



The Punjab Town Improvement Act, 1922

Act 4 of 1922

Keyword(s):

Land, Street Alignment, Building Line, Local Area

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THE PUNJAB TOWN IMPROVEMENT ACT, 1922

PUNJAB ACT 4 OF 1920

[Received the assent of the Governor of the Punjab on the 26th September, 1922, and that of the Governor-General on the 29th October, 1922, and was first published in the Punjab Gazettee of the 17th November, 1922.]

1	2	3	4
Year	No.	Short title	Whether repealed or otherwise affected by legislation
1922	4	The Punjab Town Improvement Act, 1922	Amended, by the Punjab Act 8 of 1936 ¹ . Amended, Government of India (Adaptation of Indian Laws) Order, 1937. Amended by the Indian Independence (Adaptation of Bengal and Punjab Acts) Order of 1948, (G.G.O. 40.) Amended by the Adaptation of Laws, Order of 1950. Amended by the Adaptation of Laws (Third Amendment), Order, 1951. Amended by Punjab Act 15 of 1952 ² . Amended by Punjab Act 31 of 1954 ³ . Amended by Punjab Act 29 of 1955 ⁴ . Amended by Punjab Act 25 of 1964 ⁵ . Extended to the territories which immediately before the 1st November, 1956, were comprised in the State of Patiala and East Punjab States Union by Punjab Act 27 of 1963 ⁶ .

1. For Statement of Objects and Reasons, see *Punjab Gazette*, 1921, Part I-A, pages 162, 164, for Select Committee's report, see *ibid*, 1922, Part V, pages 53-110, and for Proceedings in Council, see *Punjab Legislative Council Debates*, Vol. II, pages 109-12, 432-34; Vol. IV, pages 41, 249-57 and 271-74.
2. See *Punjab Gazette*, 1922, Part I, pages 966-93.
3. For Statement of Objects and Reasons, see *Punjab Gazette*, (Extraordinary), 1936, page 159.
4. For Statement of Objects and Reasons, see *Punjab Government Gazette*, (Extraordinary), dated, 24th July, 1952, page 684.
5. For Statement of Objects and Reasons, see *Punjab Gazette*, (Extraordinary), dated, the 7th December, 1954.
6. For Statement of Objects and Reasons, see *Punjab Gazette*, (Extraordinary), dated, the 11th November, 1955.
7. For Statement of Objects and Reasons, see *Punjab Gazette*, 1964, pages 935-937.
8. For Statement of Objects and Reasons, see *Punjab Gazette* (Extraordinary), dated the 2nd December, 1965.

1	2	3	4
Year	No.	Short title	Whether repealed or otherwise affected by legislation
1922	4	The Punjab Town Improvement Act, 1922	The Haryana Adaptation of Laws (State and Concurrent Subjects) Order, 1968 ¹ . Amended by Haryana Act 16 of 1970 ² . Amended by the Adaptation of laws (State and Concurrent Subjects) Order, 1968 ³ . Amended by the Adaptation of laws (State and Concurrent Subjects) Order, 1968 ⁴ . Amended by Haryana Act 3 of 1972 ⁵ . Amended by Haryana Act 17 of 1973 ⁶ . Amended by Haryana Act 5 of 1974 ⁷ . Amended by Haryana Act 35 of 1974 ⁸ . Amended by Haryana Act 11 of 1976 ⁹ . Amended by Haryana Act 12 of 1985 ¹⁰ . Amended by Haryana Act 25 of 1986 ¹¹ . Amended by Haryana Act 11 of 1991 ¹² . Amended by Haryana Act 14 of 1995 ¹³ . Amended by Haryana Act 16 of 2001 ¹⁴ .

1. For Statement of Objects and Reasons, see *Haryana Gazettee, (Extraordinary)*, dated the 29th October, 1968.
2. For Statement of Objects and Reasons, see *Haryana Gazettee, (Extraordinary)*, dated, 26th March, 1970.
3. Substituted for the word "Punjab" by the Adaptation of Laws (State and Concurrent Subjects) Order, 1968.
4. Sub-section (2) substituted by the Haryana Adaptation of Laws (State and Concurrent Subjects) Order, 1968. This Act was extended to the territories which immediately before the 1st November, 1956, were comprised in the State of Patiala and East Punjab States Union by Punjab Act 27 of 1965.
5. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 10-1-72 page 42.
6. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the page
7. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 4-1-1974, page 30.
8. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 21-11-1974 page 1600.
9. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 6-2-1976 page 32.
10. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 26-9-1985 page 1625.
11. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 1-12-1986 page 1436.
12. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 27-2-1991 page 487.
13. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 13-9-1995 page 1622.
14. For Statement of Objects and Reasons, see *Haryana Government Gazettee (Extraordinary)*, dated the 8-11-2001 page 1536.

PUNJAB ACT 4 OF 1922

An Act for the Improvement of Certain Areas

WHEREAS it is expedient to make provision for the improvement and expansion of towns in ²[Haryana] and whereas the previous sanction of the Governor-General under section 80-A (3) of the Government of India Act has been obtained. It is hereby enacted as follows :—

Preamble.

CHAPTER I

PRELIMINARY

1. (1) This Act may be called the Punjab Town Improvement Act, 1922.

Title, extent and commencement.

(2) It extends to the whole of ³[the State of Haryana].

(3) This section and section 66 shall come into force at once. The ¹[State] Government may by notification propose to apply the rest of the Act to the whole or any part of any municipality and to any locality adjacent thereto, on such date as may be specified in such notification, and the Act shall come into operation after the lapse of three months unless within that period the municipal committee concerned at meeting convened for the purpose of considering the application of the Act resolve by a majority of two-thirds that the Act should not be so applied.

2. In this Act unless there is something repugnant in the subject or context—

Definitions.

(1) words and expressions not defined in this Act have the same meaning as in the Punjab Municipal Act, 1911, as from time to time amended (hereinafter called the Municipal Act);

(2) "land" includes land as defined in clause (a) of section 3 of the Land Acquisition Act, 1894;

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Substituted for the word "Punjab" by the Adaptation of Laws (State and Concurrent Subjects) Order, 1968.
3. Sub-section (2) substituted by the Haryana Adaptation of Laws (State and Concurrent Subjects) Order, 1968. This Act was extended to the territories which immediately before the 1st November, 1956, were comprised in the State of Patiala and East Punjab States Union by Punjab Act 27 of 1965.

(3) "street alignment" means lines forming the boundaries of a street dividing the same from lands adjoining on either side;

(4) "building line" means a line (in rear of the street alignment) up to which the main wall of a building abutting on a projected street may lawfully extend;

(5) "tribunal" means a tribunal constituted under section 60;

(6) "Municipal Committee" means the committee established in accordance with the provisions of the Municipal Act for the municipality to which or to any part of which or to any locality adjacent to which the provisions of this Act have been applied under sub-section (3) of section 1;

(7) "local area" means the area to which this Act has been applied and the area within which a trust has been created for the purposes of carrying out the provisions of the Act;

(8) all references to anything done, required, authorised, permitted, forbidden or punishable, or to any power vested, under this Act shall include anything done, required, authorised, permitted, forbidden or punishable or any power vested—

(a) by any provision of this Act, or

(b) by any rule or scheme made under the provisions of this Act, or

(c) under any provision of the Municipal Act which the trust has by virtue of this Act power to enforce;

(9) "prescribed" means prescribed by rules made by the [State] Government under this Act;

(10) "notification" means a notification published in the [Official Gazette].

CHAPTER II

CONSTITUTION OF TRUSTS

3. The duty of carrying out the provisions of this Act in any local area shall, subject to the conditions and limitations hereinafter contained, be vested in a board to be called "The (name of town)

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

2. Substituted for the words "*Punjab Gazette*" by the Government of India (Adaptation of Indian Laws) Order, 1937.

Improvement Trust" hereinafter referred to as "The Trust"; and every such board shall be a body corporate and have perpetual succession and common seal, and shall by the said name sue and be sued.

4. (1) The trust shall consist of seven trustees, namely,—

- (a) a chairman,
- (b) ⁴[two] members of the municipal committee, and
- ⁴[(c) four other persons one of whom shall be a town planner of the State Government.]

Constitution of trust.

(2) The chairman and the ⁴[four] persons referred to in clause (c) of sub-section (1) shall be appointed by the ¹[State] Government by notification.

(3) The members of the municipal committee referred to in clause (b) of sub-section (1) shall be elected by the municipal committee.

(4) If the municipal committee does not by such date as may be fixed by the ¹[State] Government elect a persons to be a trustee, the ¹[State] Government shall, by notification, appoint a member of the municipal committee to be a trustee, and any person so appointed shall be deemed to be a trustee as if he had been duly elected by the municipal committee.

²[4-A. During the period of supersession of a Municipal Committee under section 238 of the Punjab Municipal Act, 1911, the ⁴[two] seats allotted to the Municipal Committee on the trust under clause (b) of sub-section (1) of section 4 shall be filled by the ¹[State] Government by appointing any ⁴[two] persons by notification in the ³[Official Gazette]. The term of office of every trustee so appointed shall be ⁴[two] years or until the Trust is ⁴[superseded or dissolved], whichever period is less provided that if the Municipal Committee is reconstituted ⁴[two] members of the Municipal Committee shall be elected or appointed in accordance with the provisions of section 4,

Appointment of trustees during supersession of Municipal Committees.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Section 4-A was inserted by Punjab Act, VIII of 1936, section 2.
3. Substituted for the word "Gazette" by the Government of India (Adaptation of Indian Laws) Order, 1937.
4. Substituted by Haryana Act 17 of 1973.

and on their election or appointment the ²[two] trustees appointed by the ¹[State] Government, under this section shall cease to be members of the Trust.]

Reconstitution of Trust.

³[4-B. In a Two Improvement Trust the constitution whereof is not in accordance with the provisions of sections 4 and 4A, the State Government shall appoint the trustees in accordance therewith and the trustees continuing immediately before such appointment shall cease to be members of the Trust.]

Term of office of chairman.

⁴[5. The chairman shall hold office during the pleasure of the State Government provided that his term of office shall not exceed three years, but when the trust ceases to exist, the term of office shall be deemed to expire on the date of supersession or dissolution of the trust. He shall be eligible for reappointment.]

Term of office of other trustees.

⁴[6. The term of office of other trustees shall be as under :—

- (a) the trustees elected under clause (b) of sub-section (1) of section 4 shall hold office for a period of three years or until he ceases to be a member of the municipal committee ;
- (b) the trustee appointed under clause (c) of sub-section (1) of section 4 shall hold office during the pleasure of the State Government provided that the term of office shall not exceed three years ;

but when the trust ceases to exist the term of office shall be deemed to expire on the date of the supersession or dissolution of the trust.]

Resignation of trustees.

7. (1) Any trustee may at any time resign his office, provided that his resignation shall not take effect until accepted by the trust.

Commencement and term of office of first trustees.

(2) The term of office of appointed and elected trustees shall commence on such date as shall be notified in this behalf by the ¹[State] Government.

(3) A person ceasing to be a trustee by reason of the expiry of his term of office shall, if otherwise, qualified, be eligible for re-election or re-appointment.

Filling of casual vacancies.

8. (1) When the place of a trustee appointed by the ¹[State] Government, becomes vacant by his resignation, removal or death, the

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Substituted by Haryana Act 17 of 1973.
3. Inserted by Haryana Act 5 of 1974.
4. Substituted by Haryana Act 11 of 1991.

¹[State] Government shall appoint a person to fill the vacancy.

(2) When the place of an elected trustee becomes vacant by his resignation, removal or death, the vacancy shall be filled, within two months of the existence of such vacancy being notified to the municipal committee by the trust, in the manner provided by sub-section (3) of section 4, provided that if the municipal committee fails to elect a qualified person to fill the vacancy within the period herein prescribed, the provisions of sub-section (4) of the said section shall apply.

(3) Every person appointed or elected to fill a casual vacancy under this section shall hold his place for the time for and subject to the conditions upon which it was tenable by the person in whose place he has been so appointed or elected, and no longer, but he may, if otherwise qualified, be re-appointed or re-elected :

Provided that no person elected or appointed under sub-section (2) shall continue to be a trustee after he has ceased to be a member of the municipal committee, but he may so continue notwithstanding that the trustee in whose place he was elected or appointed has ceased to be a member of the said committee.

9. The chairman shall receive such salary and each other trustee shall receive such salary or remuneration as may be sanctioned by the ¹[State] Government.

Remuneration of
Chairman and
trustees.

10. The ¹[State] Government may by notification remove any trustee :—

Removal of
trustees.

- (a) if he refuses to act, or becomes, in the opinion of the ¹[State] Government, incapable of acting or has been declared incompetent, or has been convicted of any such offence or subjected by a Criminal Court to any such order as implies, in the opinion of the ¹[State] Government, a defect of character which unfits him to be a trustee; or
- (b) if he has been declared by notification to be disqualified for employment in, or has been dismissed from the public service and the reason for the disqualification or dismissal is such as implies, in the opinion of the ¹[State] Government, a defect of character which unfits him to be a trustee; or

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

- (c) if he has absented himself for more than three consecutive months from the meetings of the trust, or of any committee of which he is member, and is unable to explain such absence to the satisfaction of the ¹[State] Government; or
- (d) if in the opinion of the ¹[State] Government he has flagrantly abused his position as a trustee; or
- (e) if he has knowingly acquired or continued to hold without the permission in writing of the ¹[State] Government, directly or indirectly or by a partner, any share or interest in any contract or employment with, by or on behalf of the trust ; or
- (f) if he has knowingly acted as a trustee in a matter other than a matter referred to in clause (iv) or (v) of the following proviso in which he or a partner had, directly or indirectly, a personal interest, or in which he was professionally interested on behalf of a client, principal or other person ; or
- (g) if he has acted in contravention of section 16 ; or
- (h) being a legal practitioner, if he acts or appears on behalf of any other person in any criminal proceeding instituted by or on behalf of the trust ; or
- (i) in the case of a salaried ²[Government Officer], if his continuance in office is, in the opinion of the ¹[State] Government, unnecessary or undesirable :

Provided that person shall not be deemed for the purpose of clause (e) to acquire, or continue to have, share or interest in a contract or employment by reason only of his—

- (i) having a share or interest in any lease, sale or purchase of land or building, or in any agreement for the same, provided that such share or interest was acquired before he became a trustee, or

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
 2. Substituted for the words "servant of the Crown" by Adaptation of Laws (Third Amendment) Order, 1951.

