



Central Headquarters New Delhi-110001

General Secretary
Prahlad Rai

M.: 9868278222 E-mail: gsaibsnlea@gmail.com Financial Secretary

T. C. Jain

M.: 9868188748 E-mail: fsaibsnleachq@gmail.com

No. AIBSNLEA/CHQ/MOSC/2017

President
S. Sivakumar

M.: 9486102121

E-mail: presidentaibsnlea@gmail.com

DATED: 03.07.2017

To.

Shri Manoj Sinha Ji, Hon'ble MOSC (I/C), Govt. of India, Sanchar Bhawan, New Delhi – 110001

Subject:

Request for kind intervention in considering implementation of 3rd PRC recommendations with 15% fitment benefit to BSNL executives and replacement of E-1A by E-2 and E-2A by E-3 and subsequent up-gradation of pay scales E-3 by E-4, E-4 by E-5, E-5 by E-6 and E-6 by E-7 to provide pay parity among the executives in BSNL - reg.

Hon'ble Sir.

We are extremely thankful for your kind honour for granting us a meeting despite your very busy schedule of programs. Further, we would like to submit the following points for your kind consideration in respect of implementation of the 3rd PRC recommendations with 15% fitment benefit in Bharat Sanchar Nigam Limited (BSNL) and replacement of E-1A by E-2 and E-2A by E-3 and subsequent up-gradation of pay scales E-3 by E-4, E-4 by E-5, E-5 by E-6 and E-6 by E-7 to provide pay parity among the executives in BSNL.

A. implementation of 3rd PRC recommendations with 15% fitment benefit to BSNL executives

BSNL is a CPSE in telecom sector which is a service industry. It has pan India presence. It is facing competition from a large number of private players of the industry. Being a CPSE it is fulfilling the obligations of the Government by providing services in such areas also where the private players do not offer services because of absence of profit. The infrastructure cost in providing services in high terrains, Left Wing Extremists area are much more and it does not make business sense.

BSNL being a CPSE and "State" in terms of Article 12 of the Constitution of India is building and maintaining infrastructure in such areas too. It is noteworthy that in cases of natural calamity the services of BSNL only become available to the general public who are in distress. Furthermore, the decisions are also influenced by the stringent policies and frequent Government interferences, fear of CVC and all statutory bodies. BSNL's tariffs are significantly low and one of the cheapest in the world, resulting in low ARPUs.

BSNL has been identified by 14th Finance Commission as "Priority Sector" CPSU. BSNL is executing important Government Projects of national importance like Bharat-Net, Network for Spectrum, LWE Areas Project and Comprehensive Telecom Development Plan for North East states etc.

BSNL has strategic, social and economic importance for the nation as It addresses market imperfections in telecom sector, functions as a reference point for getting more reliable information for the sector regulator, works as tariff balancer so as to ensure availability of reliable and affordable telecom service to the masses, provides telecom services in the uneconomic, unviable, rural, far-flung areas and difficult terrains and plays vital role in providing connectivity during emergencies, natural calamities etc.

Looking to these odds BSNL is on the path of turn-around and so far have shown positive trends, as is evident in Company being EBIDTA Positive.

The Executive Summary / Recommendations of 3^{rd*} PRC vide Para 5 provides that CPSEs which have been formed to perform specific agenda of the Government and where there is no budgetary support provided by the Government to such CPSEs, the affordability condition shall not be applicable to that CPSE. Whereas, pursuant to National Telecom Policy-1999 (NTP-1999) BSNL was formed to take over the service providing function of DoT. Thus, BSNL was formed as a Government Company to perform specific agenda of the Government with regard to Telecom Sector.

Huge legacy manpower, as a result about 55% of the total revenue goes to employees' remuneration; as these employees were en-mass transferred and absorbed in BSNL without any functional considerations and justifications. While seeking their options for absorption in BSNL, Government gave them assurances for better prospects. Had they not opted for absorption, they would have got the benefits of 7th CPC. Unabsorbed Government officers deployed in BSNL have already been granted the benefits of 7th CPC w.e.f. 01.01.2016.

About 2 lakh retired employees' pension revision is linked with implementation of 3rd PRC recommendations. About 25,000 employees are stagnating in their pay scales.

Turnaround of a non-profitable CPSU working in stiff competition needs more motivated employees than an organization already running in profit in a lesser competitive market. Further, to remain vibrant and to add to its competitive edge, BSNL has recruited about 30,000 Engineering Graduates. To retain this talent, pay revision is imperative.

In view of the above, it is requested to kindly intervene in the matter and use your good office for getting approved the implementation of 3rd PRC recommendations in BSNL with full 15% fitment benefit from Union Cabinet.

B. Replacement of E-1A by E-2 and E-2A by E-3 and subsequent up-gradation of pay scales E-3 by E-4, E-4 by E-5, E-5 by E-6 and E-6 by E-7 to provide pay parity among the executives in BSNL

BSNL Management under the pressure of some Associations has altered its earlier proposal dated 06.06.2016 (Annexure – I) of replacement of E-1A by E-2 and E-2A by E-3 and subsequent pay scales up-gradation from E-3 to E-4, E-4 to E-5, E-5 to E-6 and E-6 to E-7 pay scales to provide parity in pay scales of Executives in BSNL. BSNL Management has unethically modified its proposal limiting of replacement of pay scales up to E-1A by E-2 and E-2A by E-3 vide letter dated 12.06.2017 (Annexure – II) only which will cause disparity in the pay scales of executives in BSNL.

: Page - 3 :

To avoid discrimination and unrest among the executives, we would therefore, request you to kindly intervene in the matter and use your good office and direct DoT Administration to impartially approve BSNL's earlier proposal dated 06.06.2016 for replacement of E-1A by E-2 and E-2A by E-3 and subsequent pay scales up-gradation E-3 by E-4, E-4 by E-5, E-5 by E-6 and E-6 by E-7 to maintain parity of pay scales. Also to avoid keeping one Executive in E-3 scale for 10 years in violation of Executive Promotion Policy.

We believe that your kind honour will appreciate our feelings and settle our aforesaid grievances to render justice to all the executives and better Human Resource Development in BSNL.

Yours Sincerely

(PRAHLAD RAI) General Secretary

Copy for kind information to:

- 1. Ms. Aruna Sundararajan, Secretary (T), DoT, Govt. of India, New Delhi 110001
- 2. Shri Anupam Shrivastawa, CMD, BSNL, New Delhi 110001