

C I R C U L A R NO 27/91

No.F3/13055/TC/90

Office of the Transport Commissioner,  
Thiruvananthapuram, dt:30.11.1991.

Sub:- M.Vs.Dept. Inadequate action to collect  
compounding fee imposed on the registered  
owners of Motor Vehicles Based on check  
reports -

Ref:- Lr.No.SRA (HQ)IV/MVT/22-501/90-91 dtd.  
8.8.1990 of A.G., Thiruvananthapuram.

The Accountant General while inspecting the accounts of  
Joint Regional Transport Office, Irinjalakkuda for the year  
1989-90 has pointed out that a good number of check reports  
in respect of which compounding fee was leviable, were pending  
disposal and in a large number of cases, first charge memo  
above was seen issued and no follow-up action had been taken  
so far. Inadequate action in levying the compounding fee  
affects Government revenue adversely.

There is now provision in the Central Motor Vehicle Rules  
1989 in regard to the clearance of tax and compounding fee.  
As per rule 73 of the C.M.V. Rules, 1989, no authorised testing  
station shall accept an application for grant or renewed of a  
C.F. unless the same is accompanied by a tax clearance certi-  
ficate in such form as may be prescribed by the State Govern-  
ment from the Regional Transport Officer or Motor Vehicles  
Inspector having jurisdiction in the area to the effect that  
the vehicle is not in arrears of Motor Vehicles tax or any com-  
pounding fee referred to in sub sections (5) and (6) of section  
86 of the M.V.Act, 1988. In the absence of any authorised tes-  
ting station at present, field staff are conducting the test of  
all transport vehicles for issuing certificate of fitness. As  
such, the said provisions of Central Rules, 1989 are to be en-  
forced by the field staff and the payment of arrears of tax or  
compounding fee insisted by them before inspecting the vehicles  
for the issue of C.F.

All Regional Transport Officers and Joint Regional Trans-  
port Officers are directed to comply with the above instruc-  
tions when vehicles are produced for C.F. test. The receipt  
of this circular should be acknowledged.

(Sd.)

To

Transport Commissioner.

All R.T.Os/Joint R.T.Os and All Dy. T.Cs.

Copy to:

C.A. to T.C., JTC., Sr. DTC, Sr. DTC(T), AO, FO.  
Lo, SAO, ATC Asst: Secretary, STA, SS.C, S.F.  
spare.

Approved for issue,

Senior Superintendent.

B.Tm/10.12.