

The Sikkim Public Demands Recovery Act, 1988 Act 1 of 1988

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THE SIKKIM PUBLIC DEMANDS RECOVERY ACT, 1988

(ACT NO.1 OF 1988)

AN ACT

[27-2.1988]

to make provisions for the recovery of public demands in Sikkim.

Whereas it is expedient to make provisions for the recovery of public demands in Sikkim

Be it enacted by the Legislative Assembly of Sikkim in the Thirty .ninth Year of the Republic of India as follows:

PRELIMINARY

- 1. (1) This Act may be called the Sikkim Public Demands Recovery Act, 1988.
- and commencement.

Short title, extent

- (2) It extends to the whole of Sikkim.
- (3) It shall come into force on such date as the State Government may, by notification, appoint.
- 2. In this Act, unless there is anything repugnant in the subject or context

Definitions.

- (a) "Certificate-debtor" means the person named as debtor in a Certificate filed under this Act and includes any person whose name is substituted or added as debtor by the Certificate Officer;
- (b) "Certificate-holder" means the State Government or Corporation or Company owned or controlled by the State Government or any State Government Officer, Officer of the Corporation or Company or any local authority in whose favour a Certificate has been filed under this Act and includes any person whose name is substituted or added as creditor by the Certificate Officer;
- (c) "Certificate Officer" means the Collector of the District and includes any other officer appointed by State Government, by notification, to perform the functions of a Certificate Officer under this Act;

- (d) "Moveable property" includes growing crops;
- (e) "Notification" means a notification published in the Official Gazette:
- (f) "Public Demand" means any money payable to the State Government or to a department or to any Corporation or Company owned or controlled by the State Government or to any local authority, under any law for the time being in force or under a written agreement with the above authority or institution or instrument or any decree or award of any Court or Authority competent to adjudicate the claims.
- 3. (1) Every Certificate Officer shall be deemed to be a Civil Court for the purpose of sections 480, 481, 482 and 483 of the Code of Criminal Procedure, 1898.
 - (2) Every Certificate Officer may for the purpose of enquiry into any dispute relating to the issue of Certificate for money due shall have same powers as conferred on the Civil Court under the Code of Civil Procedure, 1908 in respect of
 - (a) enforcing attendance of any person and examining him on oath;
 - . (b) compelling and production of documents and material objects; and
 - (c) issuing commissions for purpose of examination of witness and every inquiry shall be deemed to be a judicial proceeding within the meaning of sections 193 and 228 of the Indian Penal Code, 1860.
- 4. (I) When the Certificate Officer is satisfied on an application made to him or otherwise that any public demand is due, he may sign a certificate in such form as may be prescribed, stating that the demand is due, and shall cause the certificate to be filed in his office.
 - (2) Before signing the Certificate, a notice shall be issued to the person or persons from whom any money is due and if necessary hold an enquiry as it deems necessary.

- (3) The certificate issued under this section shall be final and binding on the parties.
- (4) All proceedings under this section shall be completed within three months from the date of issue of notice to the opposite party.
- 5. When, a certificate has been filed in the office of a Certificate Officer under section 4, he shall cause to be served upon the certificate-debtor, a notice in the prescribed form and a copy of the certificate stating that the demand is due and shall be paid forthwith.
- 6. On and from the date of service of notice under section 5 upon a certificate debtor
 - (a) any private transfer or delivery of any of his immoveable property by the certificate-debtor within the State of Sikkim shall be void against any claim enforceable in execution of the certificate, and
 - (b) the amount due from time to time in respect of the certificate shall be a charge upon the immoveable property of the certificate-debtor, in preference to all other charges or liabilities created on 'that property.
- 7. A certificate filed under section 4 may be executed by:
 - (a) the Certificate Officer in whose office the original certificate is filed, or
 - (b) the Certificate Officer to whom a copy of the certificate is sent for execution under sub-section (1) of section 8.
- 8. (1) A Certificate Officer in whose office a certificate is filed may send a copy thereof, for execution, to any other Certificate Officer.
 - (2) When a copy of a certificate is sent to any such Officer, he shall cause it to be filed in his office, and thereupon the provision of section 6 with respect to certificate filed in the Office of a Certificate Officer shall apply as if such copy were an original certificate:

Provided that it shall not be necessary to serve a second notice and copy under Section 5.

9. If the Certificate Officer, in whose office a certificate is filed, is satisfied that the certificate-debtor is likely to conceal, remove or dispose of the whole or any part of such of his moveable property and that the realization of the amount of the certificate would. in consequence be delayed or obstructed, he may at any time direct, for reasons to be recorded in writing, attachment of the whole or any part of such moveable property:

Provided that if the Certificate-debtor whose moveable property has been so attached, furnishes security to the satisfaction of the Certificate Officer, such attachment shall be cancelled from the date on which such security is accepted by the Certificate Officer.

