

SUBJECT NO 78Rc.No.822/08/K7

Sub- VUDA - Visakhapatnam - Accounts - Waiver of HBA of  
Late N.Veerunaidu, Chairman - Reg.

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Sri N. Veerunaidu, Chairman was expired on 12.10.2007 after rendering a total service of 26 years, 9 months.

The pension proposals were sent to State Audit, Visakhapatnam and the State Audit Department has verified and certified that the gratuity amount was fixed at Rs.97,200/- and Enhanced Family Pension was fixed at Rs.3600/- from 13.10.2007.

Sri N.Veerunaidu, Chairman was sanctioned HBA loan of Rs.1,50,765/- as against which an amount of Rs.64,914/- was recovered towards principal and the balance amount of Rs.1,36,726/- is outstanding at the time of his death.

In this connection it is submitted that the following amounts to a tune of Rs. 2,08,881/- are to be recovered from the pensionary benefits of Late N.Veerunaidu, Chairman.

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| 1) HBA with interest      | Rs. 1,18,753/-   |
| 2) IOB Loan with interest | Rs. 90,128/- For which VUDA has given a commitment to recover and send the same to the Bank. |

The following pensionary benefits are to be paid to the legal heir of late N. Veerunaidu, Chairman.

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|---------------------|--------------|
| 1) Gratuity         | Rs. 97,200/- |
| 2) P.F              | Rs. 44,904/- |
| 3) Leave encashment | Rs. 13,065/- |
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|                     | 1,55,169/-   |
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Hence the pensionary benefits are not sufficient to adjust the entire due amount and there is a deficit of Rs. 53,712/-.

Smt N. Manikyam, W/o late N. Veerunaidu has requested in her application dt 25.03.2008 for waiver of HBA in view of their family condition. There is no major child or earning member in the family of the deceased employee and because of their poverty they are not in a position to pay the amounts.

In this regard it is to submit as per G.O.Ms.No.212 Finance & planning dt 20.06.1977 and G.O.Ms.No.171 Finance & planning dt 4.07.1976 and G.O Ms. No. 401 Finance & Planning (FW.ADL) dt 14.11.1990 the competent Authority who sanctioned the HBA Loan is competent to write off the balance of loan and interest due from the employees who died while in service including All India Officers. In this instant case all the conditions as specified in the Go were fulfilled.

Earlier in the case of M. Rama Rao, Attender who expired while in service on 11.7.2003, the balance house cost of Rs. 1,05,044/- was waived as a special case as per VUDA Resolution No 136 dt 28.09.2003. But in the said Resolution it was specified that it should not be taken as a precedent case in future. However after that case no write off of HBA was made to any deceased employee.

Though some employees were died while in services, the pensionary benefits were sufficient to adjust the loans / recoveries, but in this case the recoveries are more than the pensionary benefits.

In view of all the above, the matter has been examined in detail and considered to waive the balance of HBA after adjusting all the benefits and to place the matter before Board for ratification. Accordingly the balance of HBA amounting to Rs. 53,712/- was waived after adjusting Rs. 1,55,169/-.

Hence the matter is placed before VUDA Board for ratification of the action taken in the above matter.

VUDA Resolution No. 78, dated. 30-7-2010

Ratified

78/115

Collector & Chairman  
VUDA