

**KARNATAKA ACT NO. 7 OF 2001  
THE KARNATAKA MOTOR VEHICLES TAXATION  
(AMENDMENT) ACT, 2001**

**ARRANGEMENT OF SECTIONS**

**Sections:**

1. Short title and commencement
2. Amendment of section 3
3. Amendment of section 4
4. Amendment of Schedule
5. Power to remove difficulty

**STATEMENT OF OBJECTS AND REASONS**

To give effect to the proposals made in the budget speech, it is considered necessary to amend the Karnataka Motor Vehicles Taxation Act, 1957.

Hence the Bill

(Vide L.A.Bill No. 5 of 2001 File No. ಸಂವ್ಯಶಾಇ 11 ಶಾಸನ 2001)

**KARNATAKA ACT NO. 7 OF 2001**

*(First Published in Karnataka Gazette Extra-ordinary on the  
thirty first day of March, 2001)*

**THE KARNATAKA MOTOR VEHICLES TAXATION  
(AMENDMENT) Act, 2001**

*(Received assent of the Governor on the thirty first day of  
March, 2001)*

An Act further to amend the Karnataka Motor Vehicles Taxation Act, 1957.

Whereas it is expedient further to amend the Karnataka Motor Vehicles Taxation Act, 1957 (Karnataka Act 35 of 1957) for the purposes hereinafter appearing:

Be it enacted by the Karnataka State Legislature in the fifty second year of the Republic of India as follows: -

**1. Short title and Commencement:** - (1) This Act may be called the Karnataka Motor Vehicles Taxation (Amendment) Act, 2001.

(2) It shall come into force with effect from the first day of April 2001.

**2. Amendment of Section 3:** - In Section 3 of the Karnataka Motor Vehicles Taxation Act, 1957 (Karnataka Act 35 of 1957) (hereinafter referred to as the Principal Act), in subsection (1), in the fourth proviso, in clause (b) for the words and figures " owned by companies, Central Government employees

or defence personnel and imported cars of the years 1985 and later models" the words "owned by the Central Government employees or defence personnel" shall be substituted.

**3. Amendment of Section 4:** - In Section 4 of the principal Act, in sub-section (1), in the fourth proviso, for the words and figures "owned by companies, Central Government employees or defence personnel and imported cars of the years 1985 and later models" the words "owned by the Central Government employees or defence personnel" shall be substituted.

**4. Amendment of Schedule:** - In the schedule to the Principal Act: -

(A) in part "A", -

(1) in item 3, for the heading and the entries relating to sub item (1) the following shall be substituted, namely:-

" Goods Vehicles including mobile canteen, mobile library van, mobile workshop, mobile clinic, X-Ray van, Cash van

(1) Vehicles in weight laden:-

- |   |         |
|---|---------|
| (a) Exceeding 1000 kgs.<br>but not exceeding 3000 kgs.  | 800-00  |
| (b) Exceeding 3000 kgs.<br>but not exceeding 5500 kgs   | 1200-00 |
| (c) Exceeding 5500 kgs.<br>but not exceeding 12000 kgs. | 1800-00 |

(d) Exceeding 12000 kgs. but not exceeding 15000 kgs.	2200-00
(e) Exceeding 15000 kgs	2200-00" plus Rs. 75-00 for every 250 kgs or part thereof in excess of 15000 Kgs"

(2) in item 4,

(i) sub-item (2) shall be renumbered as clause

(a) thereof and in clause (a) as so renumbered,  
in column (3), for the figures "275=00" the  
figures "300=00" shall be substituted.

(ii) after clause (a) as so renumbered the following  
shall be inserted namely :-

" (b) For every standing passenger,  
which the vehicle is permitted to  
carry Rs. 100=00"

(iii) in sub item (3), in clause (a) in column (3), for the figures  
"450=00" the figures "475=00" shall be substituted.

