

IN THE HIGH COURT OF JUDICATURE AT BOMBAY ORDINARY ORIGINAL CIVIL JURISDICTION

WRIT PETITION (L.) NO. 33597 OF 2024

1. Maharashtra Rajya Bandhkam Kamgar Sanyukt Kriti Samiti

- 2. Satyashodhak Kamgar Sanghatna through its State President Shri Sagar Rambhau Tayde
- 3. Asangathit Kashtkari Kamgar Sanghatna Through its Authorised Representative Shri Sunil V. Ahire
- 4. Kamgar Ekta Union Through its Authorised Representative Ms. Vinita Balekundri
- 5. Kamgar Sanrakshan Samman Sangh Through its Authorised Representative Shri Akhilesh D. Rao
- 6. Shivrajya Asangathit Kamgar Sanghatna Through its Authorised Representative Kalidas Rote
- 7. Habitat and Livelihood Welfare Association, Through its Authorised Representative Shri Kalamuddin Idrisi
- 8. Niwara Bandhkam Kamgar Sanghatna, Through its Authorised Representative Shri Shankar Lakhu Pujari

.. Petitioners

Versus

1. State of Maharashtra through the Secretary, Department of Industry, Energy & Labour.

2. Secretary/Chief Executive Officer, Maharashtra Building Construction Workers Welfare Board, Mumbai

3. Deputy Secretary,

State Election Commission

...Respondents

Ms. Sudha Bharadwaj, for Petitioners.

Mr. Himanshu Takke, AGP, for Respondent No.1.

Mr. Akshay Shinde, for Respondent No. 2.

Page 1 of 12

November 6, 2024

CORAM: ARIF S. DOCTOR &

SOMASEKHAR SUNDARESAN, JJ.

Date : November 6, 2024

(Vacation Court)

Judgement (PC):

1. Rule. By consent of the parties, rule made returnable forthwith,

and taken up for final hearing and disposal.

Challenge in the Petition:

2. This Petition impugns a Circular dated October 17, 2023

("Impugned Circular") issued by the Maharashtra Building and Other

Construction Workers' Welfare Board ("Board"), suspending the

implementation of various activities involving welfare measures

administered under the Building and Other Construction Workers

(Regulation of Employment and Conditions of Service) Act, 1996 ("the

Act"), on the premise of the implementation of the Model Code of

Conduct applicable to the conduct of the forthcoming Maharashtra

Legislative Assembly Elections.

3. The Impugned Circular, issued to various authorities administering

the Act, directs that until receipt of clarification from the Election

Page 2 of 12

November 6, 2024

Commission, fresh registration, renewal of registrations, distribution of

benefits such as protective gears, essential gears, household utility sets,

grant of fresh approvals under the housing scheme and publicity work of

the Board, shall remain suspended until further orders.

4. Ms. Sudha Bharadwaj, Learned Counsel appearing on behalf of the

Petitioners (essentially trade unions and organizations representing

building and construction workers in Maharashtra), took us through the

Impugned Circular, and the scheme of the Act with a view to point out

that the suspended activities are all activities of fresh registration,

renewal of registration, distribution of benefits, distribution of safety kits,

approval to housing schemes etc . A screenshot of the official website of

the Board (<u>https://mahabocw.in</u>), demonstrating the suspension of the

registration process is appended to the Petition – it carries the legend:

"Submission of new Registration is Stopped due to CODE OF

CONDUCT"

5. Ms. Bharadwaj took us through various provisions of the Act to

submit that the suspended activities are statutory imperatives which are

required to be conducted under the schemes already formulated under

the Act. Such activities have nothing to do, she would submit, with the

any new policy decision or even any new scheme for distribution of new

Page 3 of 12

November 6, 2024

largesse to the electorate in the context of the forthcoming elections or for

that matter, any election related activity. She then pointed out the serious

consequences and debilitating effect that such notification would have on

the Petitioners members in as much many would not be entitled to avail

of the statutory benefits under the Act and crucial welfare schemes which

include for the provision of health and maternity cover, allowances for

education and housing etc.

6. Mr. Akshay Shinde, Learned Counsel appearing on behalf of the

Board (Respondent No.2) fairly stated that the registration exercise is

indeed a basic statutory activity that is required to be conducted for the

basis administration of the Act. Since the benefits under the Act relate to

distribution of direct transfers of monies to the registered workers, the

Board had doubts about conflict with the Model Code of Conduct, which

led to the Board seeking guidance from the Election Commission. Since

the clarification is still awaited, the activities covered by the Impugned

Circular have remained suspended.

