

06.05.2025
Item No.21
Ct. No. 30
Aloke

WPA 6890 of 2025

**Central Tool Room & Training Centre & Anr.
Vs
Union of India & Ors**

Mr. S.M. Obaidullah
Mr. Sudarsan Roy
Mr. Diptarka Majumder
... for the petitioners

Mr. Raj Kumar Gourisaria
Mr. Sushil Kr. Mishra
Mr. Dinobandhu Mukherjee
... for the Union of India

1. Affidavit-of-service filed be kept with the record.
2. The writ application has been preferred against the orders dated 25.11.2024 and 24.02.2025 passed by the Controlling Authority under the Payment of Gratuity Act.
3. It is the case of the petitioners that as directed by the Controlling Authority the petitioners have been paying 10% simple interest on the gratuity amounting to Rs.18,39,115/- till date. He submits that he intends to do so till he makes payment of the amount of Rs.18,39,115/- which he prays for time till 30th July, 2024 on the ground of financial crisis.
4. The petitioners' grievance at this stage is only in respect of the second part of the order issuing certificate dated 24.02.2025.

5. The relevant paragraph of the order is as follows :-

*“Hence, a certificate is hereby issued to the Certificate Officer. District Magistrate Collectorate, New Administrative Building, North 24 Pgs. Katgola, Banamalipur, Barasat, North 24 Pgs, Bidhannagar, Pin-700124(W.B); for recovery of unpaid balance amount Rs.18,39,115/- as gratuity along with admissible simple interest (10% interest on full gratuity amount of Rs.18,39,115/- for the period from w.e.f. 31.01.2023 to till the date of actual disbursement of gratuity and **he is hereby also requested to recover this amount from the opposite party i.e. General Manager, Central Tool Room & Training Centre Of India Society, Ministry of Micro, Small & Medium Enterprise Bonhooghly Industrial Area Kolkata together with compound interest thereon from 02.03.2018 to till the date of recovery @ 15% as arrears of land revenue and pay the same to the person entitled i.e. Mr. Ashish Kumar Som 4/1/D/1, Shitala Mata Lane, Baranagar, North 24 Pgs, Pin-700090(WB); the Applicant, in this case in accordance with Section -8 of the Payment of Gratuity Act, 1972.”***

6. The relief prayed for by the petitioners is that direction for payment of compound interest on and from 02.03.2018 till date of recovery at the rate of 15% will cause serious prejudice to the petitioners and have thus prayed for setting aside of the said portion of the order.

7. **Section 8 of the Payment of Gratuity Act lays down:-**

“8. Recovery of gratuity.-*If the amount of gratuity payable under this Act is not paid by the employer, within the prescribed time, to the person*

*entitled thereto, the controlling authority shall, on an application made to it in this behalf by the aggrieved person, issue a certificate for that amount to the Collector, who shall recover the same, together with **compound interest** thereon [at such rate as the Central Government may, by notification, specify], from the date of expiry of the prescribed time, as arrears of land revenue and pay the same to the person entitled thereto.*

*44. Substituted by Act 22 of 1987, Section 8 (w.e.f. 1.10.1987). The Govt. has specified **15% per annum** as the rate of compound interest vide S.O. 1032(E), dt.-1-12-1987.”*

- 8.** Thus in view of the said portion of law, the order under challenge being in accordance with law requires no interference.
- 9. WPA 6890 of 2025 is accordingly dismissed.**
- 10.** There will be no order as to costs.
- 11.** All connected applications, if any, stand disposed of.
- 12.** Interim order, if any, stands vacated.
- 13.** Urgent photostat certified copy of this order, if applied for, be supplied to the parties upon compliance with all requisite formalities.

(Shampa Dutt (Paul), J.)