- (ii) having a share in a joint stock company which shall contract with, or be employed by or on behalf of the trust, or
- (iii) having a share or interest in a newspaper in which an advertisement relating to the affairs of the trust is inserted, or
- (iv) holding a debenture or otherwise being interested in a loan raised by or on behalf of the trust, or
- (v) being retained by the trust as a legal practitioner, or
- (vi) having a share or interest in the occasional sale of an article in which he regularly trades to the trust, to a value not exceeding, in any one year, such amount as the trust, with the sanction of the [State] Government, may fix in this behalf.

11. (1) A trustee removed under clause (a) of section 10 shall not be eligible for re-election or re-appointment for a period of three years from the date of his removal :

Disabilities of trustees removed under section 10.

Provided that if a trustee has been removed by reason of his having been declared an insolvent, he shall be eligible for re-election or re-appointment when he shall have obtained his discharge.

(2) A trustee removed under any other provision of section 10 shall not be eligible for re-election or re-appointment until he is declared by the [State] Government to be so eligible.

²[11-A. No act done or proceedings taken by a Town Improvement Trust or a committee thereof appointed under this Act shall be questioned on account of any defect in the constitution of the Trust or any vacancy in membership or any defect in the appointment of the Chairman or trustee or any defect or irregularity of such act or proceedings not affecting the merits of the case.]

Defect or irregularity not to vitiate proceedings.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 5 of 1974.

CHAPTER III

PROCEEDINGS OF THE TRUST AND COMMITTEE

Meetings of
trust.

12. (1) (a) The trust shall ordinarily meet for the transaction of business at least once in every month at such time as it may fix, provided that the chairman may, whenever he thinks fit, and shall, upon the written request of not less than two trustees, call a special meeting.

(b) The quorum necessary for the transaction of business at an ordinary or special meeting shall not be less than three. [* * *].

(c) At every meeting the chairman, if he be present, or in his absence such one of the trustees present as may be chosen by the meeting, shall preside.

(d) All questions which come before any meeting shall be decided by a majority of the votes of the trustees present; the president of the meeting in case of an equality of votes having a second or casting vote.

(e) Minutes of the names of the trustees present and of the proceedings at each meeting shall be drawn up and recorded in a book to be kept for the purpose, shall be signed by the person presiding at the meeting or at the next ensuing meeting, and shall at all reasonable times and without charge be open to inspection by any trustee.

(2) No trustee shall be entitled to object to the minutes of any meeting unless he was present at the meeting to which they relate.

Temporary
association of
members with
the trust for
particular
purposes.

13. The trust may associate with itself in such manner and for such period as may be prescribed by rules made under section 74 any persons whose assistance or advice it may desire in carrying out any of the provisions of the Act.

(2) A person associated with itself by the trust under subsection (1) for any purpose shall have a right to take part in the discussions of that trust relative to that purpose, but shall not have a

1. The words "and when the business to be transacted is the formation of any scheme under Chapter IV, the quorum shall not be less than six" omitted by Punjab Act, XV of 1952. The comma after "three" changed into a full stop by *ibid.*

right to vote at a meeting of the trust, and shall not be deemed to be a trustee.

14. (1) The trust may from time to time appoint committees of the trust consisting of such persons of any of the following classes as it may deem fit, namely:—

Constitution and
Functions of
Committees.

- (i) trustees;
- (ii) persons associated with the trust under section 13;
- (iii) other persons whose services, assistance or advice the trust may desire as members of such committees :

Provided that no such committees shall consist of less than three persons, and that at least one trustee shall be a member thereof.

(2) The trust may—

- (a) refer to such committees, for inquiry and report, any matter relating to any of the purposes of this Act, and
- (b) delegate to such committees by resolution, and subject to any rules made under section 74, any of the powers or duties of the trust.

(3) The trust may, at any time, dissolve, or, subject to the provisions of sub-section (1), alter the constitution of any such committees.

(4) Every such committee shall conform to any instructions from time to time given to it by the trust.

(5) All proceedings of any such committee shall be subject to confirmation by the trust.

(6) Any person associated with the trust under section 13 or appointed a member of a committee of the trust under clause (iii) of sub-section (1) shall be entitled to receive such remuneration either by way of monthly salary or by way of fees or partly in one of these ways and partly in the other as the [State] Government may prescribe.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

Meetings of
Committees.

15. (1) Committees appointed under section 14 may meet and adjourn as they think proper; but the chairman of the trust may, whenever he deems fit, call a special meeting of any such committee, and shall do so upon the written request of not less than two members thereof.

(2) The chairman may attend any meeting of a committee appointed under section 14 whether he is a member of such committee or not, and shall preside at every such meeting at which he is present, if he be absent, any trustee present and being a member of such committee as may be chosen by the meeting, shall preside; provided in this case that if only one trustee is present, he shall preside.

(3) All questions which come before any meeting of such committee shall be decided by a majority of the votes of the members present, the person presiding in case of an equality of votes having a second or casting vote.

(4) No business shall be transacted at any meeting of such committee when less than 2 members or, when the committee consists of more than eight members, when less than one-fourth of such members are present.

Trustees and
associated
members of trust
or committee not
to take part in
proceedings in
which they are
personally
interested.

16. (1) A trustee who—

- (i) has, directly or indirectly, by himself or by any partner, employer, or employee, any such share or interest as is described in the proviso to section 10, in respect of any matter, or
- (ii) has acted professionally, in relation to any matter, on behalf of any person having therein any such share or interest as aforesaid,

shall not vote or take any other part in any proceedings of the trust or any committee appointed under this Act relating to such matter.

(2) If any trustee, or any person associated with the trust under section 13 or any other member of a committee appointed under this Act, has, directly or indirectly any beneficial interest in any land situated in an area comprised in any improvement scheme framed under this Act, or in any area in which it is proposed to acquire land for any of the purposes of this Act,—

- (i) he shall, before taking part in any proceeding at a meeting of the trust or any committee appointed under this Act relating to such area, inform the person presiding at the meeting of the nature of such interest;
- (ii) he shall not vote at any meeting of the trust or any such committee upon any resolution or question relating to such land, and
- (iii) he shall not take any other part in any proceeding at a meeting of the trust or any such committee relating to such area if the person presiding at the meeting considers it inexpedient that he should do so.

¹[16-A (1) The State Government may, by notification constitute one or more Trust Services at State level or district level for employment in connection with the affairs of the trust, recruitment to which shall respectively be made by the State Government and the Deputy Commissioner.

Constitution of Trust Services.

(2) The establishment charges and the salary, allowances, ²[provident fund, pension and gratuity] of persons recruited to the Trust Services constituted under sub-section (1) and appointed in a trust shall be payable from the funds of the trust.

(3) The jurisdiction in relation to the Trust Services at State or district level constituted under sub-section (1) shall vest in the State Government or such authority or authorities, as may be prescribed.

(4) The State Government shall have the powers—

- (a) to determine the strength of the Trust Services constituted under sub-section (1) and their cadres;
- (b) to determine the strength and categories of personnel required by each trust; and
- (c) to make rules regulating the recruitment, transfer and other conditions of service of persons appointed, to the said Services.

16-B. (1) Nothing contained in the Punjab Public Service Commission (Additional Functions) Act, 1955, shall be deemed to apply to, or to require consultation with the Haryana Public Service

Savings as to first appointments, etc.

1. Inserted by Haryana Act 17 of 1973.

2. Substituted by Haryana Act 16 of 2001.

Commission in respect of, first appointments to the Service by way of integration.

(2) The first appointments referred to in sub-section (1) shall be made in accordance with the rules made under this Act on the recommendation of a committee to be constituted by the State Government in this behalf.]

Power of trust to fix number and salaries of permanent servants and appointment of temporary servants in cases of emergency.

17. [Subject to the provisions of this Act and the rules made thereunder] the trust may from time to time employ such servants as it may deem necessary and proper to assist in carrying out the purposes of this Act, and may assign to such servants such pay as it may deem fit.

Power of appointment, etc.

18. [Subject to the provisions of this Act and the rules made thereunder], the power of appointing, promoting and granting leave to officers and servants of the trust, and reducing, suspending or dismissing them for misconduct, and dispensing with their services for any reason other than misconduct, shall be vested—

- (i) in the case of officers and servants whose maximum monthly salary does not exceed one hundred rupees—in the chairman, and
- (ii) in other cases—in the trust :

Provided that any officer or servant, in receipt of a minimum monthly salary exceeding fifty rupees who is reduced, suspended or dismissed by the chairman may appeal to the trust, whose decision shall be final.

Control by Chairman.

[19. (1) Subject to the provisions of this Act and the rules made thereunder, the chairman shall exercise supervision and control over the acts and proceedings of all the members of the Trust Services and other employees of the trust:

(2) The chairman shall, subject to the foregoing provisions, dispose of all questions relating to the services of all persons other than the members of the Trust Services employed by the trust and their pay, privileges and allowances.]

20. (1) The chairman may, by general or special order in writing, delegate to any other of the trust any of the chairman's powers, duties or functions under this Act or any rule made thereunder except those conferred or imposed upon or vested in him by sections 12, 15, 21, 46 and 96, respectively.

Delegation of certain chairman's functions.

(2) The exercise or discharge by any officer of any powers, duties or functions delegated to him under sub-section (1) shall be subject to such conditions and limitations (if any) as may be prescribed in the said order, and also to control and revision by the chairman, or the trust.

²[20.A (1) The State Government may, by notification, delegate all or any of its powers under this Act, except the power to make rules by it under this Act.

Delegation of powers by State Government

(2) The State Government may, by notification, delegate to any officer not below the rank of an extra Assistant Commissioner all or any of the powers conferred under this Act on the Deputy Commissioner.

(3) Every delegation of power under sub-section (2) may be subject to such restrictions and conditions as may be specified.]

Supply of information to Government.

21. (1) The chairman shall forward to the ¹[State] Government a copy of the minutes of the proceedings of each meeting of the trust, within ten days from the date on which the minutes of the proceedings of such meeting were signed as prescribed in clause (e) of sub-section (1) of section 12.

Supply of information and documents to the Government.

(2) If the ¹[State] Government so directs, in any case the chairman shall forward to it a copy of all papers which were laid before the trust for consideration at any meeting.

(3) The ¹[State] Government may require the chairman to furnish it with—

- (i) any return, statement, estimate, statistics or other information regarding any matter under the control of the trust, or

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

2. Inserted by Haryana Act 17 of 1973.

- (ii) a report on any such matter, or
- (iii) a copy of any document in the charge of the chairman.

The chairman shall comply with every such requisition without unreasonable delay.

General powers
of State
Government.

[21-A. In all matters connected with this Act, the State Government may issue directions to the trusts for generally carrying out the purposes thereof and in particular for—

- (a) observance of land uses and other restrictions laid down by the State Government ;
- (b) ensuring uniformity of rules and bye-laws; and
- (c) framing schemes for particular areas within the jurisdiction of the trusts.]

CHAPTER IV.

SCHEMES UNDER THE ACT.

Matters to be
provided for by
general
improvement
scheme or
rebuilding
scheme.

22. (1) Whenever it appears to the trust that—

- (a) any buildings which are used or are intended or likely to be used as dwelling places within its local area are unfit for human habitation, or
- (b) danger is caused or likely to be caused to the health of the inhabitants of such local area or part thereof by reason of—
 - (i) the congested condition of streets or buildings or groups of buildings in such local area or part, or
 - (ii) the want of light, air, ventilation or proper conveniences in such local area, or part, or
 - (iii) any other sanitary defects in such local area or part,

the trust may pass a resolution to the effect that such local area or part is in an insanitary locality and that "a general improvement scheme"

ought to be framed in respect of such locality and may then proceed to frame such a scheme.

(2) Whenever the trust declares any local area or part thereof to be an insanitary locality within the meaning of this section, and is of opinion that having regard to the comparative value of the buildings in such local area or part and the sites on which they are erected it is undersirable to frame a general improvement scheme and the most satisfactory method of dealing with the local area or any part thereof is "a rebuilding scheme," it may proceed to frame such a scheme, which may provide for the reservation of streets and the enlargement of existing streets; the relaying out of the sites of the local area or part thereof upon the streets so reserved or enlarged; the demolition of existing buildings and their appurtenances upon such sites; and the erection of buildings in accordance with the scheme.

23. (1) Whenever it appears to the trust that for the purpose of—

- (i) providing building sites, or
- (ii) remedying defective ventilation, or
- (iii) creating new or improving existing means of communication and facilities for traffic, or
- (iv) affording better facilities for conservancy,

Street schemes
and deferred
street schemes.

within its local area or part thereof it is expedient to lay out new streets, thoroughfares and open spaces, or alter existing streets, the trust may pass a resolution to that effect, and shall then proceed to frame "a street scheme" which shall prescribe improved alignments for streets, thoroughfares and open spaces for such local area or part as the trust may deem fit.

(2) Whenever it appears to such trust that for any of the purposes mentioned in sub-section (1) within its local areas or part thereof it is expedient to provide for the ultimate widening of any existing street by altering the existing alignments to improved alignments to be prescribed by the trust, but that it is not expedient immediately to acquire all or any of the properties lying within the proposed improved alignments, the trust, if satisfied of the sufficiency of its resources, may pass a resolution to that effect, and forthwith proceed to frame a "deferred street scheme" prescribing an alignment on each side of such street.