7. Upon a careful consideration of the provisions of the Model Code of

Conduct applicable to the conduct of elections, the Scheme of the Act and

the Impugned Circular, we are left in no manner of doubt that there is

nothing in the Model Code of Conduct that would interfere with conduct

Page 4 of 12

November 6, 2024

of ongoing statutory activity administering the provisions of the Act and the schemes made thereunder. Likewise, there is nothing in the Act and the schemes made thereunder that would render continued implementation of pre-existing benefits under pre-existing schemes and that too consistent with past practice as existing before commencement of the Model Code of Conduct that would be violative in letter or spirit. Consequently, we are of the view that the Impugned Circular, inasmuch as it seeks to suspend registration of workers as beneficiaries and renewal of such registration, and the provision of benefits to such beneficiaries under pre-existing terms of pre-existing schemes, consistent with past practice, deserves to be quashed and set aside.

Scope of the Act:

8. It must be remembered that the Act is a welfare legislation passed by Parliament, leaving the administration in each State to the respective State Governments. Building and construction work is essentially carried out by fragmented and unorganized labour, and the Act is evidently a vital piece of legislation seeking to accord health, safety and welfare measures for such labour by regulating the employment of such labour and stipulating norms for their terms of service. Chapter III of the Act makes it mandatory to register employer establishments and provides

Page 5 of 12

November 6, 2024

that the effect of non-registration would mean that an employer who is

not registered, cannot employ building workers in such establishment.

Chapter IV deals with registration of building workers as beneficiaries.

Section 12 provides that every building worker, aged at least eighteen

years and less than sixty years, and who has been engaged in any building

or other construction work for not less than ninety days during the

preceding twelve months shall be eligible for registration as a beneficiary

under the Act. Upon registration, the Board would issue an identity card

to every registered worker to establish identity as a beneficiary. Section

14(1) of the Act provides that when such a registered beneficiary attains

the age of sixty years or when such a beneficiary is not engaged in

building or other construction work for not less than ninety days in a

year, he shall cease to be a beneficiary under the Act. Under Section

14(2), if a person had been a beneficiary for three consecutive years

before attaining the age of sixty years, he shall be eligible to get such

benefits as may be prescribed. In a nutshell, the registration of building

workers is a central and imperative feature for the very administration of

the statutory provisions of the Act.

9. It is seen from the record that the office of Director General

(Labour Welfare), Ministry of Labour and Employment, Government of

India has issued a Model Scheme and action plan for the provision of

Page 6 of 12

November 6, 2024

benefits to building and other construction workers under the Act. In

fact, such formulation was made pursuant to recommendations of a

committee constituted pursuant to directions of the Supreme Court in

judgements dated March 19, 2018 and May 7, 2018 in Writ Petition

(Civil) No. 318 of 2006. It is seen that the welfare measures that would

become available to the registered beneficiaries include life insurance and

other disability insurance cover under the Pradhan Mantri Jeevan Jyoti

Bima Yojana and the Pradhan Mantri Suraksha Bima Yojana. Likewise,

benefits such as provision of health and maternity cover, allowances for

education and housing, as also for skill development and a potential

pension plan has been envisaged.

Scope of the electoral Model Code of Conduct:

10. From a perusal of the electoral Model Code of Conduct, we find

that its provisions are aimed at preventing abuse of powers by political

parties in government to influence voting behaviour of the electorate. By

no stretch, in our opinion, would the Model Code of Conduct require

suspension of administration of pre-existing schemes formulated under

the Act. The right to register in order to avail of benefits under the

schemes made under the Act, is a statutory right conferred by Parliament.

Such right cannot be suspended in the name of elections. Likewise, the

Page 7 of 12

November 6, 2024

continued provision of statutory benefits legitimately due under pre-

existing schemes is not at all meant to be suspended under the electoral

Model Code of Conduct.

11. In matters of payment of cash to members of society, the Model

Code of Conduct essentially interferes with discretionary payments to

members of the electorate after elections are announced. The Model

Code of Conduct prohibits announcement of new projects, new

programmes and grant of new concessions, and indeed the making of new

promises, which have the effect of influencing the voters in favour of the

party in power.