(3) for item 6, the following shall be substituted namely:-

"6. Motor Vehicles (Luxury buses) plying for  
hire or reward constructed or adapted to carry  
more than 12 passengers (excluding Driver and  
Conductor or attendant) and complying with Rule  
128 of Central Motor Vehicles Rules 1989 or Motor

Vehicles with permits granted under the Motor Vehicles (All India Permit for Tourist – Transport Operators) Rules 1993, plying for hire or reward permitted to carry more than twelve passengers (excluding Driver and Conductor or Attendant) For every passenger.... Rs.1400=00”

(4) for item 7, the following shall be substituted namely:-

“7. Campers van used for hire or reward based on floor area for every square meter Rs. 2000-00”

(5) in item 11, for the entries in column (2) the following shall be substituted namely :-

“ Motor vehicles registered as Cranes, Mobile Cranes, Tower Wagons, Tree trimming vehicles, forklifts, Vehicles fitted with air compressor or Generator for Every 1000 Kgs or part thereof in weight unladen”

(6) in item 13, in column (3), for the figures “750-00” the figures “3000-00” shall be substituted.

(7) in item “14”, sub item (1) shall be omitted:

(8) item “15”, shall be omitted:

(9) in item 16, in sub-item (1) for the heading, the following shall be substituted, namely:-

“ Campers van not used for hire or reward and motor vehicles other than those liable to tax under the fore-going provision of this schedule, in weight unladen:-”

(B) in part A1,-

(i) for item "A." and the entries relating thereto, the following shall be substituted, namely:-

At the	Rs. 1100-00	Rs. 2500-00	Rs. 3500-00
time of	or Seven	or Seven	or Seven
Registr-	Percent of	Percent of	Percent of
ation	the cost of	the cost of	the cost of
of New	the vehicle	the vehicle	the vehicle
Vehicles	whichever	whichever	whichever
	is higher	is higher	is higher

(ii) for the "Note" appearing after the table, the following shall be substituted, namely:-

“NOTE (1) In respect of vehicles for which the life time tax was due prior to the first day of April 2001 but has not been paid, such tax shall be collected at the rates existing prior to the first day of April 2001.

(2) The Rates specified in this part shall not apply to vehicles owned by Central Government Employees or Defence personnel.”

(c) in part A5,- for item A and entries relating there to the following shall be substituted, namely:-

"A.	At the time of Registration of new vehicle	12000.00 or seven percent of the cost of the vehicle whichever is higher	18000.00 or seven percent of the cost of the vehicle whichever is higher	24000.00 or seven percent of the cost of the vehicle whichever is higher	45000.00 or seven percent of the cost of the vehicle whichever is higher	30000.00 or seven percent of the cost of the vehicle whichever is higher	36000.00 or seven percent of the cost of the vehicle whichever is higher"
-----	--	--	--	--	--	--	---





(5) in item (16), in sub-item (1), for the heading the following shall be substituted, namely :-

"Motor cars, campers van not used for hire or reward and motor vehicles other than those liable to tax under the foregoing provisions of this schedule, in weight unladen:-"

(6) in item (17), for the heading the following shall be substituted, namely :-

"Motor vehicles registered as Cranes, Mobile cranes, Tower Wagons, Tree trimming vehicles, Fork lifts, vehicles fitted with air compressor or Generator for every 1000 kgs. or part thereof in weight unladen:-"

(7) in the Explanation to the Schedule for item(8), the following shall be substituted, namely :-

“ (8) Cost of Vehicle in relation to, -

(a) a Vehicle manufactured in India means cost of the vehicle as per the purchase invoice issued either by the manufacturer or dealer of the vehicle and shall include the manufacturing cost, excise duty, sales tax and surcharge or cess as payable in the State of Karnataka; and

(b) a Vehicle imported into India irrespective of its place of manufacture means cost as per the landed value of the vehicle consisting of the assessable value under the Customs Act, 1962 and the customs duty paid thereupon including additional duty paid if any, as endorsed in the bill of entry by the Customs Department."

- 5. Power to remove difficulty.**- If any difficulty arises in giving effect to the provisions of the Principal Act, as amended by this Act, the State Government may, by notification in the Official Gazettee, make such provisions as may appear to it to be necessary or expedient for removing the said difficulty;

Provided that no such order shall be made after the expiry of a period of two years from the date of commencement of this Act.