

GOVERNMENT OF TELANGANA
ABSTRACT

Transport Department - Vehicle Fleet Modernization Policy - Orders- Issued.

TRANSPORT, ROADS & BUILDINGS (Tr-I) DEPARTMENT

G.O.Ms.No.28

Dated: 30.09.2024

Read ;

From the Transport Commissioner, TG,Hyd., Lr.No.1679/R/2021,
Dt.18.09.2024.

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ORDER:-

Need is felt to have a policy for phasing out end of life vehicles which are not in condition to ply on the roads after the lifetime of the vehicle in the interest of road safety and clean environment.

2. It is envisaged to have Registered Vehicle Scrapping Policy (RVSFs) and Automated Testing Stations (ATS), which can be technologically advanced, transparent and environmentally safe in their operations. This should be a step towards transforming and introducing a regime of fit vehicles to ply on the roads thereby increasing road safety. The policy is to have blend of incentives, concessions and regulations for making the roads safe and promote clean air.
3. The policy outlines key steps for facilitating setting up of Registered Vehicle Scrapping Facilities and also Automated Testing Stations. Registered Vehicle Scrapping Facilities (RVSF) is to promote safe scrapping of vehicles and enhances value discovery. RVSF will ensure that vehicles are scrapped in an environmentally friendly and safe manner and will also promote a scientific scrapping process. Transparent operation of Automated Fitness Testing Stations will form the backbone for its smooth implementation. It will create a robust eco system for safe roads and a well-structured scrapping policy thereby increasing the overall safety of all users.
4. A multidimensional policy with the positive impact on economy, generating employment and creating a clean environment is envisaged. Improved fuel efficiency and reduced maintenance cost for vehicle owners would be a desired outcome. Scrapping of end-of-life vehicles will lead to substantial reduction in emissions due to vehicular pollution. The policy aims to filter unfit vehicles based on their fitness. The mandatory testing of vehicles through Automated Testing Stations will enhance the transparency of the process which ensures vehicles which are in good condition only ply on the roads.
5. To the extent of privately owned vehicles, through the voluntary vehicle scrapping policy, the State government wants to promote scrapping of end of life vehicles by offering two types of concessions. First one is Motor Vehicles Tax concession upon voluntarily scrapping of the end of life vehicles and upon buying new vehicle of the same category, with the submission of Certificate of Deposit. And Second type of Concession is one time waiver of certain liabilities like quarterly tax penalty and green tax collectable on the vehicles turning up voluntarily for scrapping, for the next two years from the date of this notification.
6. Government vehicles will be mandated to be scrapped through e-auction, in a phased manner, duly giving priority to the vehicles which are in use for longest time.

(P.T.O)

The amendments in Motor Vehicle Act, 1988 through GSR No.652 (E), 653(E), dated 23-09-2021 and GSR No. 720 (E) dated 5-10-2021, GSR No. 29 (E) dated 16-01-2023, GSR No. 663 (E) dated 12-09-2023 has introduced enabling provisions for establishment of Registered Vehicles Scrapping Facilities and Automated Testing Stations.

Government after careful examination of the matter and the proposal submitted by the Transport Commissioner, Telangana State hereby decided to implement the Vehicle Fleet Modernization Policy in Telangana State as follows:

A. Automatic Testing Stations:

- 1) Administrative sanction is hereby accorded for Construction of 37 Automated Testing Stations at the cost of Rs.8.00 crores (Rupees Eight Crores only) each for a total amount Rs.296.00 crores (Rupees Two Hundred and Ninety six Crores only) through Roads & Buildings Department providing necessary budget and also permit to construct 15 Automated Testing stations one for each erstwhile District Headquarters with 4 additional ATS for Greater Hyderabad/HMDA Area in Phase- I with a Cost of Rs.8.00 crores each totaling to Rs.120.00 crores through Roads & Buildings Department.
- 2) To stop the manual fitness testing at Regional Transport Offices (RTOs) in Districts where Automated Testing Stations (ATSs) under Rule 175 of Central Motor Vehicle Rules, 1989, are operational (issuance of Form 62 by the Transport Commissioner).

B. Incentives for Voluntary Scrapping of Private Vehicles :

- 1) To waive off the whole of outstanding green tax collectable as per Section 3-B of TGMVT Act, 1963 and the whole of outstanding penalty payable on the quarterly tax under Rule 13 of the TGMVT Rules, 1963; for those vehicles which are more than 8 years from the date of registration, in case of transport vehicles, and more than 15 years from the date of registration, in case of non-transport vehicles; as an incentive to vehicle owners to scrap their old vehicles, subject to the condition, that such waiver shall be applicable to the motor vehicles in respect of which an application for scrapping has been made within two years from the date of issue of this notification, to a Registered Vehicle Scrapping Facility (RVSF) registered under relevant rules.
- 2) To provide Motor Vehicles Tax concession for newly registered vehicles for various Categories of non-transport vehicles and transport vehicles under Rule 51A of Central Motor Vehicles Rules, 1989 against submission of certificate of deposit subject to condition that the tax concession will be applicable for the same category of non-transport vehicles and transport vehicles respectively against submission of certificate of deposit.