Development and expansion schemes.

24. (1) The trust may, for the purpose of development of any locality within the municipal limits contained in its local area, prepare "a development scheme", and

(2) Such trust may, if it is of opinion that it is expedient and for the public advantage to promote and control the development of and to provide for the expansion of a municipality in any locality adjacent thereto, within the local area of such trust prepare "an expansion scheme."

(3) "A development scheme" or "an expansion scheme" may provide for the lay-out of the locality to be developed, the purposes for which particular portions of such locality are to be utilised, the prescribed street alignment and the building line on each side of the streets proposed in such locality, the drainage of insanitary localities and such other details as may appear desirable.

Housing accommodation scheme.

25. If the trust is of opinion that it is expedient and for the public advantage to provide housing accommodation for any class of the inhabitants within its local area such trust may frame "a housing accommodation scheme" for the purpose aforesaid.

Provided that if the ¹[State] Government are satisfied that within the trust area it is necessary to provide housing accommodation for industrial labour, the ¹[State] Government may by order require the trust to frame a scheme under this section and to do all things necessary under the Act for executing the scheme so made; and if the trust fail within such time as may be prescribed to frame a scheme to the satisfaction of the ¹[State] Government and to execute it, the ¹[State] Government may either by order require the municipal committee to frame and execute a scheme, or themselves frame a scheme and take such steps as are necessary to exercise it. All expenses incurred by the ¹[State] Government or by the municipal committee in the exercise of the powers conferred upon them by this section shall, in the first instance, be paid out of ¹[State] revenues, but the amount so spent shall be recoverable from the trust as if it were a ²[debt due to the ¹[State] Government, and the ¹[State] Government may attach the rents and other income of the trust. The provisions of section 72 shall also apply to all moneys so paid.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Substituted for the words "Debt due to Government" by the Government of India (Adaptation of Indian Laws) Order, 1937.

26. Whenever the trust deems it necessary that accommodation should be provided for persons who are displaced by the execution of any scheme under this Act, or are likely to be displaced by the execution of any scheme, which it is intended to submit to the [State] Government for sanction under this Act it may frame a rehousing scheme for the construction, maintenance and management of such and so many dwellings and shops as ought in the opinion of the trust, to be provided for such persons.

Rehousing scheme.

27. Any resident house-owner who is likely to be displaced by the execution of any scheme under this Act, may apply to the trust to be re-housed, and no such scheme shall be put into execution until a re-housing scheme as provided for in section 26 for the re-housing of such resident house-owners as may apply under this section has been completed.

Rehousing of displaced resident houseowners.

Explanation.—The demolition of a portion of a dwelling house which renders the remaining portion uninhabitable shall be deemed to be a displacement of the person or persons residing in the said dwelling house.

28. (1) A scheme under this Act may combine one of more types of scheme or any special features thereof.

Combination of schemes and matters which may be provided for in scheme.

(2) A scheme under this Act may provide for all or any of the following matters :—

- (i) the acquisition under the Land Acquisition Act, 1894, as modified by this Act, or the abandonment of such acquisition under sections 56 and 57 of this Act, of any land or any interest in land necessary for or affected by the execution of the scheme, or adjoining any street, thoroughfare open space to be improved or formed under the scheme ;
- (ii) the acquisition by purchase, lease, exchange or otherwise of such land or interest in land ;
- (iii) the retention, letting on hire, lease, sale, exchange or disposal otherwise of any land vested in or acquired by the trust ;
- (iv) the demolition of buildings or portions of buildings that are unfit for the purpose for which they are intended and that obstruct light or air or project beyond the building line ;
- (v) the relaying out of any land comprised in the scheme and the redistribution of sites belonging to owners of property comprised in the scheme ;

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

- (vi) the laying out and alteration of streets ;
- (vii) the provision of open spaces in the interests of the residents of any locality comprised in the scheme or any adjoining locality and the enlargement or alteration of existing open spaces ;
- (viii) the raising, lowering or reclamation of any land vested in or to be acquired by the trust for the purposes of the scheme and the reclamation or reservation of land for the production of fruit, vegetables, fuel, fodder and the like for the residents of the local area ;
- (ix) the draining, water-supply and lighting of streets altered or constructed ;
- (x) the provision of a system of drains and sewers for the improvement of ill-drained and insanitary localities ;
- (xi) the doing of all acts intended to promote the health of residents of the area comprised in the scheme, including the conservation and preservation from injury or pollution of rivers and other sources and means of water supply ;
- (xii) the demolition of existing buildings and the erection and re-erection of buildings by the trust or by the owners or by the trust in default of the owners ;
- (xiii) the advance to the owners of land comprised within the scheme upon such terms and conditions as to interest and sinking fund and otherwise as may be prescribed under the scheme of the whole or part of the capital requisite for the erection of buildings in accordance with the scheme ;
- (xiv) the provision of facilities for communication;
- (xv) all other matters which the '[State] Government may deem necessary to promote the general efficiency of a scheme or to improve the locality comprised in such scheme.

Effect of
prescribing a
street alignment
on powers of
municipal
committee.

29. Notwithstanding anything contained in the Municipal Act, whenever any street alignment has been prescribed by the trust in any scheme under this Act with the sanction of the '[State] Government the municipal committee shall not have power to prescribe a regular line for the street within the limits of the scheme, and any such line previously prescribed by the committee within such limits shall cease to be the regular line or line of frontage of the street.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

30. (1) Should any building or part of a building project beyond the regular line of a street, either existing or determined on for the future, or beyond the front of the building on either side thereof, the trust may whenever such building or part has been either entirely or in greater part taken down or burnt down or has fallen down, by written notice, require such building or part when being rebuilt to be set back to or towards the said regular line or the front of the adjacent buildings; and the portion of the land added to the street by such setting back or removal shall become part of the street and shall vest in the trust.

(2) The trust may on such terms as it may deem fit require or allow any building to be set forward for the improvement of the line of the street.

(3) When any building is set back or forward in pursuance of a requisition made under the preceding clause, the trust shall forthwith make full compensation to the owner of the building for any damage or loss that he may sustain.

(4) If the additional land, which will be included in the premises of any person required or allowed to set forward, a building, or part thereof, belongs to the trust the requisition or permission of the trust to set forward the building shall be sufficient conveyance to the said owner of the said land, and the terms and conditions of the conveyance shall be set forth in the said requisition or permission.

31. (1) In the locality comprised in a scheme under this Act, no person shall, except with the written permission of the trust, erect, re-erect, add to or alter any building so as to make the same project beyond a street alignment or building line duly prescribed by the trust.

(2) In the locality comprised in a development scheme or an expansion scheme, if any person desires to erect, re-erect, add to or alter any building on his land so as to make the same project beyond a street alignment or a building line duly prescribed by the trust, he shall apply to the trust for permission to do so, and if the trust refuses to grant permission to such person according to his application, and does not proceed to acquire such land within one year from the date of such refusal, it shall pay reasonable compensation to such person for any damage or loss sustained by him in consequence of such refusal.

32. (1) In the locality comprised in a deferred street scheme the owner of any property affected by a street alignment duly prescribed by the trust may, at any time after the scheme has been sanctioned by

Powers of trust to set back or forward buildings adjacent to the street alignment.

Prohibition of building beyond a street alignment.

Acquisition of property affected by deferred scheme.

the [State] Government, give the trust notice requiring it to acquire such property before the expiration of six months from the date of such notice, and the trust shall acquire such property accordingly.

(2) In the locality comprised in a deferred street scheme, before proceeding to acquire any property affected by a street alignment duly prescribed by the trust other than property regarding which it has received a notice, under the preceding clause, the trust shall give six months' notice to the owner of its intention to acquire the property.

Official
representation.

33. (1) A scheme under this Act may be framed upon an official representation by the municipal committee or otherwise.

(2) An official representation referred to in sub-section (1) may be made by the municipal committee—

(a) on its own motion, or

(b) on a written complaint by the medical officer of health, or

(c) in respect of any area comprised in a municipal ward, on a written complaint signed by twenty-five or more inhabitants of such ward.

(3) If the municipal committee decides not to make an official representation on any complaint made to it under clause (b) or clause (c) of sub-section (2), it shall cause a copy of such complaint to be sent to the trust, with a statement of the reasons for its decision.

Consideration of
official
representation.

34. (1) The trust shall consider every official representation made under section 33, and if satisfied as to the truth thereof and as to the sufficiency of its own resources, shall decide whether a scheme under this Act to carry such representation into effect should be framed forthwith or not, and shall forthwith intimate its decision to the municipal committee.

(2) If the trust decides that it is not necessary or expedient to frame a scheme under this Act forthwith, it shall inform the municipal committee of the reasons for its decision.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

(3) If the trust fails, for a period of twelve months after the receipt of any official representation made under section 33, to intimate its decision thereon to the municipal committee, or if the trust intimates to the municipal committee its decision that it is not necessary or expedient to frame a scheme of a type other than that recommended by the municipal committee, the municipal committee may, if it deems fit, refer the matter to the [State] Government.

(4) The [State] Government shall consider every reference made to it under sub-section (3) and

- (a) if it deems that the trust ought to have passed a decision within the period mentioned in sub-section (3) shall direct the trust to pass a decision within such further period as the [State] Government may deem reasonable, or
- (b) if it deems that it is expedient that a scheme should forthwith be framed, shall direct the trust to proceed forthwith to frame a scheme. Such a direction may prescribe the type of scheme to be framed.

(5) The trust shall comply with every direction given by the [State] Government under sub-section (4).

35. When framing a scheme under this Act in respect of any locality, regard shall be held to—

- (a) the nature and the condition of adjoining localities and of the town as a whole;
- (b) the direction in which the town appears likely to expand ; and
- (c) the claims of any other part of the local area likely to require a scheme under this Act.

36. (1) When a scheme under this Act has been framed, the trust shall prepare a notice stating—

- (i) the fact that the scheme has been framed,
- (ii) the boundaries of the locality comprised in the scheme, and

Matters to be considered when framing improvement Schemes.

Preparation, publication and transmission of notice as to improvement schemes, and supply of documents to applicants.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

(iii) the place at which details of the scheme including a statement of the land proposed to be acquired and a general map of the locality comprised in the scheme may be inspected at reasonable hours.

(2) The trust shall—

(a) notwithstanding anything contained in section 78 cause the said notice to be published ¹[* * * *] in the Official Gazette and in a newspaper or newspaper with a statement of the period within which objections will be received, and

(b) send a copy of the notice to ²[the municipal committee.]

(3) The chairman shall cause copies of all documents referred to in clause (iii) of sub-section (1) to be delivered to any applicant on payment of such fees as may be prescribed by rule under section 74.

Transmission to trust of representation by committee as to improvement scheme.

37. ²[The municipal committee] to whom a copy of a notice has been sent under clause (b) of sub-section (2) of section 36 shall, within a period of ²[thirty days] from the receipt of the said copy, forward to the trust any representation which the municipal committee ¹[*****] may deem fit to make with regard to the scheme.

Notice of proposed acquisition of land.

38. (1) During the thirty days next following the first day on which any notice is published under section 36 in respect on any scheme under this Act the trust shall serve a notice on—

(i) every person whom the trust has reason to believe after due enquiry to be the owner of any immovable property which it is proposed to acquire in executing the scheme,

(ii) the occupier (who need not to be named) of such premises as the trust proposes to acquire in executing the scheme.

(2) Such notice shall—

(a) state that the trust proposes to acquire such property for

1. Omitted by Haryana Act 17 of 1973.

2. Substituted by *ibid.*

the purposes of carrying out a scheme under this Act, and

- (b) require such person, if he objects to such acquisition, to state his reasons in writing within a period of ¹[thirty days] from the service of the notice.

(3) Every such notice shall be signed by, or by the order of, the chairman.

39. ¹[The municipal committee] shall furnish the chairman at his request and on payment of such fees as may be prescribed by rule made under section 73 with a copy of such information relating to a locality regarding which a notice has been published under section 36 as is available in the municipal records.

Furnishing of information available in municipal records.

40. (1) After the expiry of the periods respectively prescribed under clause (a) of sub-section (2) of section 36, by section 37 and by clause (b) of sub-section (2) of section 38, in respect of any scheme under this Act, the trust shall consider any objection, or representation received thereunder, and after hearing all persons or their representatives making any such objection, or representation, who may desire to be heard, ¹[the trust may either abandon the scheme with the approval of the State Government] or apply to the ²[State] Government for sanction to the scheme with such modifications (if any) as the trust may deem necessary.

Abandonment of scheme, or application to State Government to sanction it.

(2) Every application submitted under sub-section (1) shall be accompanied by—

- (i) complete plans and details of the scheme and an estimate of the cost of executing it ;
- (ii) a statement of the reasons for modifications (if any) made in the scheme as originally framed ;
- (iii) a statement of objections (if any) received under section 36 ;
- (iv) the representation (if any) received under section 37 ;

1. Substituted by Haryana Act 17 of 1973.

2. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

- (v) a list of the names of all persons (if any) who have objected under clause (b) of sub-section (2) of section 38, to the proposed acquisition of their property and a statement of the reasons given for such objection; and
- (vi) a statement of the arrangements made or proposed by the trust for the re-housing of persons who are likely to be displaced by the execution of the scheme and for whose re-housing provision is required.

3[* * * * *]

Power to sanction, reject or return scheme.

41. (1) The ¹[State] Government may sanction, either with or without modification, or may refuse to sanction, or may return for reconsideration, any scheme submitted to it under section 40.

(2) If a scheme returned for reconsideration under sub-section (1) is modified by the trust, it shall be republished in accordance with section 36—

(a) in every case in which the modification affects the boundaries of the locality comprised in the scheme, or involves the acquisition of any land not previously proposed to be acquired; and

(b) in every other case, unless the modification is in the opinion of the ¹[State] Government not of sufficient importance to require republication.

