

SUBJECT NO: 220

Sub:- ACCOUNTS - VUDA - Visakhapatnam - Sanction of Discretionary Loan to Smt. P.Sarada, Telephone Operator for medical expenses for Cancer Treatment - Ratification - Reg.

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AGENDA NOTE :

Smt. P.Sarada, Telephone Operator in her representation dt. 26.7.2007 has informed that she has under-gone operation for Breast Cancer on 6.6.2007 and she has incurred an amount of Rs. 1.50 lakhs towards operation. And further informed that she has to undergo 6 chemotherapy sessions and radiotherapy for which she has to incur an additional expenditure of Rs. 1.05 lakhs. She has also informed that she has incurred Rs. 1.50 lakhs with the borrowings from outside and she could not meet her medical requirements any longer. Hence, she has requested to re-imburse the amount already incurred Rs. 1.50 lakhs and sanction an amount of Rs. 1,00,000/- as Discretionary Loan to meet the further medical expenditure.

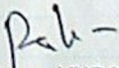
The matter has been examined with reference to VUDA Medical Reimbursement Regulations, 2005 approved vide VUDA Resolution No. 22 dt. 16.12.2005. As per these rules the VUDA Employees are entitled for reimbursement of medical expenses towards medical treatment subject a limit of one month basic pay payable in 4 quarterly instalments with effect from 1.1.2005 on production of Self Declaration for the expenditure incurred by each individual. The claims with regard to medical expenditure on major ailments are dispensed with except to the maximum limit as stipulated above.

As per the above Regulations the individual is not entitled for medical reimbursement for major ailment.

As she alongwith other VUDA employees has opted to the VUDA Medical Reimbursement Regulations, 2005, she is not eligible for full reimbursement for her treatment as per State Government Medical Rules. If her case is considered as per A.P. Government Medical Rules, it may attract Audit Objection.

VUDA Resolution No.220, dated 28-08-2007

Resolved to ratify the action in having sanctioned an amount of Rs.1,00,000/- (Rupees one lakh only) to Smt P.Sarada, Telephone Operator as a discretionary loan for treatment of cancer with interest @ 6% per annum.


Chairman, VUDA

It is also submitted that the Discretionary Loan was sanctioned earlier to some of the employees on medical grounds. Some of such precedents cases are as follows:

1. Sri A.Nageswara Rao - Discretionary Loan sanctioned for Rs. 50,000/- with interest at 6% per annum for treatment of his son's genetic disease.
2. Sri B.U.S. Subrahmanyam - Discretionary Loan of Rs. 33,750/- with interest at 6% per annum for treatment of her daughter for genetic disease.

Hence, the matter has been examined in detail and an amount of Rs. 1,00,000/- was sanctioned as Discretionary Loan on humanitarian grounds to Smt. P.Sarada, Telephone Operator with 6% rate of interest per annum towards treatment of her disease.

She is having left over service of about seven and half years. The Discretionary Loan (Principle) is proposed to be recovered in 75 instalments and interest of Rs. 19,000/- at the rate of 6% per annum is proposed to be recovered in 15 instalments thereafter.

Hence, the matter is placed before the VUDA Board for ratification of the above proposal.