



BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT

DATED : 25.08.2021

CORAM

THE HON'BLE MR. JUSTICE D.KRISHNAKUMAR

W.P.(MD) No. 15105 of 2021

N.Kannan

... Petitioner

Vs.

The Tamil Nadu State Transport
Corporation (Madurai) Ltd.,
Represented by its Managing Director
Madurai.

... Respondent

PRAYER: Petition filed under Article 226 of the Constitution of India, for the issuance of a **Writ of Mandamus**, directing the respondents to settle interest at the rate of 6% per annum for the belated payment of petitioner terminal benefits including Gratuity, Terminal Leave Salary, --- of pension and Provident Fund from the date of petitioner's retirement to till the date on which the said benefits were settled to petitioner.

For Petitioner : Mr.A.Rahul

For Respondent : Mr.J.Senthil Kumaraiah,
Standing Counsel

ORDER

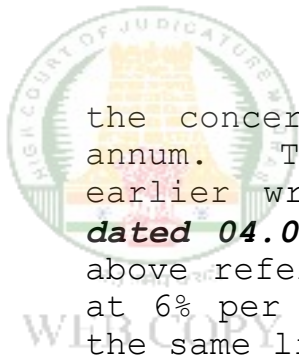
This Writ Petition has been filed for the issuance of the Writ of Mandamus, directing the respondent to pay 6% interest on the delayed payment of retirement benefits paid to the petitioner in view of the petitioner's representation dated 12.07.2021.

2. Heard the learned counsel appearing for the petitioner and the learned Standing Counsel appearing for the respondent.

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

4. The petitioner is a retired employee of the respondent transport corporation. The petitioner retired from service on 30.04.2020.. The respondent has settled the retirement benefits to the petitioner only in the month of June 2021.

5. According to the petitioner, the issues involved in the present writ petition are that the respondent had settled the aforesaid amount belatedly, after a delay of more than 1 year and the respondent has also not paid interest for the belated payment to the petitioner. Hence, the petitioner has made a representation to



the concerned authorities to pay interest at the rate of 6% per annum. The petitioner has also relied on the decision of the earlier writ petition of this court in **W.P. (MD) No. 19950 of 2020 dated 04.01.2020, J. Gurumoorthy vs TNSTC (Kumbakonam) Ltd.** In the above referred judgement, this Court has fixed the rate of interest at 6% per annum for the belated payment of retirement benefits. On the same line, orders to be in the present Writ Petition.

6. Mr.J.Senthil Kumaraiah, learned Standing Counsel appearing for the respondent would submit that the respondent had settled the retirement benefit to the petitioner belatedly. Therefore, the petitioner is entitled for the interest as decided in the earlier writ petition of this Court in W.P.(MD).No. 19950 of 2020.

7. In the light of the above observations and with the consent of both parties, there shall be a direction to the respondent 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 four months from the date of receipt of a copy of this order, subject to the condition that if the petitioner has not already given up his right for claiming interest for the retirement benefits.

8. With the above direction, the writ petition stands disposed of. No costs.

Sd/-

Assistant Registrar (CS-II)

// True Copy //

/ /2021

Sub Assistant Registrar(CS)

mnr

Note : In view of the present lock down owing to COVID-19 pandemic, a web copy of the order may be utilized for official purposes, but, ensuring that the copy of the order that is presented is the correct copy, shall be the responsibility of the advocate/litigant concerned.

To

The Managing Director,
Tamil Nadu State Transport
Corporation (Madurai) Ltd., Madurai.

+1 CC to M/s.A.RAHUL, Advocate (SR-27462[F] dated 26/08/2021)

W.P. (MD) .No.15105 of 2021
25.08.2021