- 10. Subject to such conditions and limitations. as may be prescribed, a Certificate Officer may .order execution of a Certificate
 - (a) by attachment and sale, if necessary, of any property or, in the case of immoveable property, by sale without previous attachment, or
 - (b) by attachment of any decree.
- 11. There shall be recoverable in the proceedings in execution of every certificate filed under this Act
 - (a) interest upon the public demand to which the certificate relates, at the rate of twelve and a half per centum per annum from the date of signing of the certificate upto the date of realization,
 - (b) such costs as are directed to be paid by the Certificate Officer in his discretion as having been incurred for the service of notice under section 5, and of warrants and other processes and all other proceedings taken for realizing the demand.
- 12. (1) All property both moveable and immovable, belonging to certificate-debtor is liable to attachment and sale in execution of the Certificate.
 - (2) The Certificate Officer may attach the property by passing an order and serving upon the certificate

debtor or any adult member of his family or by affixing the order on the front door of his house or place of residence.

- (3) The moveable property indicated in the order shall be taken into the custody of the Officer-in-Charge of the nearest police station or police outpost under the orders of the Certificate Officer.
- (4) (i) In the case of immoveable property, the Certificate Officer shall publish the date and time of sale with the upset price fixed in the Official Gazette and on the date so fixed shall sell the immoveable property by public auction.
 - (ii) In the case of moveable property, no such publication is required.

The moveable property may be sold by public auction.

- 13. (1) The attachment of a decree of a Civil Court or the payment of money or for sale in enforcement of a mortgage or charge shall be made by the issue to the Civil Court to stay the execution of the decree unless and until
 - (i) the Certificate Officer cancels the notice, or
 - (ii) the certificate holder or the certificate debtor applies to the Court receiving such notice to execute the decree.
 - (2) When a Civil Court receives an application under (ii) of subsection (1), it shall on an application of the certificate-holder or the certificate-debtor, and subject to the provisions relating to execution of decree under the law relating to Civil Procedure, proceed to execute the attached decree and apply the net proceeds in satisfaction of the Certificate.
 - (3) The Certificate-holder shall be deemed to be the representative of the holder of the attached decree, and to be entitled to execute such attached decree in any manner lawful for the holder thereof.
- 14. (1) Where property is sold in execution of a certificate, it shall vest in the purchaser with all the rights. title

and interest of the certificate debtor at the time of sale.

- (2) Where immoveable property is sold in execution of a certificate and such sale has become absolute, the purchaser's right, title and interest shall be deemed to have been vested in him from the time when the property is sold, and not from the time when the sale becomes absolute.
- (3) Where a sale of immoveable property has become absolute, the Certificate Officer shall grant a certificate specifying the property sold and the name of the person who at the time of sale is declared to be the purchaser. Such certificate shall bear date of the day on which the sale becomes absolute.
- (4) On the grant of certificate under sub-section (3), and on the application of the purchaser, the Certificate Officer shall order delivery to be made by putting such purchaser or any person whom the purchaser may appoint to receive delivery on his behalf, in possession of the property and, if needed by removing any person who refuses to vacate the same.
- 15. When immoveable property has been sold in execution of a certificate, the certificate-debtor or any person whose interest are affected by the sale may, within thirty days from the date of the sale, apply to the Certificate Officer to set aside the sale on his depositing
 - (a) for payment to the certificate-holder the amount specified in the proclamation of sale as that for the recovery of which the sale was ordered, with interest thereon at the rate of twelve and a half per centum per annum calculated from the date of the proclamation of sale to the date when the deposit is made;
 - (b) for payment to the purchaser, as penalty, a sum equal to five per centum of the purchase money, but not less than one rupee.
- 16. When the Certificate Officer is satisfied that the certificate debtor is a minor or of unsound mind, he shall. in any proceeding under this Act permit him to be represented by any suitable person.

17. When a certificate-debtor dies before the certificate has been fully satisfied, the Certificate Officer may, after serving a notice upon the legal representatives of the deceased, proceed to execute the Certificate against such legal representatives and the provisions of this Act shall apply as if such legal representatives were the certificate-debtor and as if such notice was a notice under section 4. The legal representative shall be liable only to the extent of the property of the deceased which has come to his hands.

Procedure on death of certificate-debtor.

18. No suit or other legal proceeding shall lie against a Certificate Officer for any act done or purported to have been done by him under the provisions of this Act.

Protection to officer.

 The State Government may make rules for the purpose of carrying out and giving effect to all or any of the provisions of this Act. Power to make rules.

20. All proceedings pending under the existing law for recovery of public demand shall be deemed to have been the proceedings under this Act and the Certificate Officer shall continue the proceedings as though they were initiated under this Act.

Pending proceedings.