12. In fact, Paragraph II(2) of the Model Code of Conduct, explicitly

states that national, regional and state utility schemes, which have

already been brought up to the stage of completion and their utilization

(when elections are announced) should not be stopped or delayed.

Explicitly, it provides that Model Code of Conduct cannot be given as an

excuse for not commissioning such schemes or for allowing such schemes

to remain idle. What the Model Code of Conduct stipulates is that the

implementation or commissioning of such schemes must be done by civil

authorities without associating political functionaries and without any

fanfare or ceremonies, so that no impression is created that such

Page 8 of 12

November 6, 2024

commissioning has been done with a view to influencing the electorate in

favour of the ruling party.

13. We agree with Ms. Bharadwaj's submission that none of the

benefits already envisaged under the Act for the State of Maharashtra and

already being implemented under the schemes made under the Act, as at

the time the Model Code of Conduct was brought into force for the

forthcoming elections, would constitute provision of any inducement to

the electorate in the State.

14. It is evident that in view of the right to register being dependent on

the mixed question of fact and law as to whether a registered worker has

worked for at least 90 days in a year in building and other construction

work, annual renewal of registration has to necessarily be a continuous

and ongoing exercise. Such registration and renewal process has to

necessarily be administered round the year if the mandate of Parliament

has to run its intended course. Consequently, there is no basis to suspend

the same on account of the electoral Model Code of Conduct. What would

be prohibited under the Model Code of Conduct is the introduction of any

new measure in the form of either policy of a revision of size of benefits

when the Model Code of Conduct is in force. Likewise, what would be

prohibited is the creation of any fanfare and holding of ceremonies with

Page 9 of 12

November 6, 2024

the involvement of political functionaries. That would be the limited

outcome of the implication of the Model Code of Conduct for the

administration of the Act.

Conclusions and Directions:

15. In the result, the Writ Petition is allowed in terms of prayer clauses

(1) and (2) of the Petition, which read thus:

(1) Issue a Writ of Declaration, or any other appropriate writ,

order or direction, declaring the Circular dated 17.10.2024 at Exhibit N, seeking to halt the registration of construction workers

and distribution of benefits to them under the BOCW Act, issued

by the Respondent No.2, as void, inoperative, and ultra vires the

BOCW Act;

(2) Issue a Writ of Mandamus or any other appropriate writ,

order or direction in the nature of mandamus, directing the

Respondent No.2 not to stop the registration and renewal of registration of construction workers; and also not stop

applications, processing and disbursal of claims under old ongoing schemes during the enforcement of Model Code of

Conduct for future upcoming elections of the Urban Local Bodies

and Gram Panchayats in the State of Maharashtra.

16. Therefore, the Impugned Circular is hereby quashed and set aside

insofar as it suspends registration of workers under the Act, renewal of

such registration, and provision of benefits to registered workers under

existing schemes, whenever the Model Code of Conduct is brought into

effect for any elections in the State of Maharashtra, be it the State

Page 10 of 12

November 6, 2024

Legislative Assembly or local self government bodies such as

municipalities and panchayats.

17. Whenever elections are held in the State of Maharashtra, the

administration of the Act and the implementation of the schemes as

existing when the Model Code of Conduct was made applicable, must

necessarily be continued without any suspension in the ordinary course of

administration, consistent with past practice and in accordance with

benefits stipulated before the Model Code of Conduct is brought into

force.

18. The Respondents are hereby directed, to forthwith, and in any

event no later than one day from the date of this judgement, ensure that

the online portal used for the administration of the Act are fully and

freely available for registration, whether by employers or by workers for

implementation of the schemes made under the Act for the State of

Maharashtra, in the ordinary course of business and consistent with past

practice.

19. Any publicity and advocacy activity as envisaged in the Impugned

Circular shall be kept the bare minimum necessary to implement the

schemes made under the Act. None of such activity shall entail any

Page 11 of 12

November 6, 2024

ceremony or fanfare or even any association with any political

functionaries.

20. Needless to add, nothing contained in this judgement shall be

considered as a license for the State Government to frame a new scheme

or to provide any new benefits that were not already in operation as of the

date on which the Model Code of Conduct came into effect in relation to

the forthcoming Maharashtra Legislative Assembly Elections.

[SOMASEKHAR SUNDARESAN, J.]

[ARIF S. DOCTOR, J.]

Page 12 of 12

November 6, 2024