

From

The Transport Commissioner,  
Thiruvananthapuram.

To

All Deputy Transport Commissioners,  
All Regional Transport Officers,  
All Joint Regional Transport Officers and  
All Motor Vehicles Inspectors of Check Posts.

Sir,

Sub: M.Vs. – Andhra Pradesh based contract Carriages permitted to visit  
Kerala – granting of tax concession – reg.Ref: 1. G.O.(P) 82/91/PW&T dt. 23.11.91.  
2. This office letter No.B1-8281/TC/91 dt. 20.3.92.  
3. Govt. letter No.47214/N2/95/PW&T dated 14.3.96.

Andhra Pradesh based Public Service Vehicles covered by special permits issued under Sub Section (8) of Section 88 of Motor Vehicles Act were enjoying free tax concession in this state till 20.3.92.

On 20.3.92, vide this office ref. 2<sup>nd</sup> cited, instructions have been issued to all subordinate officers to collect tax from Andhrapradesh based Vehicles, on the ground that Government of Andhra Pradesh had withdrawn the free tax concession granted to Kerala based vehicles to ply in that state and started collection of tax. Recently Transport Commissioner of Southern States met at Tamilnadu and held discussion on tax matters. During the course of discussion Transport Commissioner, Andhra Pradesh had informed that there was no withdrawal of tax concession by that State in respect of Kerala based vehicles and requested to restore the tax concession in Kerala on Andhra Pradesh based vehicles.

In the light of the above the matter has been referred to Government to reconsider the decision and the Government in their letter 3<sup>rd</sup> cited have clarified that no tax need be collected from the Public Service Vehicles registered in Andhra Pradesh having special permits issued under Sub Section (8) of Section 88 of Motor Vehicles Act 1988 (Central Act 59 of 1988) subject to the condition that the state of Andhra Pradesh continue to give reciprocal exemption from payment of tax in respect of the public service vehicles registered in the State of Kerala and having special permits granted under the said sub-section (8) of Section 88 of the said Motor Vehicles Act 1988 (Central Act 59 of 1988) to operate in the State of Andhra Pradesh. In view of the Government letter referred to above, I request you not to collect tax in respect of Andhra Pradesh based Public Service Vehicles visiting Kerala covered with a permit issued under section 88(8) of M.V. Act subject to proviso (a) and (b) of G.O. 1st cited. The receipt of this letter should be acknowledged by return of post.

Yours faithfully,

Sd/--

V.C. Ayyappan,

Sr. Dy. Transport Commissioner (T)