²[(3) Notwithstanding anything contained in sub-section (1), the State Government may, if it is satisfied that it is in the public interest, within one year from the date of commencement of the Punjab Town Improvement (Haryana Amendment and Validation) Act, 1985, grant *ex post facto* sanction to any scheme; which has been executed, partly or wholly, without obtaining the sanction as required under sub-section (1).]

Notification of sanction of scheme.

42. (1) The ¹[State] Government shall notify the sanction of every scheme under this Act, and the trust shall forthwith proceed to execute such scheme, provided that it is not a deferred street scheme, development scheme, or expansion scheme and provided further that

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 12 of 1985.
3. Omitted by Haryana Act 11 of 1976.

the requirements of section 27 have been fulfilled.

(2) A notification under sub-section (1) in respect of any scheme shall be conclusive evidence that the scheme has been duly framed and sanctioned.

43. A scheme under this Act may be altered by the trust at any time between its sanction by the ¹[State] Government and its execution :

Alteration of scheme after sanction.

Provided as follows :—

- (a) if any alteration is estimated to increase the estimated net cost of executing a scheme by more than Rs. 50,000 or twenty per cent of such cost such alteration shall not be made without the previous sanction of the ¹[State] Government.
- (b) if any alteration involves the acquisition, otherwise than by agreement of any land the acquisition of which has not been sanctioned by the ¹[State] Government the procedure prescribed in the foregoing sections of this chapter shall, so far as applicable, be followed as if the alteration were a separate scheme.

²[43-A. Whenever the State Government is satisfied that the scheme already sanctioned by it should be dropped or its purpose changed in the public interest if may, *suo motu* or on the representation made to it by the Improvement Trust in this behalf, drop such scheme or change its purpose by an order in writing.]

Dropping of or changing the purpose of the sanctioned scheme.

44. Any number of localities in respect of which the trust has framed or has proposed to frame schemes under this Act may, at any time, be included in one combined scheme.

Inclusion of different localities in combined scheme.

³[44-A. Any scheme in respect of which a notification has been published under section 42, shall be executed by the trust within a period of five years from the date of such notification:

Time limit for execution of schemes.

Provided that the State Government may, if it is satisfied that it

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 3 of 1972.
3. Inserted by Haryana Act 17 of 1973.

is beyond the control of the trust to execute the scheme within the said period, extend the same as it may deem fit.]

²{(2) Notwithstanding anything contained in sub-section (1), the State Government, in the case of scheme which has not been executed within the period specified or extended under sub-section (1), if it is satisfied that it was beyond the control of the trust to execute the scheme within the aforesaid period, may, within one year from the date of commencement of the Punjab Town Improvement (Haryana Amendment and Validation) Act, 1985, extend the period for its execution upto three years.

Explanation.—For the purpose of this section a scheme shall be deemed to have been executed if the trust had disposed of fifty per cent of the plots or buildings constructed thereon where the scheme is for carving out of plots or for constructing buildings thereon and where the scheme is for providing public facilities, the trust has undertaken the work for development and provision of necessary public facilities after acquiring land.]

CHAPTER V

POWERS AND DUTIES OF THE TRUST WHERE A SCHEME HAS BEEN SANCTIONED

Transfer to trust of building or land vested in municipal committee for purposes of scheme:

45. (1) Whenever any building, or any street or other land, or any part thereof which is vested in the municipal committee is required for executing any scheme under this Act the trust shall give notice accordingly to the president of the municipal committee, and such building, street, land or part shall thereupon vest in the trust, subject to the payment to the municipal committee of such sum as may be required to compensate it for actual loss resulting from the transfer of any building to the trust.

(2) If any question or dispute arises as to the sufficiency of the compensation paid or proposed to be paid under sub-section (1), the matter shall be referred to the '[State] Government whose decision shall be final.

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1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
 2. Inserted by Haryana Act 12 of 1985.

46. (1) Whenever any street, or part thereof, which is not vested in the municipal committee is required for executing any scheme under this Act, the trust shall cause to be affixed, in a conspicuous place in or near such street, or part, a notice signed by the chairman,

Transfer of private street to trust for purposes for scheme.

- (a) stating the purpose for which the street or part is required, and
- (b) declaring that the trust will, on or after a date to be specified in the notice, such date being not less than thirty days after the date of the notice, take over charge of such street, or part, from the owner or owners thereof ;

and shall simultaneously send a copy of such notice to the owner or owners of such street, or part, or to the duly accredited agent of such owner or owners.

(2) After considering and deciding all objections (if any) received in writing before the date so specified the trust may take over charge of such street, or part, from the owner or owners thereof and the same shall thereupon vest in the trust.

(3) When the trust alters or closes any street or part thereof which has vested in it under sub-section (2), it shall pay such sum as may be required to compensate the previous owner or owners for actual loss resulting to him from such alteration or closure.

(4) If the alteration or closing of any such street, or part, causes special damage or substantial inconvenience to owners of property adjacent thereto, or to residents in the neighbourhood, the trust—

- (i) shall forthwith provide some other reasonable means of access for the use of persons who were entitled as of right to use such street, or part, and a means of access to any property or place, and
- (ii) if the provision of such means of access does not sufficiently compensate any such owner or resident for such damage or inconvenience, shall also pay him reasonable compensation in money.

Provision of drain or water-work to replace another situated on land vested in the trust under section 45 or section 46.

47. (1) When any building or any street or other land, or any part thereof, has vested in the trust under section 45 or section 46, no municipal drain or water-work therein shall vest in the trust until another drain or water-work (as the case may be) if required, has been provided by the trust to the satisfaction of the municipal committee, in place of the former drain or work.

(2) If any question or dispute arises as to whether another drain or water-work is required, or as to the sufficiency of any drain or water-work provided by the trust under sub-section (1) the matter shall be referred to the ¹[State] Government, whose decision shall be final.

Power of trust to make and deal with public street.

48. (1) The trust may--

- (a) lay out and make a new public street and construct tunnels and other works subsidiary to the same, and
- (b) widen, lengthen, extend, enlarge, raise the level of or otherwise improve any existing public street if vested in the trust, and
- (c) trun, divert, discontinue or close any public street so vested, and
- (d) provide within its discretion building sites of such dimensions as it deems fit, to abut on or adjoin any public street made, widened, lengthened, extended, enlarged, improved, or the level of which has been raised by the trust under clauses (a), (b) and (c) or by the ¹[State] Government, and
- (e) subject to the provisions of any rule prescribing the conditions on which property vested in the trust may be transferred, lease, sell or otherwise dispose of any land used by the trust for a public street and no longer required therefor, and in doing so impose any condition as to the removal of any building existing thereon, as to the description of any new building to be erected thereon, as to the period within which such new building shall be completed and as to any other matter that it deems fit.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

(2) Whenever the trust discontinues the public use of, or permanently closes, any street vested in it, or any part thereof, it shall pay reasonable compensation to every person who had an easement or right of way or light and air over, upon or from such street or part, and who by such discontinuance or closure has suffered special damage.

(3) In determining the compensation payable to any person under sub-section (2), the trust shall make allowance for any benefit accruing to him from the construction, provision or improvement of any other street at or about the same time that the public street or part thereof, on account of which the compensation is paid, is discontinued or closed.

49. (1) The provisions of sections 96, 97, 98, 99, 100, 101, 102, [* * 1 * *], 113, 114, 114-A, 115, 116, 117, 118, 119, 120, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 170, 170-A, 170-B, 170-C, 170-D, 170-E, 170-F, 170-G, 171 (1), (2), and (3), 172, 173, 175, 176, 177, 178, 179, 180, 181, 182, 189 (1) and (2), 191, 192, 193, 194, 195, ²[195-A], 196, 199, 200, 201, 202, 209, 210, 212, 213, 214, 221, 224, 225, 226, 227, and 230 of the Municipal Act, shall, so far as may be consistent with the tenor of the Act, apply to all localities in respect of which ³[a scheme has been framed and notice published in the Official Gazette under section 36, and for the period commencing from the date of publication of the said notice and ending with the date on which the scheme is executed] ; and all reference in the said sections to the municipal committee or to the president or to any officer of the municipal committee, shall be construed as referring to the trust which, in respect of any such localities, may alone exercise and perform all or any of the powers and functions which under any of the said chapters and sections might have been exercised and performed by the municipal committee or by the president or by any officer of the municipal committee :

Provided that the trust may delegate to the chairman, or to any officer of the trust all or any of the powers conferred by this section.

(2) The trust may make bye-laws for any locality outside the

Power under the
Municipal Act
vested in the
trust.

1. The figures "103, 104" omitted by the Haryana Adaptation of Laws Order, (State and Concurrent Subjects), Order, 1968.
2. The figure and letter "195A" inserted by Punjab Acts, 31 of 1954, section 2.
3. Substituted by Haryana Act 17 of 1973.

limits of the municipality comprised in a scheme under this Act—

- (a) generally for carrying out the purposes of this Act, and
- (b) in particular and without prejudice to the generality of the aforesaid powers, regarding any of the matters referred to in sections 188, 189, and 190 of the Municipal Act.

Limitation of powers of trust under section 49.

50. (1) The trust shall not take any action under sections 96, 97, 98, 99, 100, 101, 102, 132, 133, 134, 135, 136, 137, 138, or 139 of the Municipal Act without having previously consulted the municipal committee and obtained its consent, provided that ³[if the said committee does not give consent within a period of thirty days from the date the matter is referred to it] the matter in dispute shall forthwith be referred to the ²[State] Government whose decision shall be final.

(2) If the municipal committee deems it necessary that action should be taken within the trust area under sections 96, 97, 98, 99, 100, 101, 102, 103, 132, 133, 134, 135, 136, 137, 138 or 139 of the Municipal Act, it shall make an application to the trust requiring that such action be taken, and the trust shall thereupon comply with the application or give its reasons in writing for rejecting it, provided that if the application be rejected, the matter shall forthwith be referred to the ³[State] Government whose decision shall be final.

Power to levy betterment contribution.

¹[50-A. Where by the making of any scheme the value of any property has increased or is likely to increase, the trust shall be entitled to recover from the owner of such property an annual betterment contribution for such term of years and at such uniform percentage of the increase in value not exceeding ten per centum as may, subject to rules, be fixed in the scheme :

Provided that the aggregate amount of the contribution so recovered shall not exceed on-half of the maximum increase in value during the aforesaid term of years as ascertained under this Act.]

Principles for calculating betterment contribution.

¹[50-B. The betterment contribution shall be in respect of each property according to the following principles :—

1. Sections 50-A, 50-B, 50-C, and 50-D, added by Punjab Act, 15 of 1952.
2. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
3. Substituted by Haryana Act 17 of 1973.

- (a) its market value on the date of the publication of the notification sanctioning the scheme shall be estimated without reference to the improvements and development contemplated in the scheme ;
- (b) for each financial year succeeding the year in which the scheme takes effect, its market value on the first day of April of that year shall be ascertained by the chairman ;
- (c) if, in any financial year, the market value estimated under clause (b) does not exceed that estimated under clause (a), no betterment contribution shall be levied for that year ;
- (d) if, in any financial year, the estimated market value under clause (b) exceeds that estimated under clause (a), the trust shall levy a betterment contribution on the difference according to the percentage fixed in the scheme :

Provided that in estimating the market value of land under clause (a) or under clause (b), the value of buildings or other works erected or in the course of erection on such land shall not be taken into consideration.]

[50-C (1) The betterment contribution due on any property shall, subject to the prior claim thereon of the State Government, be a first charge on it and shall be paid by its owner in half-yearly instalments of one-half of the amount fixed for the year.

Assessment and collection of betterment contribution.

- (2) (a) The State Government may make rules for the assessment and collection of the betterment contribution and, subject to such rules and the provisions of sections 74, 81, 84, 85 and 86 of the Punjab Municipal Act, 1911, with such adaptations as are necessary to render these provisions consistent with those of this Act, it shall be assessed and collected in the same manner as if it were a tax imposed by a Municipal Committee in respect of immovable property ;
- (b) lands and buildings exempt from municipal or State taxation shall also be exempt from any betterment contribution.]

Option of objecting owner to require the trust to acquire his property.

¹[50-D. (1) If the owner of any property, separately registered in the assessment books of the trust and assessed to a betterment contribution in any particular year, objects to the amount of such contribution on the ground that the market value estimated under clause (b) of section 50-B is excessive, he shall state the market value which he contends, is correct and may, within thirty days of the date on which the determination of his objection or appeal becomes final, by written notice, require the trust to acquire the property together with any buildings or other works that may exist thereon.

(2) The trust shall thereupon either acquire the property or accept the market value as stated by the owner and revise its assessment of the betterment contribution in accordance therewith.

(3) In case the trust elects to acquire the property, the compensation payable therefor shall be determined by the prescribed authority under this act :

Provided that the compensation payable for the property, apart from the buildings or other works thereon, shall not exceed the market value stated by the owner under sub-section (1)].

Power of the trust to facilitate movement of population.

51. In order to facilitate the movement of the population in and around any local area to which this Act is applied, the trust may from time to time—

- (a) subject to any conditions it may deem fit to impose—
 - (i) guarantee the payment, from the funds at its disposal, of such sums as it may deem fit, by way of interest on capital expended on the construction, maintenance or working of means of locomotion, or
 - (ii) make such payments as it may deem fit from the said funds, by way of subsidy to persons undertakings to provide, maintain and work any means of locomotion, or
- (b) either singly or in combination with any other persons construct, maintain and work any means of locomotion, under the provisions of any law applicable thereto, or

1. Added by Punjab Act 15 of 1952.

- (c) construct or widen, strengthen or otherwise improve bridges :

Provided that no guarantee or subsidy shall be made under clause (a), and no means of locomotion shall be constructed, maintained or worked under clause (b), without the previous sanction of the [State] Government.

52. The trust may—

- (a) cause a survey of any land to be made whenever it considers that a survey is necessary or expedient for carrying out any of the purposes of this Act, or
- (b) contribute towards the cost of any such survey made by any other local authority.

