



The Calcutta Tramways Company (Taking Over of Management) Act, 1967

Act 16 of 1967

Keyword(s):
Company, Undertaking of the Company

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West Bengal Act XVI of 1967¹

THE CALCUTTA TRAMWAYS COMPANY (TAKING OVER OF MANAGEMENT) ACT, 1967.

AMENDED

West Ben. Act XIX of 1972.
West Ben. Act XL of 1973.
West Ben. Act LII of 1974.
West Ben. Act XXXIII of 1975.
Pres. Act 15 of 1970.
Order No. 1504-L, dated the 31.7.1970.

[19th July, 1967.]

An Act to provide for the taking over of the management of the undertaking of the Calcutta Tramways Company Limited for a limited period in the public interest in order to secure the proper management of the same.

WHEREAS it is expedient to provide for the taking over of the management of the undertaking of the Calcutta Tramways Company Limited for a limited period in the public interest in order to secure the proper management of the same;

It is hereby enacted in the Eighteenth Year of the Republic of India, by the Legislature of West Bengal, as follows:—

CHAPTER I

Preliminary.

1. This Act may be called the Calcutta Tramways Company (Taking over of Management) Act, 1967. Short title.
2. In this Act, unless the context otherwise requires,— Definitions.
 - (a) "appointed day" means the date of publication of the order made under sub-section (1) of section 3;
 - (b) "Company" means the Calcutta Tramways Company Limited;
 - (c) "prescribed" means prescribed by rules made under this Act;
 - (d) "undertaking of the Company" means the properties, cash balances, reserve funds and other assets of the Company including lands, buildings, works, machinery, plants, rolling stocks, lines, mains, motors, dynamos, switch-boards, apparatus, tool, implements, motor trucks and other like property actually in use immediately before the commencement of this Act, or intended to be used, in connection with the running of tramways.

¹For Statement of Objects and Reasons, see the *Calcutta Gazette, Extraordinary*, Part IVA of the 13th July, 1967, page 2084; for proceedings of the West Bengal Legislative Assembly, see the proceedings of the meeting of that Assembly held on the 14th July, 1967.

*The Calcutta Tramways Company (Taking over of Management)
Act, 1967.*

[West Ben. Act

(Chapter II.—The taking over of the management of the undertaking
of the Calcutta Tramways Company.—Sections 3, 4.)

CHAPTER II

**The taking over of the management of the undertaking
of the Calcutta Tramways Company.**

State
Government
to take over
the manage-
ment of the
undertaking.

3. (1) The State Government may, by order published in the *Official Gazette*, take over the management of the undertaking of the Company and appoint an officer not below the rank of a Deputy Secretary to the State Government (hereinafter referred to as the Administrator) for managing the undertaking of the Company.

(2) An order issued under sub-section (1) shall remain in force for a period of '[nine years] from the date of its publication in the *Official Gazette*:

Provided that the State Government may, with the approval of the State Legislature, cancel such order at any time before the expiry of the said period of '[nine years].

Effect of order
issued under
section 3.

4. (1) With effect from the appointed day—
- (a) all persons in charge of the management of the undertaking of the Company, including persons holding offices as directors, agents or managers or any other managerial personnel of the Company immediately before the appointed day, shall cease to exercise any power of management and control in relation to the undertaking of the Company;
 - (b) the undertaking of the Company shall be deemed to be in the custody of the Administrator who shall, as soon as may be after the appointed day, take all such steps as may be necessary to take the same into his custody or control;
 - (c) the Administrator shall have all the powers of management and control in relation to the undertaking of the Company including any such powers as were exercised by the directors, agents or managers or any other managerial personnel of the Company immediately before the appointed day;

¹The words "four years" were first substituted for the words "three years" by ss. 2(i) & (ii) of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1970 (President's Act 15 of 1970). Then the words "six years" were substituted for the words "four years" by ss. 2(i) & (ii) of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1972 (West Ben. Act XIX of 1972). Thereafter, the words "seven years" were substituted for the words "six years" by ss. 2(i) & (ii) of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1973 (West Ben. Act XL of 1973). Then, the words "eight years" were substituted for the words "seven years" by ss. 2(i) & (ii) of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1974 (West Ben. Act LII of 1974). Finally, the words within the square brackets were substituted for the words "eight years" by ss. 2(i) & (ii) of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1975 (West Ben. Act XXXIII of 1975).

