

GOVERNMENT OF PUNJAB  
MOTOR VEHICLES BOARD.

To

- i) All the Financial Commissioners and Admn. Secretaries.
- ii) The Commissioners of Divisions, Jalandhar/  
Ferozepur/Patiala.
- iii) All Heads of the Departments.
- iv) All the Deputy Commissioners.
- v) The Registrar, Punjab and Haryana High Court.
- vi) All the M.D's of Corporations and Boards of Punjab  
State.
- vii) All District Transport Officers in the Punjab State.

No. STC-G(AT)/28/27891-741

Dated: 8/8/96

Subject: Review of procedure for condemnation and disposal of  
Govt. Vehicles.

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In continuation of this office circular letter No.  
STC-G(AT)28/8956-9076 dated 27.3.95 and subsequent No. STC-G(AT)28/  
6507-6631 dated 13.2.96 on the subject cited above.

2. Motor Vehicle Board has reconsidered the entire matter  
and has approved the following amended procedure for condemnation  
and disposal of Govt. Vehicles. This amended procedure comes into  
force with immediate effect:-

- 1) The norm of life of various kinds of vehicles will  
continue to be:-
  - (1) Passenger Cars (Ambassador Nova) etc. 8 years or  
1.60 Lakh Kms.
  - (2) Ambassador cars fitted with Isuzu 8 years or  
engine 2 Lakhs Kms
  - (3) Contessa cars attached to Ministers 5 years or  
2 lakhs Kms
  - (4) Jeeps 9 years or  
2.40 Lakhs Kms
  - (5) Goods vehicles etc. 8 years or  
4.00 lakh Kms.

In addition norm of following type of vehicles is  
fixed as under:-

- Maruti van will have the same norm as in the case of  
jeeps.

- For Matadors and other medium vehicles the norm will be 9 years or 2.40 lakh Kms.

The vehicles will stand automatically condemned on completion of life.

(ii) the reserve price of a vehicle will be the purchase price

a) depreciated for the first year at 30% and

b) for second and subsequent years at 9.5% per annum;

and

depreciation for part of a year will be calculated

pro rata subject to a minimum of 30% of the purchase price- the purchase price will be the cost of the vehicle plus the purchase price of major accessories including air-conditioner, if fitted;

The date for calculating the depreciated price in the above manner shall be the date on which the competent authority declares a vehicle condemned or the date on which reference is made to the Deputy Commissioner for the disposal of vehicle.

(iii) premature condemnation of vehicles that have not completed their life as per norms and fixation of their reserve price will be as recommended by the condemnation Board constituted as under after physical inspection of the vehicle.

For Chandigarh and Delhi

1. Head of the Department concerned - Chairman
2. STC Punjab or his representative - Member
3. Works Manager of the Punjab Roadways - Member
4. One Class-I Officer of the Deptt. concerned - Member
5. One Senior Accounts/Finance functionary of the Department. - Member

For the Districts

1. Deputy Commissioner of the concerned district - Chairman
2. DTC or his representative - Member
3. Works Manager of P.B. Roadways or PRTC - Member

Two officer of the concerned deptt. -Member  
one of whom should be an Accounts/  
Finance functionary.

iv) Heads of Departments will dispose of vehicles at Chandigarh and Delhi whereas the Deputy Commissioners will dispose of vehicles in their respective districts.

v) in the first instance, tenders will be invited through advertisement in Press by giving a clear notice of minimum two weeks. The advertisement will contain the salient information regarding the vehicle and the reserve price, but not the terms and conditions of the tender to avoid unnecessary expenditure. The earnest money to be submitted by tenders alongwith the tender will be 10% of the bid amount. The vehicle will be disposed of to the highest bidder. In case the highest bidder does not lift the vehicle within a period of 72 hours after his bid has been accepted (after excluding the holidays if any) the earnest money will be forfeited, and the vehicle offered to the next higher bidder, and so on;

vi) If no tender has been received offering an amount equivalent to or above the reserve price, the vehicle can be sold at the reserve price within the next 15 days to any person belonging to any of these categories.

- \* Government Servants
- \* Retired Government Servants
- \* Ex.MP's and Ex.MLA's
- \* War widows
- \* MP's,MLA's

Applicants from these categories can submit their bids in response to the tender notice. All these categories will carry the same priority and the disposal shall be first-come-first served basis.

(vii) if the vehicle is still not disposed off tenders should be called afresh.

(viii) if the vehicle is not disposed off at the reserve price, even after the second tender, it should be auctioned; and

(ix) if the vehicle is not disposed off even then, the Condemnation Board shall re-fix the reserve price of the vehicle after physical inspection, and to the extent necessary, steps (v) to (viii) will be gone through afresh.

4. It will be the responsibility of the Head of the Department/Deputy Commissioner to dispose off the condemned vehicle within three months of condemnation. It is the responsibility of the Head of Office to see that the vehicle is brought to the disposal point in running condition (unless it was not in operational condition at the time of condemnation).

*Pour gual*  
State Transport Commissioner,  
Member-Secretary, Motor Vehicles  
Board, Punjab, Chandigarh.

Endst.No. STC-G(AT) 28/27742  
Dated: 8/8/96  
Copy is forwarded to Director, C.O.S. Punjab for information and necessary action.

*Pour gual*  
State Transport Commissioner,  
Member-Secretary, Motor Vehicles  
Board, Punjab, Chandigarh.

Endst.No. STC-G(AT) 28/27743  
Dated: 8/8/96  
Copy is forwarded to Secretary to Govt. Punjab, Department of Transport for information and necessary action.

*Pour gual*  
State Transport Commissioner,  
Member-Secretary, Motor Vehicles  
Board, Punjab, Chandigarh.