Power to make surveys or contribute towards their cost.

53. (1) The chairman or any person authorised by him or by the trust in writing may, with or without assistants or workmen, enter into or upon any land in order—

Power to entry.

- (i) to make any inspection, survey, measurement, valuation or inquiry,
- (ii) to take levels,
- (iii) to dig or bore into sub-soil,
- (iv) to set out boundaries and intended lines of work,
- (v) to mark such levels, boundaries and lines by marks and cutting trenches, or
- (vi) to do any other thing,

whenever it is necessary to do so for any of the purposes of this Act or any rules made or scheme sanctioned hereunder or any scheme which the trust intends to frame hereunder :—

Provided as follows :—

- (a) Except when it is otherwise specially provided by a rule no such entry shall be made between sunset and sunrise.
- (b) Except when it is otherwise specially provided by a rule no building which is used as a human dwelling shall be so entered, unless with the consent of the occupier or if there

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

be no occupier, the owner thereof, without giving the said occupier or owner, as the case may be, at least twenty-four hours' previous notice in writing of the intention to make such entry.

- (c) Even when any premises may otherwise be entered without notice, reasonable warning and facility to withdraw shall be given to any female, not appearing in public, according to the customs of the country.
- (d) Due regard shall always be paid so far as the exigencies of the occasion permit to the social and religious usage of the occupants of the premises entered.

(2) Whenever any person enters into or upon any land in pursuance of sub-section (1), he shall at the time of such entry pay or tender payment for all necessary damage to be done as aforesaid; and, in case of dispute as to the sufficiency of the amount so paid or tendered he shall at once refer the dispute to the trust, whose decision shall be final.

(3) It shall be lawful for any person authorised under sub-section (1) to make an entry for the purpose of inspection or search to open or cause to be opened a door, gate or other barrier—

- (a) if he considers the opening thereof necessary for the purpose of such entry, inspection or search, and
- (b) if the occupier or owner as the case may be, is absent, or being present refuses to open such door, gate or barrier.

54. (1) If any question or dispute arises—

- (a) between the trust and the previous owner of any street or part thereof which has vested in the trust under section 46 and has been altered or closed by it, as to the sufficiency of the compensation paid or proposed to be paid under sub-section (3) of that section, or
- (b) between the trust and any person who was entitled as of right, to use as a means of access any street or part thereof, which has vested in the trust under the said section—
 - (i) as to whether the alteration or closing of such street

Reference of
disputes to
tribunal.

or part causes special damage or substantial inconvenience to owners of property adjacent thereto or to residents in the neighbourhood, or

- (ii) as to whether the other means of access provided or proposed to be provided under sub-section (4) of the said section are reasonably sufficient, or
 - (iii) as to the sufficiency of any compensation paid or proposed to be paid under the said sub-section (4), or
- (c) between the trust and any person as to the sufficiency of any compensation paid or proposed to be paid to him under sections 30, 31 or 102.

the matter shall be determined by the tribunal, hereinafter defined, if referred to it either by the trust or by the claimant within a period of three months from the date on which the said person was informed of the decision of the trust fixing the amount of compensation to be paid to him or of the rejection of his claim to compensation by the trust, and the determination of the tribunal shall be final :

Provided that the tribunal shall not entertain the application of any claimant who has not applied to the trust for compensation within three months of the date on which his claim to compensation accrued.

(2) The provisions of sections 5, 6 and 12 of the Limitation Act, shall be applicable in determining whether any claim shall be entertained.

(3) If a reference to the tribunal be not made within the period prescribed by sub-section (1), the decision of the trust shall be final.

(4) For the purpose of determining any matter referred to it under sub-section (1), the tribunal shall have all the powers with regard to witnesses, documents and costs which it would have if the Land Acquisition Act, 1894, as modified by section 59 of this Act, were applicable to the case.

Vesting in committee of streets laid out or altered, and open spaces provided by the trust under a scheme.

55. (1) Whenever the municipal committee is satisfied—

- (a) that any street laid out or altered by the trust has been duly levelled, paved, metalled, flagged, channelled, sewered and drained in the manner provided in the plans sanctioned by the '[State] Government under this Act, and
- (b) that such lamps, lamp-posts, and other apparatus as the municipal committee deem necessary for the lighting of such street and as ought to be provided by the trust have been so provided, and
- (c) that water and other sanitary conveniences ordinarily provided in a municipality have been duly provided in such street,

the municipal committee after obtaining the assent of the trust, or failing such assent, the assent of the '[State] Government under subsection (3), shall by notice affixed in some conspicuous position in such street, declare the street to be a public street and the street shall thereupon vest in, and shall thenceforth be maintained, kept in repair, lighted and cleansed by, the municipal committee.

(2) When any open space for purposes of ventilation or recreation has been provided by the trust in executing any scheme under this Act, it shall, on completion, be transferred to the municipal committee by resolution of the trust and shall thereupon vest in and shall thenceforth be maintained, kept in repair, lighted and cleansed by the municipal committee :

Provided that the municipal committee may require the trust before any such open space is so transferred, to expose, level, turf, drain and lay out such space and provide footpaths therein and, if necessary, to provide lamps and other apparatus for lighting it.

(3) If any difference of opinion arises between the trust and the municipal committee in respect of any matter referred to in the foregoing provisions of this section, the matter shall be referred to the '[State] Government whose decision shall be final.

1. Substituted for the word "Provincia" by the Adaptation of Laws Order, 1950.

[CHAPTER V-A

CONTROL BY DEPUTY COMMISSIONER.

55A. (1) The Deputy Commissioner or any officer not below the rank of an Extra Assistant Commissioner authorised in writing by him or any person empowered by the State Government in this behalf, by a general or special order, may—

Controlled by
Deputy
Commissioner

- (a) enter on, inspect and survey, or cause to be entered and surveyed, any immovable property occupied by any trust, or any work in progress under its direction;
- (b) by order in writing addressed to the chairman call for and inspect or cause to be inspected any book or document in the possession or under the control of any trust and the member or servant of the trust in possession of such book or document shall immediately place such book or document at the disposal of the chairman, who shall immediately comply with such order. He shall also bring the matter to the notice of the trust at its meeting next following;
- (c) by order in writing addressed to the chairman any such trust to furnish within a specified period such statement, accounts, reports and copies of documents relating to proceedings or duties of the trust as he may think fit to call for;
- (d) inquire generally into the affairs of a trust with a view to ascertaining whether a trust is being satisfactory administered, and for the purposes of such inquiry make use of any property of the trust, and of the powers mentioned in clauses (a), (b) and (c), and the members, officers and servants of the trust shall render such assistance in the inquiry as may be deemed necessary.

Explanation.—Any person so empowered shall be deemed to be a public servant within the meaning of section 21 of the Indian Penal Code.

(2) The Deputy Commissioner or the person empowered by the State Government under section 55A may record in writing for the

consideration of any such trust any observation that he may think proper in regard to the proceedings or duties of the trust.

(3) Every trust shall submit such periodical reports to the Deputy Commissioner or other authority as the State Government may direct.

Power to suspend any resolution or order of trust.

55B. The Deputy Commissioner may, by order in writing, duly supported with reasons, suspend the execution of any resolution or order of a trust or prohibit the doing of any act which is about to be done, or is being done in pursuance of or under cover of this Act, or in pursuance of any sanction or permission granted by the trust in the exercise of its powers under this Act, if, in his opinion the resolution, order or act is in excess of the powers conferred by law or contrary to the interests of the public or likely to cause waste or damage of trust funds or property, or the execution of the resolution or order, or the doing of the act, is likely to lead to a breach of the peace, to encourage lawlessness or to cause injury or annoyance to the public or to any class or body of persons.

Power to provide for performance of duties in case of default of trust.

55C. (1) When the Deputy Commissioner, after due enquiry, is satisfied that a trust has made default in performing any duty imposed upon it by this Act, or by any order or rule made under this Act, he may, by an order in writing, duly supported with reasons, fix a period for the performance of the duty, and, should it not be performed within the period so fixed, he may appoint some person to perform it, and may direct that the expence thereof shall be paid, within such time as he may fix, by the trust.

(2) Should the expence be not so paid, the Deputy Commissioner may make an order directing the person having the custody of the balance of the trust fund to pay the expense, or so much thereof as may from time to time be possible, from that balance in priority to all other charges against the same.

Action of Deputy Commissioner to be immediately reported.

55D. When the Deputy Commissioner makes any order under section 55-B or section 55-C, he shall forthwith forward to the State Government a copy thereof, with a statement of the reasons for making it, and with such explanation, if any, as the trust may wish to offer, and the State Government may thereupon confirm, modify or rescind the order.

55E. On receipt of the order of the Deputy Commissioner made under section 55-B or section 55-C, the trust may send explanation, if any, as it may wish to offer to the State Government with a copy thereof to the Deputy Commissioner.]

Submitting of explanation by trust.

CHAPTER VI.

ACQUISITION, TRIBUNALS AND APPLICATION OF ACT TO OTHER AUTHORITIES.

56. (1) Wherever in any locality comprised in any scheme under this Act the [State] Government has sanctioned the acquisition of land which is subsequently discovered to be unnecessary for the execution of the scheme the owner of such land, or any person having an interest therein, may make an application to the trust requesting that the acquisition of such land be abandoned in consideration of the payment by him of a sum to be fixed by the trust in that behalf.

Abandonment of acquisition in consideration of special payment.

(2) The trust shall admit every such application if it—

(a) reaches it before the time fixed by the Collector, under section 9 of the Land Acquisition Act, 1894, for making claims in reference to the land, and

(b) is made by any person, who either owns the lands, is mortgagee thereof, or holds a lease thereof, with an unexpired period of seven years.

(3) The trust may admit any such application presented by any other person having an interest in the land.

(4) On the admission by the trust of any such application, it shall forthwith inform the Collector, and the Collector shall thereupon stay for a period of three months all further proceedings for the acquisition of the land, and the trust shall proceed to fix the sum in consideration of which the acquisition of the land may be abandoned.

(5) Within the said period of three months, or, with the permission of the trust, at any time before the Collector has taken possession of the land under section 16 of the Land Acquisition Act, 1894, the person from whom the trust has agreed to accept the sum so fixed may, if the trust is satisfied that the security offered by him

1. Substituted for the word "Provincial" by the Adaptation of laws Order, 1950.

is sufficient, execute an agreement with the trust either—

- (i) to pay the said sum three years after the date of the agreement, or
- (ii) to leave the said sum outstanding as a charge on his interest in the land, subject to the payment of interest at a rate to be agreed upon by such person and the trust until the said sum has been paid in full and to make the first annual payment of such interest four years after the date of the agreement :

Provided that the trust may, at any time before the Collector has taken possession of the land under section 16 of the Land Acquisition Act, 1894, accept immediate payment of the said sum instead of an agreement as aforesaid.

(6) When any agreement has been executed in pursuance of sub-section (5) or when any payment has been accepted in pursuance of the proviso to that sub-section in respect of any land, proceeding for the acquisition of the land shall be deemed to be abandoned.

(7) Every payment due from any person under any agreement executed under sub-section (5) shall be a charge on the interest of the person.

(8) If any instalment of interest payable under an agreement executed in pursuance of clause (ii) of sub-section (5) be not paid on the due date, the sum fixed by the trust under sub-section (4) shall be payable on that date, in addition to the said instalment.

(9) At any time after an agreement has been executed in pursuance of clause (ii) of sub-section (5), any person may pay in full the charge created thereby, with interest, at the agreed rate, up to the date of such payment.

(10) When an agreement in respect of any land has been executed by any person in pursuance of sub-section (5), no suit with respect to such agreement shall be brought against the trust by any other person (except an heir, executor or administrator of the person first aforesaid) claiming to have an interest in the land.

(11) When an agreement in respect of any land has been executed by any person in pursuance of sub-section (5), and any sum payable in pursuance of that sub-section is not duly paid, the same

shall be recoverable by the trust (together with interest up to the date of realization at the agreed rate), from the said person or his successor in interest in such land in the manner provided by section 222 of the Municipal Act, and, if not so recovered the chairman may, after giving public notice of his intention to do so and not less than one month after the publication of such notice sell the interest of the said person or successor in such land by public auction, and may deduct the said money and the expenses of the sale from the proceeds of the sale, and shall pay the balance (if any) to the defaulter.

57. If any land in respect of which an agreement has been executed, or a payment has been accepted, in pursuance of sub-section (5) of section 56, be subsequently required for any of the purposes of this Act, the agreement or payment shall not be deemed to prevent the acquisition of the land in pursuance of a fresh declaration published under section 6 of the Land Acquisition Act, 1894.

Agreement or payment under section 56 not a bar to acquisition under a fresh declaration.

58. A tribunal shall be constituted as provided in section 60, for the purpose of performing the functions of the Court in reference to the acquisition of land for the trust, under the Land Acquisition Act, 1894.

Tribunal to be constituted.

1 of 1894. 59. For the purpose of acquiring land under the Land Acquisition Act, 1894, for the trust—

Modification of the Land Acquisition Act, 1894.

(a) the tribunal shall (except for the purposes of section 54 of the said Act) be deemed to be the Court, and the president of the tribunal shall be deemed to be the Judge, under the said Act;

(b) the said Act shall be subject to the further modifications indicated in the Schedule to this Act;

(c) the president of the tribunal shall have power to summon and enforce the attendance of witnesses, and to compel the production of documents, by the same means and (so far as may be) in the same manner as is provided in the case of a Civil Court under the Code of Civil Procedure, 1908 ; and

5 of 1908.

(d) the award of a tribunal shall be deemed to be the award of the Court under the Land acquisition Act, 1894, and shall be final.

1 of 1894.

Constitution of
tribunal.

60. (1) The tribunal shall consist of a president and two assessors.