C. Scrapping of Government Vehicles :

In pursuance of Rule 52 A of Central Motor Vehicle Rules, 1989 hereby order to scrap the Government vehicles belonging to State Government, Municipal Corporations, State Transport Undertakings, Public Sector Undertakings, Autonomous bodies owned or controlled by State Government which have completed more than 15 years of age from the date of registration duly following the extant guidelines and procedure for disposal of Government vehicles, through e-auction in a phased manner duly giving priority for those vehicles which are in use for maximum number of years.

This orders issues with the concurrence of Finance (EBS X) Department vide their U.O No.2579211/247/A1/EBS.X/2024, dated 10-07-2024.

Accordingly, the following notifications shall be published in the extraordinary issue of Telangana Gazette Dated:30-09-2024.

NOTIFICATION

- 1) In exercise of the powers conferred under Rule 175 of Central Motor Vehicle Rules, 1989 the Governor of Telangana hereby stop the manual fitness testing at Regional Transport Offices (RTOs) in Districts where Automated Testing Stations (ATs) which are registered under Rule 175 of CMV Rules becomes operational (issuance of Form 62 by the Transport Commissioner) in the jurisdiction of a registering authority, the fitness of the vehicle shall be done only through such automated testing stations registered under Rule 175 of Central Motor Vehicle Rules, 1989.
- 2) In exercise of the powers conferred under sub section (1) of Section 9 of Telangana Motor Vehicle Taxation Act, 1963, the Governor of Telangana hereby waive off the whole of outstanding green tax collectable as per Section 3- B of TGMVT Act, 1963 and the whole of outstanding penalty payable on the quarterly tax under Rule 13 of the TGMVT Act, 1963; for those vehicles which are more than 8 years from the date of registration, in case of transport vehicles, and more than 15 years from the date of registration, in case of non-transport vehicles, as an incentive to vehicle owners to scrap their old vehicles, subject to the condition, that such waiver shall be applicable to the motor vehicles in respect of which an application for scrapping has been made within two years from the date of issue of the notification to a Registered Vehicle Scrapping Facility (RVSF) registered under Rule 6 of Motor Vehicles (Registration and Functions of Vehicle Scrapping Facility) Rules, 2021.
- 3) In pursuance of Rule 51 A of Central Motor Vehicles Rules, 1989 as notified by the government of India Ministry of Road Transport and Highways vide notification No. G.S.R.No.720(E), dated: 05.10.2021 and in exercise of the powers conferred by the Government under sub section (1) of Section 9 of Telangana Motor Vehicle Taxation Act, 1963, the Governor of Telangana hereby grant the concessions for newly registered vehicles for various Categories of non-transport vehicles and transport vehicles under Rule 51A of Central Motor Vehicles Rules, 1989 against submission of certificate of deposit subject to condition that the tax concession shall be applicable for the same category of non-transport vehicles and transport vehicles respectively against submission of certificate of deposit as defined in clause (c) of sub-rule (1) of Rule 3 of the Motor Vehicles, (Registration and Functions of Vehicle Scrapping Facility) Rules, 2021 as specified in the table below:-

Motor vehicles tax concession for motor vehicles against submission of "Certificate of Deposit"

Sl.No.	Class of Vehicle	Vehicle Category	Ex-Showroom Price of the New Vehicle	Tax Concession for New Vehicle (in INR)
1	2	3	4	5
1.	Non-Transport Vehicles	2 wheeler	Up to 1 Lakh	1,000/-

Sl.No.	Class of Vehicle	Vehicle Category	Ex-Showroom Price of the New Vehicle	Tax Concession for New Vehicle (in INR)
1	2	3	4	5
	Non-Transport Vehicles	2 wheeler	1 to 2 Lakh	2,000/-
		2 wheeler	2 to 3 Lakh	3,000/-
		2 wheeler	3 to 4 Lakh	4,000/-
		2 wheeler	4 to 5 Lakh	5000/-
		4 wheeler	0 to 5 Lakhs	10,000/-
		4 wheeler	5 to 10 Lakhs	20,000/-
		4 wheeler	10 to 15 Lakhs	30,000/-
		4 wheeler	15 to 20 Lakhs	40,000/-
		4 wheeler	20 & Above	50,000/-
		10% tax concession shall be given on all the construction equipment vehicles.		
2	Transport Vehicles	10% tax concession shall be given on the tax to be paid either in quarterly/yearly up to 8 years for newly registered Transport vehicles and LMV Tractors.		

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

VIKAS RAJ
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To

The Commissioner of Printing, Stationery & Stores Purchase, Telangana, Hyderabad (He is requested to publish the Notification in the Extra-ordinary issue of Telangana Gazette dated:

The 09.2024 and send 200 copies to the Transport Commissioner, Hyderabad and 50 copies to the Government)

The Transport Commissioner, Telangana State , Hyderabad.(for taking further action)

All the Departments of Secretariat with a request to take necessary action.

All the Collectors & District Magistrates.

The All RTAs/STA (Through Transport Commissioner, Telangana, Hyderabad)

Secretary to Government of India, Ministry of Road Transport & Highways, (Tr. Wing), New Delhi.

The Director of Information & Public Relations, Telangana, Hyderabad for wide publicity.

Copy to:

The PS to Secretary to Hon'ble Chief Minister.

The PS to Hon'ble Deputy Chief Minister (Finance)

The PS to Hon'ble Minister (Transport & BCW).

The PS to Special Chief Secretary to Government, T,R&B Dept.

The Finance (EBS.X) Department

Sf/Sc.

// FORWARDED:: BY ORDER//


SECTION OFFICER