

Depreciation Rules for Government Vehicles..
Revision of...

Government of Gujarat
Ports, Transport and Fishing Department,
Resolution No.GTS-2678-4897-D, Sachivalaya,
Gandhinagar.

Dated the 12-11-1987

Read : G.R., H.D.No.GTS-2678-4897-E-2, dated 19-2-1982.

Preamble :

Depreciation Rules for Government vehicles have been prescribed under Government Resolution quoted above and the procedure for condemning the vehicles and fixation of their upset price is well have been spelt out. The observance and adherence to those rules prescribed by the Home Deptt. under its G.R. dated 19-2-1982 have posed problems to some administrative Departments in as much as formula prescribed for upset price was not workable resulting in non-disposal of vehicles to be written off. With view to overcoming these difficulties a decision was taken in Secretors meeting held on 17-6-87, to review the existing orders and to make suitable recommendations for revision of the rules by appointment of a Committee ended by A.C.S./ Home Deptt. as chairman, Assisted b A.C.S./ I.S.F.W., Scary./I.D., Secy. (Exp.)/ FD and Secy./PT & FD as members to go in to the problems and to solve them. During the discussion of this Committee in its meeting heldon 22-6-87, the Secy./I.D. had on lighted that his Deptt. and R & BD presently follow the rules and guidelines Inid down by the Central Water Commission in the matter of condemnation of old vehicles, fixation of upset price and disposal of old vehicles. There guidelincs are also followed by other State Governments and these noms have been found tobesatis factory for implementation and have stood the test oftime. The Committee accordingly recommended that guidelines and rules consistent with these nomsmay be followed with suitable amendments wherever necessary and extended to the remaining Deptts. in thostate (Other than R&BD),(Irrigation Department and NDD).

2. The Secrethries meeting held on 11-8-1987 had considered the recommendations of the above Committee and it has endorsed the recommendation. Further, it has also decided that the procedure indopted by I.D. R&FD and NDD for disposing of old vehicles, should he applied to the remaining Deptts. by PT&FD for which PT&FD has to take action.

RESOLUTION :

The Government after careful consideration has decided to amend the existing depreciation Rules procurable by Home Deptt., under G.R.H.D. No. GTS-2678-4807, E-2, dated 19-2-1982 asindicated below :

- A) Life for light transport vehicles - Inapeation vehicle on like Pickups Jeep,
(1) 1,60,000 or 10 years whi..... in
(2) Life of Types - 32,000 kms

B) Procedure for depreciation

The depreciated value will beassossed as under :

- (1) (Capital Cost-(Salvage Value @10%)
Life of vehicles in Kms.
(2) Explanation : For calculating depreciation of vehicles, initial cost of tyres andtubes will be deducted from its acquisition cost.
(3) Fixation of the upset price will be decided taking into consideration the following factors :
(a) Depreciation cost of the vehicles.
(b) Present market value of the vehicles.

- (c) Condition of the vehicles and its major assemblies.
- (d) Diligence after 1st repair and
- (e) Place of disposal.

(C) Procedure to be followed by administrative Deptt, in obtaining the condemnation certificate and fixation of the upset price :

(1) The Engineering Deptts. (i.e. I.D., R&BD and N.D.D.) Police Deptts. H & FW and PT&FD have their technical personnel who are on the Committee of the respective Deptts. These Deptts. will continue to get the condemnation certificate and the assessment of the upset price through these Committees.

(2) All other remaining Deptts. which are not having the technical personnel in their Deptts. the Committee consisting of the following members, will be constituted to examine the recommendation of scrapping the vehicles and also to assess and fix the upset price as described below :

(D) (1) Where the initial cost of purchase is Rs.50,000/- or less:

(A) Vehicles pertaining to South Gujarat Zone :

Consisting of six districts via. Surat, Naroda, Valsad, Bharuch, Dangs and Panchmahals.

(1) For vehicles and equipments having book value less than Rs.50,000/-

- i) Owner of the vehicles/Equipment of Class-I Rank -Member
- ii) Ex.Eng.Mech.Dn. Ahmedabad Member Secy.
- iii) SE, Mech. Circle Deptt., Ahmedabad Convenor.