(2) The President of the Tribunal shall be a person—

- (a) who is qualified for appointment as a Judge of the High Court of Punjab and Haryana; or
- (b) who has held the office of a Collector for a period of ten years ; or
- (c) who is serving or has served as a District Magistrate.]

(3) The president of the tribunal and one of the assessors shall be appointed by the ¹[State] Government, and the other assessor shall be appointed by the municipal committee or, in default of appointment by the municipal committee within two months of their being required by the ¹[State] Government to make such appointment, by the ¹[State] Government;

Provided that no person shall be eligible for appointment as a member of the tribunal if he is a trustee or would, if he were a trustee, be liable to removed by the ¹[State] Government under section 10.

(4) The term of office of each member of the tribunal shall be two years, but any member shall, subject to the proviso to subsection (3), be eligible for re-appointment at the end of that term.

(5) The ¹[State] Government may remove any member of the tribunal who would if he were a trustee be liable to removal by the ¹[State] Government under section 10.

(6) When any person ceases for any reason to be a member of the tribunal, or when any member is temporarily absent in consequence of illness or any unavoidable cause, the authority which appointed him shall forthwith appoint a fit person to be a member in his place. Where the authority so appointing was the municipal committee and the municipal committee fails to make a fresh appointment within two months of being required to do so by the ¹[State] Government, the appointment may be made by the ¹[State] Government.

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1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
 2. Substituted by the Indian Independence (Adaptation of Bengal and Punjab Acts) Order, 1948 (G.G.O. 40) and Substituted by Haryana Act 35 of 1974.

61. Each member of the tribunal shall receive such remuneration, either by way of monthly salary or by way of fees, or partly in one of those ways and partly in the other, as the '[State] Government may prescribe.

Remuneration of members of tribunal.

62. (1) The president of the tribunal shall, from time to time, prepare a statement showing—

Officers and servants of tribunals.

(a) the number and grades of the clerks and other officers and servants who in his opinion should be maintained for carrying on the business of the tribunal,

(b) the amount of the salary to be paid to each such clerk, officer and servant.

(2) All statements prepared under sub-section (1) shall be subject to the previous sanction of the '[State] Government.

(3) Subject to any directions contained in any statement prepared under sub-section (1), and to rules made under section 73, the power of appointing, promoting and granting leave to clerks, officers and servants of the tribunal, and the power of reducing suspending or dismissing them, shall vest in the president of the tribunal.

63. The remuneration prescribed under section 61 for members of the tribunal and the salaries, leave allowances and acting allowances prescribed under this Act for clerks, officers and servants of the tribunal, shall be paid by the trust to the president of the tribunal for distribution.

Mode of payment.

64. (1) The '[State] Government may from time to time make rules, not repugnant to the code of Civil Procedure, 1908 for the conduct of business by tribunals established under this Act.

Power to make rules for tribunal.

(2) All such rules shall be published by notification.

5 of
1908.

1 of
1894.

65. (1) For the purpose of determining the award to be made by the tribunal under the Land Acquisition Act, 1894—

Award of tribunal how to be determined.

(a) if there is any disagreement as to the measurement of land, or to the amount of compensation or costs

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

to be allowed, the opinion of the majority of the members of the tribunal shall prevail ;

- (b) notwithstanding anything contained in the foregoing clause, the decision on all questions of law and title and procedure shall rest solely with the president of the tribunal, and such questions may be tried and decided by the president in the absence of assessors unless the president considers their presence necessary.

²[(2) Notwithstanding any other provisions of this Act, the President of the tribunal may record the evidence on any matter in the absence of assessors unless he considers their presence necessary.

(3) Every award of the tribunal, and every order made by the tribunal for the payments of money, shall be enforced by a Court of Small Causes, or if there be no such Court, by the Senior Sub-Judge within the local limits of whose jurisdiction it was made as if it were a decree of that Court.]

Application of
Act to acquisition
by other local
authorities.

66. (1) Whenever a municipal committee or other authority acquires land for the purposes of—

- (i) laying out new public streets in any locality whether previously built upon or not; or
- (ii) constructing new buildings and laying out of compounds attached thereto, abutting on such new public streets in any locality, whether previously built upon or not; or
- (iii) reclaiming unhealthy or insanitary localities—

(a) the modifications of the Land Acquisition Act contained in the Schedule of this Act shall, so far as they are applicable, apply to every such acquisition;

(b) the ¹[State] Government may constitute a tribunal in accordance with section 60 and the provisions of sections 57 to 66 and of section 73 so far as they relate to the tribunal, shall thereupon apply to such acquisition.

1. Substituted for the word "Provincial" by the Adaptation of Law Order, 1950.
2. Substituted by Haryana Act 35 of 1974.

(2) If the '[State] Government does not constitute a tribunal in accordance with clause (b) of sub-section (1), all references to the tribunal in the Schedule shall be construed as referring to the Court.

CHAPTER VII.

FINANCE

67. A trust under this Act shall be deemed to be a local authority under the Local Authorities Loans Act, 1914, for the purpose of borrowing money under that Act, and the making and execution of any scheme under this Act shall be deemed to be a work which such local authority is legally authorised to carry out.

Power of trust to borrow money.

68. ³[(1) The municipal committee shall for a period of five years from the date of constitution of the trust, constituted before or after the commencement of the Punjab Town Improvement (Haryana Amendment) Act, 1976, concerned with the improvement of a locality within the limits of the municipality, pay to it an amount per annum equal to two per cent of the gross annual income of such committee :

Contribution by municipal committee.

Provided that the State Government, may, for reasons to be recorded in writing, extend the said period from time to time for an aggregate period of two years :

Provided further that the Trust constituted more than five years previous to the date of commencement of the said Act shall be paid by the committee concerned the aforesaid amount for the period from the date of constitution of the Trust up to the date of commencement of the said Act, or for a period of seven years, whichever is more.]

(2) In case of dispute as to what is the gross annual income of a committee, the matter shall be referred to the '[State] Government whose decision shall be final.

69. (1) In places where there is a Government treasury or sub-treasury, or a bank to which the Government treasury business has been made over ²[or a corresponding new bank constituted under the Banking Companies (Acquisition and Transfer of Undertaking) Act, 1970, or a co-operative bank as

Custody and investment of trust funds.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 17 of 1973.
3. Substituted by Haryana Act 11 of 1976.

defined in clause (b-ii) of section 2 of the Reserve Bank of India Act, 1934, or a post office]; all moneys at the credit of the trust shall be kept in such treasury, sub-treasury or bank .

(2) In places where there is no such treasury or sub-treasury or bank ²[or corresponding new bank or co-operative bank or post office] such moneys may be kept with a banker or person acting as a banker, who has given such security for the safe custody and repayment on demand of the sum so kept as the ¹[State] Government may in each case deem sufficient.

(3) Provided that nothing in the foregoing provisions of this section shall be deemed to preclude a trust from, with the previous sanction of the ¹[State] Government investing any such moneys are not required for immediate expenditure in any of the securities described in section 20 of the Indian Trust Act, 1882, or placing them in fixed deposit with a bank approved by the ¹[State] Government.

2 of
1882.

Application of
trust funds.

²[69A. The trust funds shall be applicable to the payment of such expenditure, within the jurisdiction of the trust, as may be declared by it with the sanction of the State Government, to be an appropriate charge on the trust funds.]

Procedure if the
trust fails to make
any payment in
respect of loans
of the trust.

70. If any money borrowed under section 67 or any interest or costs due in respect thereof is or are not repaid according to the conditions of the loan, the ¹[State] Government shall itself make such payment and may attach the rents and other income of the trust; and thereupon the provisions of sections of the Local Authorities Loans Act, 1914 shall with all necessary modifications, be deemed to apply.

9 of
1914.

Procedure if
chairman of
boards fails to
make any
payment due to
Accountant-
General.

71. The ¹[State] Government may further impose or increase a tax on the annual value of buildings or lands or of both described in section 61(1)(a) of the Municipal Act, to such extent as may be necessary for the purpose of recovering a payment made under section 70.

Payment by State
Government to be
a charge on the
property of the
trust.

72. All moneys paid by the ¹[State] Government shall constitute a charge upon the property of the trust.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 11 of 1991.

CHAPTER VIII

RULES

73. (1) In addition to the power conferred by section 64, the ¹[State] Government may make rules consistent with this Act and applicable to all trusts or any trust—

Power of State Government to make rules.

- (i) as to the authority on which money may be paid from the trust funds ;
- (ii) for fixing the fees payable for copies of or extracts from the municipal records furnished to the chairman under section 39 ;
- (iii) as to the employment, payment, suspension and removal of officers and servants of the trust and the conduct of such officers and servants ;
- (iv) as to the intermediate office or offices (if any) through which correspondence between the trust and the ¹[State] Government or servants of the ²[Government] shall pass ;
- (v) as to the accounts to be kept by the trust, as to the manner in which such accounts shall be audited and published, and as to the powers of auditors in respect of disallowance and surcharge ;
- (vi) as to the authority by whom, the conditions subject to which and the mode in which contracts may be entered into and executed on behalf of the trust ;
- (vii) as to the preparation of estimates of income and expenditure of the trust and as to the authority by whom and the conditions subject to which such estimates may be sanctioned ;
- (viii) as to the returns, statements, and reports to be submitted by trust ;
- (ix) to prescribe and define the mutual relations to be observed between the trust and other local authorities in any matter in which they are jointly interested ;

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

2. Substituted for the word "Crown" by the Adaptation of Laws Order, 1950.

(x) for regulating the grant of leave of absence, leave allowances and acting allowances to the officers and servants of the trust and of the tribunal ;

(xi) for establishing and maintaining a provident or annuity fund, for compelling all or any of the officers in the service of the trust or of the tribunal other than any servant of the [Government] in respect of whom a contribution is paid under section 94 to contribute to such fund at such rates and subject to such conditions as may be prescribed by such rules and for supplementing such contributions out of the funds of the trust :

Provided that a servant of the [Government] employed as officer or servant of the tribunal shall not be entitled to leave or leave allowances otherwise than as may be prescribed [by the conditions of his service under the [Government]];

(xii) for determining conditions under which the officers and servants of the trust or of the tribunal, or any of them, shall on retirement receive [pension, gratuities] or compassionate allowances; and the amount of such [pension, gratuities] and compassionate allowances :

Provided that it shall be at the discretion of the trust or of the tribunal, as the case may be, to determine whether all such officers and servants or any, and if so which of them, shall become entitled on retirement to any such [pension, gratuities] or compassionate allowances as aforesaid ;

(xiii) generally for the guidance of trust and public officers in all matters connected with the carrying out of the provisions of this Act ;

(xiv) for regulating the grant of subsidies to trusts by the [State] Government, the conditions under which they, may be earned or forfeited and the arrangements for their repayment.

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1. Substituted for the word "Crown" by the Adaptation of Laws Order, 1950.
 2. Substituted for the words "in any general or special orders of the Government" by the Government of India (Adaptation of Indian Laws) Order, 1937.
 3. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
 4. Substituted by Haryana Act 16 of 2001.

²[(xv) with respect to all matters expressed, required or allowed by this Act to be prescribed.]

(2) All acts authorised or enjoined under this Act shall be held to be authorised or enjoined subject to such rules.

³[(3) The State Government may make rules, regulating the absorption of persons in the employment of the trust, immediately before its dissolution, with the employees of the Municipal Committee, and the terms and conditions of service of the absorbed employees under the Municipal committee.]

74. every trust may from time to time with the previous sanction of the ¹[State] Government make rules consistent with this Act and with any rules made under this Act by the ¹[State] Government—

Power of the trust to make rules.

- (i) for fixing the amount of security to be furnished by any officer and servant, of the trust from it may be deemed expedient to require security ;
- (ii) for associating members with the trust under section 13;
- (iii) for appointing persons (other than trustees and persons associated with the trust under section 13) to be members of committee under section 14 ;
- (iv) for regulating the delegation of powers or duties of the trust to committees or to the chairman ;
- (v) for the guidance of persons employed by it under this Act ;
- (vi) for fixing the fees payable for copies of documents delivered under sub-section (3) of section 36 or under section 75 ;
- (vii) for the management, use and regulation of dwellings constructed under any scheme under this Act ;
- (viii) generally for carrying out the purposes of this Act.

75. (1) The chairman shall cause all rules made under section 73 or section 74 for the time being in force to be printed, and shall cause printed copies thereof to be delivered to any applicant on

Printing and sale of copies of rules.

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.
2. Inserted by Haryana Act 17 of 1973.
3. Inserted by Haryana Act 25 of 1986.

payment of such fees as may be fixed.

(2) Notice of the fact of copies of rules being obtained at the said price and of the place where and the person from whom the same are obtainable shall be given by the chairman by advertisement in newspaper or newspapers.

Power of State Government to cancel rules made under section 74.

76. The [State] Government may, after previous publication of its intention, cancel any rule made by the trust which it has sanctioned, and thereupon the rule shall cease to have effect.

CHAPTER IX

PROCEDURE AND PENALTIES

Stamping signature on notices or bills

77. (1) Every notice or bill issued under this Act shall be signed by the chairman, or by any other trustee or any officer or servant of the trust specially or generally authorised by the trust, or so authorised by the chairman under sub-section (1) of section 20, and every notice or bill shall be deemed to be properly signed if it bears the facsimile of the signature of the chairman or such trustee, officer or servant stamped or printed thereon.

(2) No notice issued by the trust under this Act or any rule or bye-law made thereunder shall be invalid for defect of form.

Method of giving public notice.

78. Subject to the provisions of this Act, every public notice required under this Act shall be deemed to have been duly given if it is published in some local newspaper (if any) and posted upon a notice board to be exhibited for public information at the building in which the meetings of the trust are ordinarily held.

Service of notice.

79. (1) Every notice other than a public notice, and every bill, issued under this Act shall, unless it is under this Act otherwise expressly provided, be served or presented—

- (a) by giving or tendering the registered notice or bill, or sending it by registered post, to the person to whom it is addressed, or
- (b) if such person cannot be found, then by leaving the notice or bill at his last known place of abode, if within municipal limits, or by giving or tendering it to some

1. Substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.

adult male member or servant of his family, ordinarily residing with him, or by causing it to be affixed on some conspicuous part of the buildings or land (if any) to which it relates.

