pertaining to pay fixation in 6th CPC in respect of Officers/JCO/OR has been examined in numerous cases by this Tribunal. Similar considerations were applicable for pay fixation of officers <u>*Lt.Col. Karan Dusad*</u> Vs <u>*Union of India & Ors.*</u> (OA No.868 of 2020 and connected matters) decided on 05.08.2022.

9. In <u>Uttaranchal Forest Rangers' Assn. (Direct Recruit)</u> Vs. <u>State of U.P.</u> [(2006) 10 SCC 346] the Hon'ble Supreme Court has laid down that service jurisprudence postulates that all the persons similarly situated should be treated similarly.

10. In the light of the above consideration, we allow this OA and direct the respondents to:

(a) Review the pay fixed of the applicant on his promotion to the rank of **Wg Cdr** on **17.06.2008** in the 6th CPC and after due verification re-fix his pay in a manner that is most beneficial to the applicant.

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(b) Thereafter, re-fix the applicant's pay on transition into 7th CPC as on 01.01.2016 and subsequent promotion in the most beneficial manner while ensuring that the applicant is not drawing less pay than his juniors.

(c) Pay the arrears within three months of the receipt of copy of this order.

11. No order as to costs.

(JUSTICE ANU MALHOTRA) MEMBER (J)

(REAR ADMIRAL DHIREN VIG) MEMBER (A)

/CHANANA/

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