

Sub:- VUDA,Vsp.-Allotment of large size plot No.A at Seethammadhara stores shed site to Indian Railways welfare Organisation, Vsp. - in lieu of site allotted at China Mushidiwada layout - reg.

Ref:- 1)VUDA Resolution no.477 dt.18-12-99.
2)VUDA Resolution No.486 dt.21-2-2000.
3)Lr. dt.24-2-2000 of the General Manager, I.R.W.O Visakhapatnam.

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AGENDA NOTE

The VUDA Board in its resolution No.477 dt.18-12-99 and resolved to reexamine the issue once again in detail regarding payments made by I.R.W.O. and the interest being allowing on the payment made by VUDA and put up a detailed note, to the next Board meeting for further action.

Accordingly the details are as follows:-

In the Board meeting held on 18-12-99, the agenda was placed calculating 12% interest. But the interest rate was reduced and only 10% simple interest was offered to them. Therefore, there is a saving of Rs.2,81,863/-. Previously the I.R.W.O. was offered 12% interest on their deposits but the offer was not materialised for various reasons.

Secondly, the plot 'A' in S.Dhara when put up for auction with Rs.3,500/- per sq.yard as the upset price, there was nobody to offer the upset price of Rs.3,500/-. The highest offer made was Rs.3,100/- per sq.yard by M/s. Srinivasa builders and the offer was rejected. The plot 'B' was auctioned at Rs.4,150/- per sq.yard. Now the plot 'A' is offered for Rs.4,150/- itself. Therefore, the VUDA is realising Rs.26,26,050/- more amount than what it could have realised earlier since VUDA is realising Rs.1,050/- higher rate per sq.yard than the price offered for the plot 'A' during the auction.

Thirdly, in China Mushidiwada, in case the Dist. Forum awarded 15% interest on the amount paid with Rs.8,000/- as other charges and for return of the amount by the allotted where VUDA could not register the site due to administrative reasons, as is the case with the I.R.W.O. also. If 15% interest is calculated, the VUDA has to pay Rs.21,13,972/- as interest instead of Rs.14,09,315/-.

Considering the above it is decided to allot the Plot 'A' of Seethammadhara to I.R.W.O. which will result in.

- i) Settlement of long pending issue with I.R.W.O.
- ii) getting Rs.4150/- per Sq.yard to plot A of Seethammadhara.
- iii) to avoid financial burden to VUDA in case if the legal remedy is sought by the I.R.W.O. and also there is likely that penalty of above 15% may be levied if the party approaches consumer court.

Therefore VUDA is offering only 10% interest which is reasonable.

The above proposal is beneficial to VUDA in all respects. Therefore the action was taken for the allot the site to IRWO.

The matter is placed before VUDA Board for perusal.

VUDA RESOLUTION NO.519 DT.30-3-2000

Resolved to address the Government for allotment of plot no A at S.Dhara in lieu of land at Chinamushidiwada by sending a detailed report to Government.

K. Jagan
CHAIRMAN