(2) When a notice is required or permitted under this Act to be served upon an owner or occupier, as the case may be, of a building or land, it shall not be necessary to name the owner or occupier therein, and the service thereof, in cases not otherwise specially provided for in this Act, shall be effected either—

(a) by giving or tendering the notice, or sending it by post, to the owner or occupier, or if there be more owners or occupiers than one, to any one of them, or

(b) if such owner or occupier cannot be found, then by giving or tendering the notice to an adult male member or servant of his family ordinarily residing with him or by causing the notice to be affixed on some conspicuous part of the building or land to which it relates.

(3) Whenever the person on whom a notice or bill is to be served is a minor, service upon his guardian or upon an adult male member or servant of his family ordinarily residing with him shall be deemed to be service upon the minor.

80. Where under this Act or a notice issued thereunder the public or any person is required to do or to refrain from doing anything, a person who fails to comply with such requisition shall, if such failure is not an offence punishable under any other section, be liable on conviction [* * *] to a fine not exceeding five hundred rupees for very such failure, and, in the case of a continuing breach, to a further fine which may extend to five rupees for every day after the date of the last conviction during which the offender is proved to have persisted in the breach :

Provided that when the notice fixes a time within which a certain act is to be done, and no time is specified in this Act, it shall rest with the Magistrate to determine whether the time so fixed was a reasonable time within the meaning of this Act.

81. If a notice has been given under this Act to a person requiring him to execute a work in respect of any property, moveable or immovable, public or private, or to provide or do or refrain from doing anything within a time specified in the notice, and if such person

Disobedience to Act or to notice.

Powers of trust to execute works on failure to comply with notice.

1. The words "by a Magistrate" omitted by Punjab Act 25 of 1964.

fails to comply with such notice, then the trust may after giving six hours notice cause such work to be executed or such thing to be provided or done, and may recover all expenses incurred by it on such account from the said person in the manner provided by section 222 of the Municipal Act.

Liability of occupier to pay in default of owner.

82. (1) If the person to whom the notice mentioned in section 81 has been given, is not owner of the property in respect of which it is given, the trust may (whether any action or other proceedings has been brought or taken against such owner or not) require the person (if any) who occupies such property or a part thereof under such owner, to pay to the trust instead of to the owner the rent payable by him in respect of such property, as it falls due, up to the amount recoverable from the owner under section 81; and any such payment made by the occupier to the trust shall, in the absence of any contract between the owner and the occupier to the contrary, be deemed to have been made to the owner of the property.

(2) For the purpose of deciding whether action should be taken under sub-section (1) the trust may require an occupier of property to furnish information as to the sum payable by him as rent on account of such property and as to the name and address of the person to whom it is payable, and if the occupier refuses to furnish such information he shall be liable for the whole of the expenses as if he were the owner.

(3) All money recoverable by the trust under this section shall be recoverable in the manner provided by section 222 of the Municipal Act.

Right of occupier to execute works in default of owners.

83. Whenever default is made by the owner of building or land in the execution of a work required under this Act to be executed by him the occupier of such building or land may, with the approval of the trust, cause such work to be executed and the expense thereof shall, in the absence of any contract to the contrary, be paid to him by the owner or the amount or the amount may be deducted out of the rent from time to time becoming due him to such owner.

Procedure upon opposition to execution by occupier.

84. (1) If, after receiving information of the intention of the owner of any building or land to take any action in respect thereof in compliance with a notice issued under this Act, the occupier refuses to allow such owner to take such action, the owner may apply to a [Judicial Magistrate.]

1. Substituted for the word "Magistrate" by Punjab Act 25 of 1964.

(2) The Magistrate upon proof of such refusal may by order in writing require the occupier to give the owner reasonable facility for executing such works, with respect to such building or land, as may be necessary for compliance with the notice, and may also, if he deems fit, order the occupier to pay to the costs relating to such application or order.

(3) If, after the expiration of eight days from the date of Magistrate's order the occupier continues to refuse to allow the owner to execute such work, the occupier shall be liable upon conviction, to a fine which may extend to twenty-five rupees for every day during which he has so continued to refuse.

(4) Every owner, during the continuance of such refusal, shall be discharged from any penalties to which he might otherwise have become liable by reason of his default in the execution of such works.

85. When the occupier of a building or land has, in compliance with a notice issued under this Act, executed a work for which the owner of such building or land is responsible either in pursuance of the contract of tenancy or by law, he shall, in the absence of any contract to the contrary, be entitled to recover from the owner by deduction from the rent payable by him or otherwise the reasonable cost of such work.

Recovery of cost of work by the occupier.

86. The expences incurred by the trust in effecting any removal under section 173 of the Municipal Act as applied by section 49 of this Act, or, in the event of a written notice under section 116 of that Act not being complied with under section 81 of this Act, shall be recoverable by sale of the materials removed, and if the proceeds of such sale do not suffice, the balance shall be recoverable from the owner of the said materials in the manner provided by section 222 of the Municipal Act.

Recovery of expences of removal by trust.

87. (1) When a person, by reason of his receiving, or being entitled to receive, the rent of immovable property as trustee or agent of a person or society would, under this Act, be bound to discharge an obligation imposed by this Act on the owner of the property for the discharge of which money is required he shall not be bound to discharge the obligations unless he has, or but for his own improper act or default might have had, in his hands funds belonging to the owner sufficient for the purpose.

Relief to agents and trustees.

(2) When an agent or trustee has claimed and established his right to relief under this section, the trust may give him notice to apply to the discharge of such obligation as aforesaid the first moneys which come to his hands on behalf or for the use of the owner, and should he fail to comply with such notice, he shall be deemed to be personally liable to discharge such obligation.

Application of
section 222
Municipal Act.

88. Whenever in this Act or in any sections of the Municipal Act made applicable by section 49 of this Act, it is provided that any sum shall be recoverable in the manner provided by section 222 of the Municipal Act, then in applying the provisions of that section all references to the municipal committee shall be construed as referring to the trust.

Penalty for
removing fence
etc, in street.

89. If any person, without lawful authority—

(a) removes any fence, or any timber used for propping or supporting any buildings, wall or other thing, or extinguishes any light set up at any place where the surface of a street or other ground has been opened or broken up by the trust for the purpose of carrying out anywork, or

(b) infringes any order given, or removes any bar, chain or post fixed by the trust for the purpose of closing any street to traffic he shall be punishable with fine which may extend to fifty rupees.

Power to prevent
or demolish
building in
contravention of
sections 30 and
31.

90. If any person without the permission of the trust erects, re-erects, adds to or alters any buildings so as to make the same project beyond a street alignment or building line prescribed by the trust or erects, re-erects, adds to or alters any building in contravention of sections 30 or 31 the chairman of the trust may, by a written notice,—

(a) direct that the building, alteration or addition be stopped, and

(b) require such building, alteration or addition to be altered or demolished as he may deem necessary.

Penalty for
obstructing
contractor or
removing mark.

91. If any person—

(a) obstruct, molests any person with whom the trust has entered into a contract in the performance or execution by such person of his duty or of anything which he is

empowered or required to do under this Act, or

- (h) removes any mark set up for the purpose of indicating any level or direction necessary to the execution of works authorised under this Act,

he shall be punishable with fine which may extend to two hundred rupees or with imprisonment for a term which may extend to two months.

92. [* * * * *]

CHAPTER X

SUPPLEMENTAL PROVISIONS

45 of 1860. 93. Every trustee, and every officer and servant of the trust, and every member and officer and servant of the tribunal, shall be deemed to be a public servant within the meaning of section 21 of the Indian Penal Code.

Trustees, etc., deemed public servants.

94. The trust shall be liable to pay such contributions for the leave allowances and pension of any ²[servant of the ³[Government]] employed as chairman or as an officer or servant of the trust, or as a member or officer or servant of the tribunal, as may be ⁴[required] by the conditions of his service under the ³[Government] to be paid by him or on his behalf.

Contributions by Trust towards leave allowances and pensions of servants of the Government.

LEGAL PROCEEDINGS

95. Unless otherwise expressly provided, no court shall take cognizance of any offence punishable under this Act, except on the complaint of or upon information received from the trust or some person authorised by the trust by general or special order in this behalf.

Authority for prosecutions.

1. Section 92 was omitted by the Government of India (Adaptation of Indian laws) Order, 1937.
 2. Substituted by *ibid*, for "Government Servant."
 3. Substituted for the word "Crown" by the Adaptation of Laws Order, 1950.
 4. Substituted for the words "prescribe in any general or special orders of the Government" by the Government of India (Adaptation of Indian Laws) Order, 1937.

Powers of chairman as to institution, etc. of legal proceedings and obtaining legal advice.

96. The chairman may, subject to the control of the trust—
- (i) institute, defend or withdraw from legal proceedings under this Act,
 - (ii) compound any offence against this Act,
 - (iii) admit, compromise or withdraw any claim made under this Act, and
 - (iv) obtain such legal advice and assistance as he may from time to time deem it necessary or expedient to obtain, or as he may be desired by the trust to obtain, for any of the purposes referred to in the foregoing clause of this section, or for securing the lawful exercise or discharge of any power or duty vested in or imposed upon the trust or any officer or servant of the trust.

Indemnity to trust, etc.

97. No suit shall be maintainable, against the trust, or any trustee, or any officer or servant of the trust, or any person acting under the direction of the trust or of the chairman or of any officer or servant of the trust in respect of anything lawfully and in good faith and with due care and attention done under this Act.

Notice of suit against trusts, etc.

98. (1) No suit shall be instituted against the trust or any trustee, or any person associated with the trust under section 13 or any member of a committee appointed under section 14 or any officer or servant of the trust, or any person acting under the direction of the trust or of the chairman or of any officer or servant of the trust, in respect of an act purporting to be done under this Act, until the expiration of two months next after notice in writing has been, in the case of a trust, left at its office, and in any other case delivered to or left at the office or place of abode of the person to be sued, explicitly stating the cause of action, the nature of the relief sought, the amount of compensation claimed and the name and place of abode of the intending plaintiff, and the plaintiff shall contain a statement that such notice has been so delivered or left.

(2) If the trust or other person referred to in sub-section (1) shall, before the action is commenced, have tendered sufficient amends to the plaintiff the plaintiff shall not recover any sum in

excess of the amount so tendered and shall also pay all costs incurred by the defendant after such tender.

(3) No action such as is described in sub-section (1) shall, unless it is an action for the recovery of immovable property or for a declaration of the title thereto, be commenced otherwise than within six months next after the accrual of the cause of action :

(4) Provided that nothing in sub-section (1) shall be construed to apply to a suit wherein the only relief claimed is an injunction of which the object would be defeated by the giving of the notice or the postponement of the commencement of the suit or proceedings.

Evidence

99. A copy of any receipt, application, plan, notice, order, entry in a register, or other documents in the possession of the trust shall if duly certified by the legal keeper thereof, or other person authorised by the trust, in this behalf, be received as *prima facie* evidence of the existence of the entry or document and shall be admitted as evidence of the matters and transactions therein recorded in every case where, and to the same extent, as the original entry or document would, if produced, have been admissible to prove such matters.

Mode of proof
of trust records.

100. No trustee or officer or servant of the trust shall in any legal proceeding to which the trust is not a party be required to produce any register or document the contents of which can be proved under the preceding section by a certified copy, or to appear as a witness to prove the matters and transactions recorded therein unless by order of the court made for special cause.

Restriction on
the summoning
of trust servants
to produce
documents.

101. (1) No act done or proceeding taken under this Act shall be questioned on the ground merely of—

Validation of
acts and
proceedings.

- (a) the existence of any vacancy in, or any defect in the constitution of, the trust or any committee; or
- (b) any person having ceased to be a trustee; or
- (c) any trustee or any person associated with the trust under section 13 or any other member of a committee appointed under this Act, having voted or taken any part in any proceeding in contravention of section 16; or

- (d) the failure to serve a notice on any person, where no substantial injustice has resulted from such failure; or
- (e) any omission, defect or irregularity not affecting the merits of the case.

(2) Every meeting of the trust, the minutes of the proceedings of which have been duly signed as prescribed in clause (e), sub-section (1), of section 12, shall be taken to have been duly convened and to be free from all defects and irregularities.

General power of trust to pay compensation.

102. In any case not otherwise expressly provided for in this Act, the trust may pay reasonable compensation to any person who sustains damage by reason of the exercise of any of the powers vested under this Act in the trust or the chairman or any officer or servant of the trust.

Supersession of trust.

[102A. (1) If in the opinion of the State Government a trust persistently makes default or is negligent in the performance of duties imposed on it by or under this Act or the rules made thereunder, the State Government may, by notification, supersede the trust :

Provided that before issuing a notification under this sub-section, the State Government shall give a reasonable opportunity to the trust for showing cause against the proposed supersession and shall consider the explanation and objection, if any, of the trust.

- (2) Upon the publication of a notification under sub-section (1), superseding a trust, the following consequences shall ensure :—
 - (a) all trustees including the chairman of the trust shall, as from the date of such publication, be deemed to have ceased to be trustees of the trust ;
 - (b) all assets of the trust shall vest in the State Government and the State Government shall be liable for all the legal liabilities of the trust subsisting at the date of its supersession upto the limits of the said assets; and
 - (c) all powers and duties of the trust may, until a new trust is constituted in accordance with the provisions contained

in section 4, be exercised and performed by such person as the State Government may appoint in this behalf.

(3) When a trust is superseded under sub-section (1), the State Government shall, as soon as may be, constitute another trust in its place.

(4) A person appointed under clause (c) of sub-section (2) shall be subject to the control of the State Government.]

Dissolution of Trust.