XVI of 1967.]

(Chapter II.—The taking over of the management of the undertaking
of the Calcutta Tramways Company.—Sections 5-8.)

- (d) persons employed by the Company in connection with the undertaking of the Company and continuing in office immediately before the appointed day shall continue to remain under the terms and conditions of service in force immediately before the appointed day.

(2) Subject to the other provisions of this Act and to the control of the State Government, the Administrator shall take such steps as may be necessary for the purpose of efficiently managing the business of the Company and shall exercise such other powers including the power to borrow money and have such other duties as may be prescribed.

5. No person who ceases to exercise any power of management or control in relation to the undertaking of the Company by reason of the provisions contained in clause (a) of sub-section (1) of section 4, shall be entitled to claim any compensation on that account:

No right to compensation for termination of office.

Provided that nothing contained in this section shall affect the right of any such person to recover from the Company moneys recoverable otherwise than by way of such compensation.

6. Upon the expiration of the period of [nine years] from the date of publication of the order issued under sub-section (1) of section 3 or upon its earlier cancellation by the State Government under the proviso to sub-section (2) of the said section, the management of the undertaking of the Company shall revert to the Company.

Management to revert to the Company.

7. (1) The State Government may appoint one or more persons to be called Deputy Administrators, to assist the Administrator in carrying out his functions under this Act.

Persons to assist the Administrator.

(2) A Deputy Administrator shall exercise such powers and discharge such duties as may be entrusted to him by the Administrator.

8. (1) The State Government may, on the application made by the Administrator in this behalf, advance moneys to the Company for the purpose of efficiently managing the business of the Company and all such moneys shall be repaid by the Company with such interest as may be prescribed.

Advances by State Government.

²
The words "four years" were first substituted for the words "three years" by s. 3 of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1970 (President's Act 15 of 1970). Then the words "six years" were first substituted for the words "four years" by s. 3 of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1972 (West Ben. Act XIX of 1972). Thereafter, the words "seven years" were substituted for the words "six years" by s. 3 of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1973 (West Ben. Act XL of 1973). Then, the words "eight years" were substituted for the words "seven years" by s. 3 of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1974 (West Ben. Act LII of 1974). Finally, the words within the square brackets were substituted for the words "eight years", by s. 3 of the Calcutta Tramways Company (Taking over of Management) (Amendment) Act, 1975 (West Ben. Act XXXIII of 1975).

(Chapter III.—Miscellaneous.—Sections 9, 10.)

(2) Any money advanced to the Company under sub-section (1) shall, subject to the prior payment of municipal rates and any sum due to Government on account of taxes or fees, be a first charge upon the undertaking of the Company.

CHAPTER III

Miscellaneous.

Duty to deliver possession of property and documents relating thereto.

9. (1) When an order has been made under sub-section (1) of section 3 in relation to the undertaking of the Company, every person having possession, custody or control of the undertaking of the Company or any part thereof, shall forthwith deliver the same to the Administrator or to such officer as may be authorised by the Administrator in this behalf.

(2) Any person who, at the commencement of this Act, has in his possession or under his control any books, documents or other papers relating to the undertaking of the Company, including any letters, memoranda, notes or other communications between him and the Company shall, notwithstanding anything contained in any law for the time being in force, be liable to account for the said books, documents and other papers (including such letters, memoranda, notes or other communications) to the Administrator and shall deliver them to the Administrator or to such officer as may be authorised by the Administrator in this behalf.

(3) The State Government may take all necessary steps for securing custody of the undertaking of the Company.

Powers of inspection.

