

Terms & Conditions of VMRDA:

1. The Allottee for the Auditoriums/Kalyanamandapams, premises shall be granted license for a period of 9 years and the allottee shall execute license agreement. This will form part of this allotment proceedings.
2. The Allottee shall pay yearly licence fee (through Aadhaar linked bank account only) @ ₹.....(including GST) per year to VMRDA.
3. The Allottee shall pay an amount of ₹.....as interest free security deposit (1Year), at the time of allotment on or before.....
The allotment is deemed to be cancelled, if the Allottee fails to pay the security deposit within the due date, thus dispensing with the issue of notice of cancellation notwithstanding the other terms and conditions in this proceedings.
4. The Allottee shall pay an amount of ₹1,00,000/- towards EMD at the time of application.
5. The yearly license fee payable by the Allottee shall be effective from as possession of the Auditoriums/Kalyanamandapams, premises taken from the above date.
6. The Allottee shall pay ₹50,000/- towards electrical caution deposit on or beforeto VMRDA. The Allottee shall bear the electrical charges, water charges if any as per consumption.
7. If the Allottee fails to pay yearly Licence fee for one year consecutively or at random, the license and allotment of the Auditoriums/Kalyanamandapams will be cancelled along with forfeiture of the Security Deposit without any notice treating the licensee as a defaulter. No intimation is required for a deemed defaulter.
8. The Allottee should execute a License agreement which will be duly registered as per the provisions of the Registration Act 1908, within 07 days after payment of interest free security deposit. If the registration is not done within the specified time then the security Deposit shall be forfeited.
9. The VMRDA has the right to cancel at any time the allotment at the requirement of VMRDA for any of its purpose. No compensation with respect to any loss or loss of business or profits shall be paid to the Licensee.
10. If the Allottee wishes to vacate the premises within the license period or if the VMRDA requires the allotted premises for its purposes, two months notice shall be issued on either side for cancellation of allotment.
11. The Licenser shall issue two months notice to cancel the agreement in the event of any violations of conditions committed by the Licensee in the license agreement or if the licensed premises is required for VMRDA use. In both the cases, no claim shall be entertained of whatever nature it is.
12. The advance amount towards rental deposit, if any, paid by the Allottee, carries no interest and it shall be paid upon the expiry of the license agreement.
13. The Allottee shall not carry out or perform any benami transactions in the Auditoriums/Kalyanamandapams allotted or sublease/sublet in the space allotted in his/her name. If the same is found on enquiry, the security deposit or any amount paid by the Allottee shall be forfeited and credited to the VMRDA account and the allotment will be cancelled without any further notice.
14. The yearly License fee will be enhanced as per Go.Ms.No.56, Dt: 05-02-2011.
15. The minimum lock in period for the License shall be for a period of 3 years from the date of signing of the agreement or on the date of occupation of premises, whichever is earlier. If the Allottee has cancelled the allotment within the lockin period, the interest free security deposit paid by the Allottee shall be forfeited to VMRDA.

16. The Goods Service Tax (GST) @ 18% on yearly rent shall be paid by the Allottee.
17. A fine of ₹20,000/- will be charged, if on periodical inspections by the authorized officials of VMRDA it is noticed that the premises allotted to the Allottee is not maintained as per the conditions.
If any damages are noticed, necessary repairs will be carried out and charges / expenses there to will be recovered from the security deposit of the Allottee with the VMRDA.
18. The Allottee is not permitted to change his business in the allotted Auditoriums/Kalyanamandapams. If any changes to be made, it has to be done with the prior approval of the VMRDA Authority.
19. The Allottee shall take all safety precautions in the licensed premises in preventing any mishaps viz..fire accidents, riots by unruly mob to the property, ransack etc., and in the event of any damage or loss to the property of the Licensee in the licensed Auditoriums/Kalyanamandapams., the Allottee is liable for such loss and the VMRDA shall not have any liability for the same. The security of the licensed premises is the sole responsibility of the Allottee.
20. The Allottee shall not carry out any antisocial activities prohibited by law in the licensed premises. If any such occurrence is found, the license granted will be cancelled forthwith and possession taken back by the VMRDA Authority and forfeit the security deposit.
21. The Allottee shall keep and valid all the respective statutory licenses for running the business in the allotted premises and if it is found or if any adverse report is brought to the notice of the Authorities concerned at any time in this regard, the licensed premises will be cancelled and its possession will be taken by the Licensor (VMRDA Authority) without any notice.
22. In case of violation of any of the above conditions, the license issued in favour of the Allottee shall be cancelled and the Licensor is empowered to resume possession of the licensed premises without any further notice to the Allottee.
23. Only Allottee has the right to enter the premises for which license was granted.
24. All the rules/orders issued by either Government of Andhra Pradesh or by VMRDA from time to time are applicable with respect to the issue of licenses / allotment of Auditoriums/Kalyanamandapams.
25. The Metropolitan Commissioner is the competent Authority to act on behalf of VMRDA.
26. The Allottee shall fix the electrical meter for the Auditoriums/Kalyanamandapams allotted in his/her favour from the APEPDCL, Visakhapatnam at his own cost
27. The Allottee shall submit Fire NOC from GVMC, Visakhapatnam for the Auditoriums/Kalyanamandapamsallotted, he/she intends to take up cooking related activity in the licensed premises.
28. The successful bidder should pay one year interest free security deposit as an advance (read with condition No.3) on the same day of auction failing which, the EMD shall be forfeited and the same Auditoriums/Kalyanamandapams will be placed in the next auction.
29. In case the yearly license rent is above ₹50,000/- the licensee shall submit solvency certificate issued by the competent authority in this regard.


Administrative Officer
Visakhapatnam Metropolitan
Region Development Authority
Visakhapatnam

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4/8/25