(B) Central Zone :

Consisting of six districts via. Ahmedabad, Gandhinagar, Sabarkantha, Banaskantha, Mehsana and Kheda.

(1) For vehicles and equipment having book value less than Rs.50,000/-

- i) Owner of the vehicles / Equipment of Class-I Rank - Member
- ii) Ex. Eng. Mech. Dn. (R&B) Ahmedabad -member Secy.
- iii) SE, Mech, Circle (R&B), Deptt., Ahmedabad -Convenor.

(2) For vehicles / Equipment having book value of over Rs.50,000/- And Above

- i) Owner Head of Deptt. or Officer of rank Member
- equivalent to S.E.
- ii) EE Mech. Dn. (R&B), Ahmedabad Member Secy
- iii) SE Mech. Circle (R&B), Ahmedabad Convenor

(C) Saurashtra and Kutch Zone

Having Six districts, Rajkot, S'nagar, Bhavnagar, Jamnagar, Junagadh, Amreli and Kutch.

(1) For vehicles and equipment having book value up to Rs.50,000/-

- i) Senior officer of Class-I rank Member
- ii) EE, Mech, Mech, Dn.-1, Ahmedabad Member Secy.
- iii) SE, Irri, Meh. Circle-2, Ahmedabad Convenor

(2) Vehicle and equipment having book value of Rs.50,000/- & above.

- i) Owner head of the Deptt. or Officer Member
- ii) EE, Irri, Mec. Dn-2, Ahmedabad Member Secy
- iii) SE, Irri, Mec, Circle-2, Ahmedabad Convenor

The condemnation certificates will be issued the Superintending Engineers of the respective

Committee. The above Committees will, inspect the vehicles and after taking into consideration the quotients referred to earlier, will recommend the condonation of the vehicles if so satisfied and also assess the upset price of the vehicles.

Provided that the upset price where it is so fixed in respect of vehicles for which no records ... available, approval of the proposed upset price would be submitted to Government in the administrative Deptt. for its approval in consultation with Financial Advisor.

- (D) Authority to issue orders condemning the vehicles and approving the upset price.
On the basis of the recommendation of the Committees, the Head of the Deptt. will issue orders, condemning the vehicles.
- (E) Manner of disposal of old vehicles :
After the upset price is approved by the appropriate competent authority the condemned vehicles will be put to public auction by bidding and by inviting sealed covers of for by issue of Public notice in the Newspapers by the owner officer of the vehicles and higher realization of the two will be accepted as explained below :
For final disposal of the vehicles, following procedure should be adopted :
1) Sealed bids by wide publicity be called for the vehicles by the auctioning authority/Committee.
2) Public action of the vehicles should be arranged by the auctioning authority/Committee by wide publicity.
3) Sealed bids be opened prior to the public auction by the auctioning authority/committee.
4) The auctioning authority/committee should endeavour to take this, the higher bids then the maximum of the highest bids received by way of sealed bid offers.
5) If the public auction is not more, the auctioning authority / committee will be empowered either to accept/ reject the sealed bids so received.
- (F) Acceptance of the Bid in auction at different levels :
1) If the highest bid received in response to the public notice is equal to or more than the upset price approved, the bid will be accepted by the Officer who invited the bid.
(2) If the highest bid is less by 20% of the upset price, the bid will be accepted by the Head of the Deptt.
(3) If the highest bid received is less by more than 20% of the upset price, the proposal for acceptance of such bid will be submitted to the concerned administrative Deptt. for its approval through Financial Advisor.
- (2) The orders contained in GR, HD Dtd.19-2-82 should be deemed to have been modified to the extent by these orders.
- (3) The administrative Deptts. and the Head of Deptts., under their control are requested to ensure that the revised rules are followed scrupulously.
- (4) These orders reissued with the approval of Secy. (Ex.)/F.D. vide his note dated 19-9-87 and Secy./ID, dtd.9-10-87 on this Deptt. file of even number.

By order and in the name of the Governor of Gujarat,

Sd/- (J.G. Dave)

Under Secretary to the Govt. of Gujarat,
Ports, Transport & Fisheries Department.

To,
All Concerned.

MCV : 23195/-