10. (1) For the purpose of ascertaining whether any property is comprised in the undertaking of the Company or for any other purpose mentioned in this Act or the rules made thereunder, any person authorised by the State Government in this behalf shall have the right to—

- (a) enter and inspect any premises;
- (b) require any person having the possession, custody or control of any register or record relating to the undertaking of the Company to produce such register or record;
- (c) require the occupier of any property comprised in the undertaking of the Company to submit to the person so authorised such accounts, books or other documents or to furnish to him such information as he may reasonably think necessary; and
- (d) examine any person having the control of, or employed in connection with, the undertaking of the Company and require him to make any statement relating to the undertaking of the Company.

XVI of 1967.]

(Chapter III.—Miscellaneous.—Sections 11-13.)

11. (1) If any person,—

Penalty for
false state-
ments.

- (a) when required by this Act or by any order made under this Act to make any statement or furnish any information, makes any statement or furnishes any information which is false in any material particular and which he knows or believes to be false or does not believe to be true; or
- (b) makes any such statement as aforesaid in any book, account, record, return or other document which he is required by any order made under this Act to submit,

he shall be punishable with imprisonment for a term which may extend to two years, or with fine which may extend to two thousand rupees, or with both.

(2) Any person, who—

- (a) having in his possession, custody or control any property forming part of the undertaking of the Company, wrongfully withholds such property from the Administrator, or
- (b) wrongfully obtains possession of any property forming part of the undertaking of the Company, or
- (c) wilfully withholds or fails to produce to any person authorised under this Act, any register, record or other document which may be in his possession, custody or control, or
- (d) fails, without any reasonable cause, to submit any accounts, books or other documents, when required to do so,

shall be punishable with imprisonment for a term which may extend to two years, or with fine which may extend to two thousand rupees, or with both.

(3) All offences under this section shall be cognizable.

12. The Administrator shall have the power to institute, defend, or take part in, any suit or proceeding by or against the Company, relating to the undertaking of the Company.

Power of
Adminis-
trator to
institute,
defend, etc.,
suits and
proceedings.

13. No suit, prosecution or other legal proceedings shall lie against the State Government or the Administrator or any other person for anything which is in good faith done or intended to be done under this Act or the rules made thereunder.

Protection of
action taken
under the
Act.

[West Ben. Act XVI of 1967.]

(Chapter III.—Miscellaneous.—Sections 14-18.)

Overriding
effect of Act.

14. The provisions of this Act or any order or rule made thereunder shall have effect notwithstanding anything inconsistent therewith contained in any law other than this Act or any instrument having effect by virtue of any law other than this Act.

Power of
State
Government
to give
directions.

15. The State Government may, from time to time, give such directions to the Administrator as the State Government may deem fit for the proper management of the undertaking of the Company and the Administrator shall comply with such directions.

Annual
administra-
tion report
to be laid
before the
State
Legislature.

16. The State Government shall, as soon as may be after the expiry of each financial year, lay before each House of the State Legislature an annual administration report from the Administrator in respect of the undertaking of the Company with an audited statement of accounts.

Power to
make rules.

17. (1) The State Government may make rules for carrying out the purposes of this Act.

(2) In particular, and without prejudice to the generality of the foregoing power, such rules may provide for all or any of the following matters, namely:—

- (a) the powers and duties of the Administrator including the manner of keeping accounts;
- (b) interest to be paid in respect of advances under subsection (1) of section 8;
- (c) any other matter which has to be, or may be, prescribed.

(3) Every rule made by the State Government under this Act shall be laid, as soon as may be after it is made, before each House of the State Legislature while it is in session for a total period of thirty days which may be comprised in one session or in two successive sessions, and if, before the expiry of the session in which it is so laid or the session immediately following, ¹[the State Legislature agrees] in making any modification in the rule of ¹[the State Legislature agrees] that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect, as the case may be; so, however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule.

Power to
remove
difficulties.

18. If any difficulty arises in giving effect to the provisions of this Act, the State Government may, by order as occasion requires, do anything, not inconsistent with the provisions of this Act, which appears to it to be necessary for the purpose of removing such difficulty.

¹The words within the square brackets were substituted for the words "both Houses agree" by Order No. 1504-L, dated the 31.7.1970.