103. (1) When all schemes sanctioned under this Act have been executed or have been so far executed as to render the continued existence of the trust, in the opinion of the ¹[State] Government, unnecessary, or when in the opinion of the ¹[State] Government, it is expedient that the trust shall cease to exist, the ¹[State] Government may by notification declare that the trust shall be dissolved from such date as may be specified in this behalf in such notification; and the trust shall be deemed to be dissolved accordingly.

²[Dissolution of trust and transfer of its assets and liabilities.]

(2) From the said date—

- (a) all properties, funds and dues which are vested in or realisable by the trust and the chairman respectively shall vest in ²[the State Government and be realisable through such authority as the State Government may, by notification, specify ;] and
- (b) all liabilities which are enforceable against the trust shall be enforceable only against the ²[State Government]; and
- (c) for the purpose of completing the execution of any scheme, sanctioned under this Act which has not been fully executed by the trust, and of realizing properties, funds and dues referred to in clause (a) the functions of the trust and the chairman under this Act shall be discharged by ²[such authority as the State Government may, by notification, specify;] of the municipal committee, respectively; and

1. Substituted for the word "Crown" by the Adaptation of Laws Order, 1950.

2. Substituted by Haryana Act 14 of 1995.

- ¹[(d) the Government may, by order, transfer such employees of the trust immediately before its dissolution, as are in its opinion, required for completing the execution of any scheme sanctioned under this Act or for due discharge of any obligation incurred by the dissolved trust ²{to such authority as may be specified under clause (c) ; and]
- ³[(e) the authority referred to in clause (a) shall keep separate accounts of all moneys respectively received and expended by it, until all loans raised hereunder have been repaid, and until all other liabilities referred to in clause (b) have been duly met.]
- ³[(3) (a) All properties, funds and dues, which had vested in the municipal committee and had become realisable by the municipal committee on the dissolution of the trust and all liabilities which were enforceable against the municipal committee before the commencement of the Punjab Town Improvement (Haryana Amendment) Ordinance, 1995, shall revert in the State Government and be relisable and enforceable through such authority as the State Government may, by notification, specify and such authority shall discharge the functions for completion of the sanctioned schemes.
- (b) The authority referred to in clause (a) shall keep separate accounts of all moneys respectively received and expended by it, until all loans raised hereunder have been repaid, and until all other liabilities have been duly met.
- (4) After all functions referred to in clause (c) of sub-section (2) or sub-section (3) have been duly discharged—
- (a) the properties, funds and dues vested in or realisable by the State Government through such authority as the State Government may, by notification, specify under clause (a) of sub-section (2) or sub-section (3) shall stand transferred to, vested in, and be relisable by the municipal

1. Substituted by Haryana Act 25 of 1986.

2. Substituted by Haryana Act 14 of 1995.

3. Added by *ibid*.

committee or municipal council as the case may be ;

- (b) all liabilities enforceable against the State Government under clause (b) of sub-section (2) or sub-section (3) or incurred by it shall be enforceable against the municipal committee or the municipal council, as the case may be.]

¹[104. (1) Notwithstanding anything contained in sub-section (3) of section 1, this section shall be deemed to have come into force in the whole of the State of Haryana on the 1st day of January, 1969.

Power to
reconstitute
trust.

(2) Notwithstanding anything contained in this Act, the State Government may, in accordance with the provisions of sections 4 and 4-A, reconstitute a trust within any local area in which a trust was dissolved under section 103 and upon such reconstitution all the provisions of this Act shall apply to the reconstituted trust as if it, were a trust created and constituted under sections 3, 4, and 4-A.

²[(3) From the date of reconstitution of the trust—

- (a) any scheme the execution of which under clause (c) of sub-section (2) or sub-section (3) of section 103 was to be completed by the authority referred to in the said sub-sections shall, if such execution has not been completed before the date of reconstitution of the trust, stand transferred from such authority to the reconstituted trust and such trust shall take all steps for the completion of such scheme ;
- (b) all properties, funds and dues in respect of any such scheme, which under clause (a) of sub-section (2) or sub-section (3) of section 103 were vested in the State Government or made realisable by the authority referred to in the said sub-sections, shall revert in and be realisable by the trust and the chairman, as the case may be ;
- (c) all liabilities in respect of any such scheme which were enforceable against the State Government shall be enforceable only against the reconstituted trust ;
- (d) the authority referred to in sub-sections (2) and (3) of section 103, shall render to the reconstituted trust in

1. Added by Haryana Act 16 of 1970, section 2.

2. Substituted by Haryana Act 14 of 1995.

respect of any such scheme, complete accounts of all moneys referred to in clause (e) of sub-section (2) or clause (b) of sub-section (3) of section 103 and if anything is found to be payable it shall be paid by the authority to the reconstituted trust; and

- (e) the authority referred to in sub-section (2) or sub-section (3) of section 103 may, by order, transfer such employees as are in its opinion, required for the execution of any such scheme or for due discharge of obligation by the reconstituted trust.]

Validation.

[Notwithstanding any judgement, decree or order of any court or other authority to the contrary, anything done or action taken or purporting to have been done or taken by a trust or a municipal committee during the period commencing of the 27th day of April, 1973 and ending with the commencement on the Punjab Town Improvement (Haryana Amendment and validation) Act, 1985 (hereinafter referred to as this Act, in respect of execution of the schemes sanctioned by the State Government under section 41 of the principal Act, shall be deemed to be as valid and effective as if it would have been done under the principal Act as amended by this Act, and shall not be called in question in any court or before any authority on the ground that the schemes were not executed within the specified period or extended period.]

THE SCHEDULE

(Referred to in section 59)

Further modifications in the Land Acquisition Act, 1894, hereinafter called "the said Act".

Amendment of
section 3.

1. After clause (e) of section 3 of the said Act the following shall be deemed to be inserted, namely :—

"(ee) the expression, "local authority" includes a trust constituted, under the Punjab Town Improvement Act, 1922."

Notification under
section 4 and
declaration under
section 6 to be
replaced by
notification under
sections 36 and
42 of this Act.

2. (1) The first publication of a notice of any improvement scheme under section 36 of this Act shall be substituted for and have the same effect as publication in the ²[Official Gazette] and in the

-
1. Validation by Haryana Act 12 of 1985.
 2. Substituted for the word "Gazette" by the Government of India (Adaptation of Indian Laws) Order, 1937.

locality of a notification under sub-section (1) of section 4 of the said Act, except where a declaration under section 4 or section 6 of the said Act has previously been made and is still in force.

(2) Subject to the provisions of clauses 10 and 11 of this Schedule, the issue of a notice under sub-section (1) of section 32 in the case of land acquired under that sub-section, and in any other case the publication of a notification under section 42 shall be substituted for and have the same effect as a declaration by the '[State] Government under section 6 of the said Act, unless a declaration under the last mentioned section have previously been made and is still in force.

3. The fullstop at the end of clause 11 of the said Act shall be deemed to be changed to a semi-colon, and the following shall be deemed to be added, namely :—

Amendment of section 11.

“and

“[(iv) the costs which, in his opinion, should be allowed to any person who is found to be entitled to compensation, ²[* * * * *] as having been actually and reasonably incurred by such person in preparing his claim and putting his case before the Collector.

Note.—Section 3 of Haryana Act 16 of 1970 reads as follows :—

Validation.

3. (1) The Town Improvement Trusts specified in sub-section (2) shall be deemed to have been re-constituted under section 104 of the principal Act as amended by this Act and all acts done or powers exercised by any such trust under the provisions of the principal Act as amended by this Act shall be deemed to be valid and shall not be called in question in any court or before any authority on the ground that at the time of reconstitution of any such trust or of doing such act or exercising such power by such trust there was no provision of law under which such trust could be reconstituted or such act or power could be done or exercised by it.

- (2) (i) The Bhiwani Improvement Trust.
 (iii) The Gurgaon Improvement Trust.
 (iii) The Karnal Improvement Trust.
 (iv) The Panipat Improvement Trust.
 (v) The Yamuna Nagar Improvement Trust.

1. Substituted for the word “Provincial” by the Adaptation of Laws Order, 1950.

2. Omitted by Haryana Act 17 of 1973.

"The Collector may disallow, wholly or in part, costs incurred by any person if he considers that the claim made by such person for compensation is extravagant."

Amendment of
section 15.

4. In section 15 of the said Act, for the word and figures "and 24" the figures, word and letter "24 and 24-A" preceded by a comma, shall be deemed to be substituted.

Amendment of
section 17.

5. (1) In sub-section (3) of section 17 of the said Act, after the figures "24" the words, figures and letter "or section 24-A" shall be deemed to be inserted.

(2) To the said section 17 the following shall be deemed to be added, namely :—

"(4) Sub-sections (1) and (3) shall apply also to any area certified to be unhealthy by any Magistrate of the first class.

(5) Before granting any such certificate, the Magistrate shall cause notice to be served as promptly as may be on the persons referred to in sub-section (3) of section 9, and shall hear without any avoidable delay any objections which may be urged by them.

(6) When proceedings have been taken under this section for the acquisition of any land, and any person sustains damage in consequence of being suddenly dispossessed of such land, compensation shall be paid to such person compensation shall be paid to such person for such dispossession."

Transfer of land
to trust.

6. After section 17 of said Act the following shall be deemed to be inserted, namely :—

"17-A. In every case referred to in section 16 or section 17, the Collector shall, upon payment of the cost of acquisition, make over charge of the land to the trust; and the land shall thereupon vest in the trust subject to the liability of the trust to pay any further costs which may be incurred on account of its acquisition."

Amendment of
section 18.

7. The fullstop at the end of sub-section (1) of section 18 of the said Act shall be deemed to be changed to a comma, and the words "or the amount of the costs allowed" shall be deemed to be added.

8. After the words "amount of compensation," in clause (c) of section 19 of the said Act, the words "and of costs (if any)" shall be deemed to be inserted. Amendment of section 19.

9. After the words "amount of the compensation," in clause (e) of section 20 of said Act, the words "or costs" shall be deemed to be inserted. Amendment of section 20.

10. (1) In clause first and clause sixthly of sub-section (1) of section 23 of the said Act, for the words "publication of the declaration relating thereto under section 6" and the words "publication of the declaration under section 6" shall be deemed to be substituted— Amendment of section 23.

(a) if the land is being acquired under sub-section (3) of section 32 of this Act the words "issue of the notice under sub-section (3) of section 32 of the Punjab Town Improvement Act, 1922," and

(b) in any other case, the words "first publication of the notification under section 36 of the Punjab Town Improvement Act, 1922."

[* * * * *]

(3) At the end of section 23 of the said Act, the following shall be deemed to be added, namely :—

"(3) For the purposes of clause first of sub-section (1) of this section—

[* * * * *]

(b) if it be shown that before such date, the owner of the land had in good faith taken active steps and incurred expenditure to secure a more profitable use of the same, further compensation based on his actual loss may be paid to him;

(c) if any person without the permission of the trust required by sub-section (1) of section 31 of the Punjab Town improvement Act, 1922, has erected, re-erected, added to or altered any building or wall so as to make the same

project beyond a street alignment or building line duly prescribed by the trust then any increase in the market-value resulting from such erection, re-erection, addition or alteration shall be disregarded;

[* * * * *]

- (e) if the market value is specially high in consequence of the land being put to a use which is unlawful or contrary to public policy, that use shall be disregarded and the market-value shall be deemed to be the market-value of the land if put to ordinary use; and

[* * * * *]

Amendment of section 24.

11. For clause seventhly of section 24 of the said Act, the following shall be deemed to be substituted, namely :—

“Seventhly, any outlay on additions or improvements to land acquired, which was incurred after the date with reference to which the market-value is to be determined, unless such additions or improvements were necessary for the maintenance of any building in a proper state of repair.”

Further provision for determining compensation.

12. After section 24 of the said Act the following shall be deemed to be inserted, namely :—

“24-A. In determining the amount of compensation to be awarded for any land acquired for the trust under this Act, the tribunal shall also have regard to the following provisions, namely :—

- (a) When any interest in any land acquired under this Act has been acquired after the date with reference to which the market-value is to be determined, no separate estimate of the value of such interest shall be made so as to increase the amount of compensation to be paid for such land.
- (b) in the opinion of the tribunal, any building is in a defective state, from a sanitary point of view, or is not in a reasonably good state of repair, the amount of compensation for such building shall not exceed the sum which the tribunal considers the building would be worth if it were into a sanitary condition or into a reasonably

good state of repair, as the case may be, minus the estimated cost of putting it into such condition or state.

- (c) If, in the opinion of the tribunal, any building which is used or is intended or is likely to be used for human habitation, is not reasonably capable of being made fit for human habitation, the amount of compensation for such building shall not exceed the value of the materials of the building, minus the cost of demolishing the building."

13. (1) After the words "the compensation" in sub-section (1) of section 31 of the said Act, and after the words "the amount of compensation" in sub-section (2) of that section, the words "and cost (if any)" shall be deemed to be inserted.

Amendment of section 31.

(2) After the words "any compensation" in the concluding proviso to sub-section (2) of section 31 of the said Act, the words "or cost" shall be deemed to be inserted.

14. After section 48 of the said Act, the following shall be deemed to be inserted, namely :—

Insertion of section 48-A.

"48A. (1) If within a period of one year, from the date of the publication of the declaration under section 6 in respect of any land, the Collector has not made an award under section 11 with respect to such land, the owner of the land shall, unless he has been to a material extent responsible for the delay, be entitled to receive compensation for the damage suffered by him in consequence of the delay."

Compensation to be awarded when land not acquired within one year.

"(2) The provisions of Part III of this Act shall apply, so far as may be, to the determination of the compensation payable under this section."

15. After sub-section (1) of section 49 of the said Act, the following shall be deemed to be inserted, namely :—

Amendment of section 49.

"*Explanation.*—For the purposes of this sub-section land which is held with and attached to a house and is reasonably required for the enjoyment and use of the house, shall be deemed to be part of the house."