ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION

Office of the VC & MD, MSRD:HYDERABAD-20. Dated: 30.04.2000.

No:TLl/843(1)/2000-MED

CIRCULAR No.15/MED-2000, Dated 30.4.2000

SUB: DAMAGES: Cost of damages caused to vehicles due to burnt/set on fire by the extremists and damages caused due to accidents -Write off sanction - Revised delegation of powers - Communicated -Reg.

REF: 1)Delegation of powers 1994 item no. 6, Section-5 "Write off losses". 2)Board Resolution no.34/2000 dt. 8.4.2000.

1. Instances of vehicles being set on fire or damaged by the extremists or anti social elements are being reported from depots. The vehicles were also being set on fire or damaged by the irate villagers in retaliation to fatal accidents etc. The damaged/burnt vehicles are sent to BBW, Miyapur for new body fabrication after overhaul of chassis at Zonal Workshops to bring the damaged/burnt vehicles on road for which considerable amount is being incurred.

As it may not be possible to fix responsibility on any individual for the losses occurred due to vehicles set on fire or damaged by the extremists, anti social elements or by irate villagers etc., the amount incurred towards fabrication of new bus bodies stands irrecoverable and is to be written off.

- 2. Further, when the Corporation vehicle involves in an accident sustaining damages and if the service driver of the Corporation is held responsible for the cause of the accident, recovery is effected from the driver unto maximum permissible amount (at present Rs.1000/-) besides initiating appropriate disciplinary action against the driver based on the merits of the case. In such cases, the cost of damages over and above the maximum permissible limit which can be recovered from the driver, stands irrecoverable and is to be written off.
- Whenever the Corporation vehicle involves in an accident with another vehicle not belonging to Corporation and if the driver of the Corporation is not responsible for the cause of the accident and other vehicle driver is held responsible, complaints/suits are being filed at the concerned Police Stations/ Courts against the Insurance Company/ driver/ owner of other vehicle. In such cases, the amount involved towards cost of damages to the Corporation vehicle stands recoverable till the suit is decided by the concerned Court. If the suit is decided by the Court in favour of the Corporation, the amount is to be recovered from the Insurance Company/owner of the vehicle and will be kept in the suspense account till it is recovered. In case, if the suit is decided against the Corporation, the cost of damages to the vehicle stands irrecoverable and is to be written off.
- 4. As per the existing Delegation of Powers 1994, Section 5, Item no.6 "Write off losses Etc", the powers to accord write off sanction beyond Rs.2,00,000/ are vested with Corporation Board and considerable time is involved to place the proposal before the Board to accord write off sanction, as a result of which huge amounts are outstanding in suspense accounts at depots till the write off sanction is communicated.
- 5. With an intention to save time and to clear the outstanding suspense accounts, the Board resolved to delegate powers to accord write off sanction for cost of damages

occurred to vehicles in extremist activities, riots etc., or in accidents as follows.

a) E.D (Zone) - Full powers in each case with the concurrence of Dy.C.A.O (Zone).

b) RM - Powers upto Rs.50,000/- in each case with the concurrence of Dy.CAO/AO of the Region.

NOTE: Powers as above shall be exercised subject to recovery from (i) the driverof APSRTC, if found responsible, upto maximum permissible limit or (ii) the Insurance Company or owner/driver of opposite vehicle to the extent held responsible as the case may be.

In the light of revised Delegation, all the Unit Managers are advised to take expeditious action for clearance of suspense account.

Sd/-

V1CE CHAIRMAN & MANAGING DIRECTOR

// Attested by //
Sd/Chief Mechanical Engineer (C&B)