



W.P.(MD)No.13935 of 2024

BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT
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DATED: 28.06.2024

CORAM:

THE HONOURABLE MS.JUSTICE R.N.MANJULA

W.P.(MD)No.13935 of 2024

P.Dhavaraj

... Petitioner

vs.

1. The Tamil Nadu State Transport Corporation
(Tirunelveli) Ltd.,
Tirunelveli Division,
Rep. by its Managing Director,
Kattappomman Nagar, V.M.Chathiram,
Tirunelveli.

2. The Tamil Nadu State Transport Corporation
(Tirunelveli) Ltd.,
Nagercoil Region,
Rep. by its General Manager,
Ranithottam, Nagercoil.

... Respondents

Prayer: Writ Petition filed under Article 226 of the Constitution of India praying to issue a Writ of Mandamus directing the respondents to pay interest at the rate of 12% per annum, for the period of delay from the petitioner's date of retirement (31.05.2018) to till the date of reimbursement (23.09.2019), of amount paid towards the petitioner's terminal and pension benefits namely EPF Employee's Contribution,



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Gratuity and other monetary benefits etc., within a time frame as may be fixed by this Court without affecting the petitioner's right to claim balance amount towards those benefits.

For Petitioner : Mr.R.Murugan

For Respondents : Mr.K.Ramaiah,
Standing Counsel

ORDER

Heard Mr.R.Murugan, learned counsel appearing for the petitioner and Mr.K.Ramaiah, learned Standing Counsel appearing for the respondents.

2. The petitioner has filed this petition seeking to issue a Writ of Mandamus directing the respondents to pay interest at the rate of 12% per annum, for the period of delay from the petitioner's date of retirement (31.05.2018) to till the date of reimbursement (23.09.2019), of amount paid towards the petitioner's terminal and pension benefits namely EPF Employee's Contribution, Gratuity and other monetary benefits etc., within a time frame as may be fixed by this Court without affecting the petitioner's right to claim balance amount towards those benefits.



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3. By consent of both parties, the writ petition is taken up for final disposal at the admission state itself.

4. The petitioner was appointed as a Conductor in the respondent Corporation on 15.05.1986 and after completion of 32 years, he was designated as Special Grade Conductor. While so, he retired on 31.05.2018 on attaining the age of superannuation. The petitioner has filed this petition seeking interest for the belated settlement of terminal and pensionary benefits.

5. It is admitted that the petitioner's terminal and pensionary benefits were not settled immediately but only belatedly *i.e.*, on 23.09.2019. The only question that arises for consideration is with regard to the rate of interest payable on the belated settlement.

6. The similar issue raised in this writ petition has already been decided by this Court vide order, dated 07.03.2023 in **W.P(MD)No.4866 of 2023 (C.Murugan Vs. The Tamil Nadu State Transport Corporation**



(Tirunelveli) Ltd., & Another), wherein, it is held as under:
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3. Insofar as the petitioner's claim for interest on the belated payment of terminal benefits is concerned, this Court has passed various orders, justifying the payment of interest to the aggrieved pensioners and in the case of S.P.Ramasamy Vs. The Managing Director, Tamil Nadu State Transport Corporation (Kumbakonam) Ltd. and others passed in W.P.(MD).No.26481 of 2019, dated 13.12.2019, the following order came to be passed:-

"5.I am not in agreement with the said representation made. There was already a duty cast on the respondent Corporation to pay the terminal benefits on the date of retirement itself and the very fact that the belated disbursement of retirement benefit, had already put the retired employee to serious prejudice, entertaining the present request for disbursement of the interest on the belated payment in installments, could cause further prejudice to the retired employee. 6.In the light of the above observations, there shall be a direction to the respondent/Corporation to pay the penal interest at the rate of 6% per annum on the belated payment of the retirement benefits for the period from the date of the retirement, till the date of actual disbursement, as expeditiously as possible and in any event, not before the expiry of three months from the date of receipt of a copy of this order."



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7. In view of the above, the writ petition is disposed of with a direction to the respondent Corporation to pay interest at the rate of 6% per annum for belated settlement of petitioner's terminal and pensionary benefits within a period of twelve (12) weeks from the date of receipt of a copy of this order. No costs.

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NCC: Yes/No

Index : Yes/No

RR



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R.N.MANJULA, J.

RR

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