



BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT
DATED: **02.01.2020**

CORAM:

THE HONOURABLE MR.JUSTICE M.S.RAMESH
W.P.(MD) No.27309 of 2019

WEB COPY

Prema

... Petitioner

/vs./

1.The Managing Director,
Tamil Nadu State Transport Corporation (KMB) Ltd.,
New Railway Station Road,
Kumbakonam 612 001.

2.The General Manager,
Tamil Nadu State Transport Corporation (KMB) Ltd.,
Karaikudi Region,
Mardhupathi, Managiri Post,
Karaikudi, Sivagangai District.

3.The Administrator,
Tamil Nadu State Transport Corporation Ltd.,
Employees Pensions Fund Trust,
Thiruvalluvar Illam,
Pallavan Salai, Chennai-2.

... Respondents

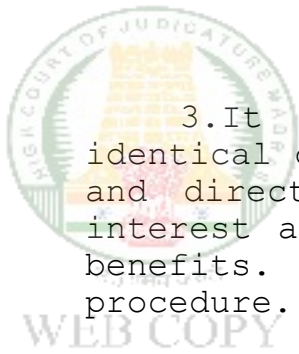
PRAYER: Writ Petition filed under Article 226 of the Constitution of India for issuance of writ of mandamus, to direct the respondents to disburse interest at the rate of 6% for the belated payment of retirement benefits namely gratuity, provident fund, leave salary and commutation.

For Petitioner	: Mr.K.Gokul
For Respondents	: Mr.D.Sivaraman
	Standing Counsel (for R1 & R2)
	Mr.A.Swaminathan
	Standing Counsel (for R3)

ORDER

By consent of both parties, this writ petition is taken up for final disposal at the stage of admission itself.

2.The petitioner's retirement benefits were settled belatedly and in view of such belated settlement, the present writ petition has been filed seeking for interest on the belated payment of the terminal benefits.



3.It is brought to the notice of this Court that in an identical cases, a batch of writ petitions entertained by this Court and directions have been issued to the respondents to pay the interest at the rate of 6% on the belated payment of the terminal benefits. This Court does not intend to deviate from the said procedure.

4.The learned Standing Counsel appearing for the respondents would submit that in view of the financial burden cast on the respondents Corporation, they may be permitted to pay the interest on the belated payment in a liberal monthly installments.

5.I am not in agreement with the said representation made. There was already a duty cast on the respondents Corporation to pay the terminal benefits on the date of retirement itself and the very fact that the belated disbursement of retirement benefit, had already put the retired employee to serious prejudice, entertaining the present request for disbursement of the interest on the belated payment in installments, could cause further prejudice to the retired employee.

6.In the light of the above observations, there shall be a direction to the respondents Corporation to pay the penal interest at the rate of 6% per annum on the belated payment of the retirement benefits for the period from the date of the retirement, till the date of actual disbursement, as expeditiously as possible and in any event, within a period of three months from the date of receipt of a copy of this order.

7.With the above directions, this Writ Petition is disposed of. No costs.

Sd/-

Assistant Registrar

// True Copy //

/ /2020

Sub Assistant Registrar(CS)

Rmk

To:

1.The Managing Director,
Tamil Nadu State Transport Corporation (KMB) Ltd.,
New Railway Station Road,
Kumbakonam 612 001.



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Tamil Nadu State Transport Corporation (KMB) Ltd.,
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3.The Administrator,
Tamil Nadu State Transport Corporation Ltd.,
Employees Pensions Fund Trust,
Thiruvalluvar Illam,
Pallavan Salai, Chennai-2.

+1 CC to Mr.D.SIVARAMAN, Advocate (SR-39[F] dated 02/01/2020)

+1 CC to Mr.K.GOKUL, Advocate (SR-155[F] dated 03/01/2020)

Order made in
W.P. (MD) No.27309 of 2019
Dated:02.01.2020

MK (21.01.2020) 3P 6C