



BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT

DATED : 07.10.2021

CORAM

THE HON'BLE MR. JUSTICE D.KRISHNAKUMAR

W.P. (MD) No. 18332 of 2021

K.Paranjothi

... Petitioner

Vs.

1.The Managing Director,
The Tamil Nadu State Transport Corporation
(Kumbakonam) Limited,
Corporate Office, Kumbakonam - 612 001.

2.The General Manager,
The Tamil Nadu State Transport Corporation
(Kumbakonam) Limited,
Kumbakonam Region,
Kumbakonam - 612 001.

3.The Chief Financial Officer,
The Tamil Nadu State Transport Corporation
(Kumbakonam) Limited,
Corporate Office, Kumbakonam - 612 001.

4.The Administrator,
Tamilnadu State Transport Corporation Employees
Pension Fund Trust,
Thiruvallurvar Illam,
Pallavan salai, Chennai - 600 002.

... Respondents

PRAYER: Petition filed under Article 226 of the Constitution of India, for issue of **Writ of Mandamus**, directing the Respondents to pay the interest at the rate of 18% per annum for the belated payment of retirement benefits including, Provident Fund, Gratuity, Earned Leave Salary and Commuted value pension amount within the time limit that may be fixed by this Court and pass such further or other orders as this Court.

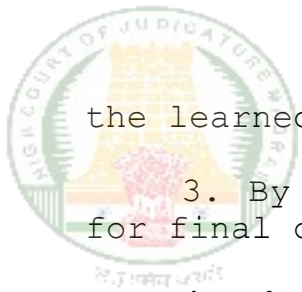
For Petitioner : Mr.D.Senthilkumaar
For Respondents : Mr.D.Sivaraman,
Standing Counsel for R1 - R3.
Mr.A.Swaminathan,
Standing Counsel for R4.

O R D E R

This Writ Petition has been filed for the issue of a Writ of Mandamus, directing the respondents to pay 18% interest on the delayed payment of retirement benefits paid to the petitioner in view of the petitioner's representation dated 15.06.2021.

2. Heard the learned counsel appearing for the petitioner and

<https://hcservices.ecourts.gov.in/hcservices/>



the learned Standing Counsel appearing for the respondents.

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 first respondent transport corporation. The petitioner retired from service on 29.02.2020. The respondents have settled the retirement benefits on June 2021.

5. According to the petitioner, the issues involved in the present writ petition are that the respondents had settled the aforesaid amount belatedly, after a delay of more than 1 year and the respondents have 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 18% 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.D.Sivaraman, learned Standing Counsel appearing for the first to third respondents. Mr.A.Swaminathan, learned Standing Counsel appearing for the fourth respondent, would submit that the respondents 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 respondents 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. The writ petition is disposed of with the above directions. No costs.

Sd/-

Assistant Registrar (P&A)

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Sub Assistant Registrar (CS)

