

Sub:- VUDA - PLG - VSP - Improper retention of development charges by  
Visakhapatnam Municipal Corporation collected on behalf of  
VUDA - Reg.

It is to submit that the development charges collected by GVMC on behalf of VUDA are not being transferred into VUDA accounts since long time. In this regard kind attention is invited Memo No; 12181/H2/2005-10, dt: 7-9-2006 of MA&UD Dept, Govt of A.P wherein the Government has instructed the Commissioner, GVMC to remit the development charges collected so far by the Corporation on behalf of Visakhapatnam Urban Development authority to VUDA and also issue necessary instructions to the concerned Planning staff / Accounts section staff to direct the applicants to remit the development charges directly in the VUDA accounts available at various e-Seva centres in Corporation limits. Further the Govt has stated that if no action is taken immediately, to remit the said amounts to VUDA, the VUDA will be directed to withdraw the development control powers delegated to Visakhapatnam Municipal Corporation so as to enable VUDA to collect the development charges directly by VUDA.

Accordingly the VUDA from time to time has been requesting the commissioner, GVMC to transfer the development charges collected by GVMC. However, no action has been taken by GVMC, till to date.

At this juncture it is further submitted that in the Audit report dated 30.04.2010, it was pointed out that "Improper retention of development charges worth Rs. 10.28 crores by GVMC resulted in loss of interest of Rs. 4.53 crore to VUDA up to July 2007. Further the details of the development charges collected from July 2005 onwards are not known to VUDA and the GVMC is also not informing the facts to VUDA even though the Govt has instructed the GVMC repeatedly to remit the said amounts to VUDA. However, it is estimated that dues to the tune of 100 crores are to be remitted by GVMC to VUDA till date.

In view of the above, henceforth the development charges may be remitted directly to VUDA by the applicants and the GVMC may be informed to remit the development charges collected by the GVMC on behalf of VUDA till to date.

The matter is placed before the VUDA Board for perusal

  
VICE CHAIRMAN

  
B

  
20/7/15  
ap

  
CHAIRMAN

## VUDA RESOLUTION NO. 79, DT. 08-05-2012

The Board discussed the subject and directed the DTCP to offer his remarks since the Government has to take a decision in the matter and deferred the subject.



CHAIRMAN