

**SUBJECT NO:4**

**Sub : Engg – VUDA – Request to VUDA to meet the cost of Land Acquisition and shifting of utilities to a tune of Rs.19.00 Crores for conversion of Visakhapatnam to Bheemili Beach road into four lanes as proposed by R & B Department – Allocation of funds - Draft subject placed before VUDA Board for consideration – Reg.**

- Ref : 1. Lr. No.157/H2/2013, Dt.4-1-2013 of MA & UD Dept., Hyderabad received on 29-1-2013 along with the endorsement No.5182/CMP-MM/2012, Dt.24-12-2012 of Hon'ble Chief Minister's Office on the representation of Hon'ble MLA, Bheemili.
2. Lr.Nos.2445/H2/2013Dt.15-9-2013,14-2-2013,3-5-2013and14-5-13 of Principal Secretary to Govt., MA & UD Dept., Hyderabad received on 26-2-2013, 13-6-2013 and14-6-2013 respectively.
3. This office Lr Rc.No.45/2005/EE-II/VUDA, Dt.19-6-13 and 20-6-2013.

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**AGENDA NOTE**

While enclosing the letter of Chief Minister's Office to Principal Secretary, MA & UD Dept., as CMP No.5182/CMP-MM/2012, Dt.24-12-2012 on the representation of MLA, Bheemili addressed to Hon'ble Chief minister, it was requested to examine and take necessary action and furnish Action Taken Report on the representation of MLA, Bheemunipatnam addressed to Hon'ble Chief Minister of Andhra Pradesh on 15-9-2012, wherein it was requested to sanction to take up widening of 3 roads listed below.

1. Mangamaripeta (NH-Kalinga) to Bheemili – 10 Km.
2. Bheemili to Tagarapuvalasa – 4.6 Km.
3. Bheemili to Narasipatnam road (via Dorathota) – 8.4 Km.

Also it was requested by the MLA to take up the road works by VUDA authorities if there is no availability of funds in R & B Department.

Subsequently, vide reference 2<sup>nd</sup> cited above, Vice-Chairman, VUDA was requested to offer remarks with regard to meeting the cost of Land Acquisition and shifting of utilities by VUDA for conversion of Visakhapatnam to Bheemili Beach road into four lanes based on the letter of Engineering-in-Chief of R & B Department written to the R & B Principal Secretary wherein for improvements by widening and strengthening from 15 Km to 26 Km of Visakhapatnam – Bheemili Beach road. A proforma

estimate for the above was arrived to Rs.65.00 Crores wherein provisions were made towards Land Acquisition for approximately Acs.29.00 Cts to a tune of Rs.17.40 Crores and compensation to structures and shifting of utilities to a tune of Rs.1.50 Crores – a total of Rs.18.90 Crores and citing G.O.Ms.No.87 of RR &B(R1) Dept., Dt.3-9-2013 wherein the cost of Vice-Chairman, VUDA and other accessories are to be borne by the concerned urban local body.

In this connection, it is to state that based on similar request, VUDA has undertaken the widening and improvements of existing two lines into four lines of Visakhapatnam to Bheemili Beach road from 0 to 3 Km and 6 to 15 Km. – a total length of 12 Km in different spells during the period 2004-2008 at a cost of Rs.18.00 Crores. At that time Government has given directions to give lands to VUDA for development and disposal in lieu of works executed above.

As of now VUDA has committed to complete various development activities in the past with many responsibilities and undertaken in this financial year which are at different stages of execution and few of the works are listed like various Master Plan Roads to a tune of Rs.40.00 Crores, Construction of shopping complexes to a tune of Rs.14.00 Crores, Indoor Stadiums at Bheemili, Tuni and other places @Rs.6.70 Crores, road and other works in Vizianagaram area to a tune of Rs.12.00 Crores, Roads and other works in Srikakulam area to a tune of Rs.12.00 Crores. Besides projects - VUDA Children Arena, Development of YSR – VUDA Central Park and Health Arena which are under execution have to be completed with an estimated cost of Rs.43.00 Crores (20.00+20.00+3.00). Because of the above, the organization is under great pressure to realize the required amount and complete these pending works.

In addition almost Rs.300.00 Crores of VUDA's deposits were seized by the Income Tax department in the recent past and VUDA is fighting in the Honourable High Court to win the case permanently as the issue pending to the auctioning of Government under Resource Mobilization for state budget purpose and resultant cancellation of 12-A registration under IT Act to the organisation.

At this juncture, considering the request of R & B Department for meeting the cost of LA and shifting of utilities for the conversion of Visakhapatnam to Bheemili Beach road into four lines @ Rs.19.00 Crores becomes burden and may not be possible by taking into overall consideration of the financial condition of the organization and the implications of pending works to be completed by VUDA as mentioned above.

However, keeping in view of the development and advantage in promotion of tourism industry along Visakhapatnam – Bheemili Beach corridor which comes under the jurisdiction of VUDA, the request made may be considered and an amount of Rs.10.00 Crores may be spared for the above proposal despite the constraints exists.

Hence the matter is placed before VUDA Board for perusal and approval.

Sl No	Subject No	Subject	RESOLUTIONS
4	4	Engg – VUDA – Request to VUDA to meet the cost of Land Acquisition and shifting of utilities to a tune of Rs.19.00 Crores for conversion of Visakhapatnam to Bheemili Beach road into four lanes as proposed by R & B Department – Allocation of funds - Draft subject placed before VUDA Board for consideration – Reg.	<b>THE REQUEST IS NOT CONSIDERED AND ACCORDINGLY, GOVERNMENT IS TO BE INFORMED.</b>
5	5	Engg. – VUDA – Construction of HARITA Housing Project at Madhurawada Phase-I, Visakhapatnam (Balance work) – Restoration of balance works and present status – Draft Subject placed before VUDA Board for perusal and approval – Reg.	<b>AGREED AS PROPOSED.</b>  <b>MEANWHILE, IT IS DIRECTED TO SEE THAT THE CONSTRUCTION IS COMPLETED WITHIN TIME AND HANDED OVER TO THE ALLOTTEES AT THE EARLIEST.</b>  Following Decisions are also taken on this issue. <ul style="list-style-type: none"><li>• As informed by the government, the request for paying the interest accrued to the installments paid by the allottees who have subsequently withdrawn on their volition need not be</li></ul>

CHAIRMAN, VUDA

*(Signature)*  
2017/2013