

No.H.11018/1/2026-LADC/TRSP-LEG
TRANSPORT DEPARTMENT
LAI AUTONOMOUS DISTRICT COUNCIL
LAWNGTLAI, MIZORAM

NOTIFICATION

Dated the Lawngtlai the 29th July 2026

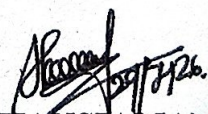
In the interest of public service and ensuring maximum fiscal responsibility, environmental compliance, and structural safety across all council operations, the Executive Committee of the Lai Autonomous District Council (LADC), in its meeting held on **21st July, 2026**, has formally approved the **Lai Autonomous District Council Vehicle Condemnation and Disposal Guideline, 2026** as attached herewith, and hereby published for general information of the public and all concerned departments, and shall come into force with immediate effect.

By order and in the name of the Executive Committee of LADC.

Sd/-K.Lalthanzara
Executive Secretary
Lai Autonomous District Council

Memo No.H.11018/1/2026-LADC/TRSP-LEG : Dated the Lawngtlai the 29th July 2026
Copy to:

1. PS to Chief Executive Member LADC.
2. PS to Chairman, Dy Chief Executive Member LADC.
3. PA to Dy Chairman, PA to Executive Members LADC.
4. PA to Vice Chairman Planning Board, Adviser to CEM, Dy Chief Whip LADC.
5. All Heads of Departments LADC for information.
6. Under Secretary, DC&MA for information and with a request to publish in the gazette.
7. I & PRO LADC for information and to upload on the website.
8. MVI, LADC for information.
9. Guard file.


(THAN SIAMA)
Transport Officer
Transport Department
Lai Autonomous District Council

No.H.11018/1/2026-LDC/TRS-LEG
TRANSPORT DEPARTMENT
LAI AUTONOMOUS DISTRICT COUNCIL
LAWNGTLAI MIZORAM

Dated Lawngtlai the 28th July,2026.

In exercise of the financial and administrative powers vested in the Executive Committee of the Lai Autonomous District Council under the Sixth Schedule to the Constitution of India, the Council hereby frames the following guidelines for the systematic identification, technical evaluation, condemnation, and eco-friendly disposal of LADC-owned vehicles within its jurisdiction.

1. Short Title, Extent, and Commencement-

1. These Guidelines shall be called the **Lai Autonomous District Council (LADC) Vehicle Condemnation and Disposal Guideline,2026.**
2. They shall extend to all operational wings, branches, secretariats, and departments owning or using Council-funded vehicles within the LADC area.
- 3.They shall come into effect from the date of final publication in the official gazette.

2. Standard Criteria for Mature Condemnation-

A LADC-owned vehicle shall only be eligible for structural condemnation if it has met both the minimum chronological age and distance metrics listed below:

Sl.No.	Vehicle Category	Minimum Age Requirement	Minimum Distance Run
1.	Heavy Motor Vehicle (HMT/Trucks)	7 years	1,35,000 kms
2.	Light Motor Vehicles (LMV/Cars/Gypsies/Jeeps/bolero)	5 Years	90,000 kms
3.	Two-Wheelers/Motorbikes/Three-Wheeler	5 Years	50,000 kms

Note: In complete alignment with macro environmental laws, any vehicle that has hit 15 years of age from its initial date of registration will automatically be deemed unfit for public roads and must undergo immediate mandatory scrapping, regardless of distance logged.

3. Guidelines for Premature Condemnation-

Vehicles that have not met the benchmarks in Guideline 2 may be proposed for premature condemnation under the following strict conditions:

a)**Accidental Damage:** A vehicle heavily damaged in a road mishap, where the repair cost exceeds the current written-down book value.

b)**Beyond Economic Repair (BER):** Situations where severe mechanical erosion or systemic structural failures occur, and the cost of restorative repairs is deemed unviable by an expert panel.

c)**Mandatory Documentation for Premature Cases:**

i)Detailed technical evaluation report certified by an authorized Motor Vehicle Inspector (MVI).

ii)Copies of the First Information Report (FIR), Police accident investigation brief, and a clearance note from the Court of Law (if legal litigation is active).

4. Step-by-Step Evaluation and Approval Procedure-

The condemnation framework shall follow a strict linear Standard Operating Procedure (SOP):

a)**Step 1: Initiation:** The custodian department identifies an eligible vehicle, formally moves it "off-road", and creates an administrative log. This proposal must be submitted to the LADC Transport Department within three (3) months of taking the vehicle off the road.

b)**Step 2: Technical Inspection:** The Transport Department may assigns an MVI to execute a full mechanical review. The MVI checks the logbook logs, current registration card (RC), and structural integrity before issuing a structural fitness failure certificate.

c)Step 3: Book Value Calculation: The accounting desk computes the vehicle's remaining fiscal asset value using the Reducing Balance/Written Down Value(WDV) Method at a fixed annual depreciation rate of 20%.

d)Step 4: The Condemnation Board: The proposal is vetted by the LADC Vehicle Condemnation

Board, which comprises:

1. *Executive Member i/c Transport Department (Chairman)*
2. *Transport Officer, LADC Transport Department (Member Secretary)*
3. *Secretary Finance, Finance Department Representative (Member)*
4. *Technical Expert / Motor Vehicle Inspector (Member)*

5. Eco-Friendly Disposal & Scrapping Mandate-

a)Registered Scrapping Facilities (RVSF): In accordance with standard pollution abatement laws, all successfully condemned council vehicles shall not be auctioned to the public. They must be handed over exclusively to a Registered Vehicle Scrapping Facility (RVSF) to receive a valid *Certificate of Deposit / Certificate of Scrapping*.

b)Salvage Processing: The scrap and salvage value received from the RVSF platform will be formally recorded and directly remitted into the Council Treasury.

c)Timeline: The physical transfer and deregistration process via the VAHAN network must be executed within two weeks from the date the final condemnation order is signed.

6. Custody and Avoidance of Asset Pilferage-

a)From the initial off-roading mark until final physical disposal at an RVSF, the custodian department head holds primary responsibility for the vehicle's safe storage.

b)It is the responsibility of the department to ensure no critical components (such as tires, batteries, or engine components) are removed, preventing asset value erosion and pilferage.

7. Disposal via Registered Facility or Public Auction-

a)Primary Scrapping Mandate: In compliance with national environmental directives, all successfully condemned vehicles must be routed directly to a Registered Vehicle Scrapping Facility (RVSF).

b)Alternative Public Auction Provision: If an RVSF is operationally unavailable within the geographic district limits, or if premature vehicular assets still possess usable commercial value, the LADC Transport Department is authorized to execute a public auction on an "**As is, Where is**" basis.

8. The Public Auction Framework-

- **Fixation of Reserve Price:** The Condemnation Board must set a strict minimum reserve price. This price must not fall lower than the vehicle's evaluated structural market value or its depreciated residual accounting book value, **which ever calculation is higher.**
- **Earnest Money Deposit (EMD):** To prevent speculative or fraudulent bidding, all independent public bidders must deposit a formal Earnest Money Deposit (EMD) via Demand Draft or Call Deposit or in cash. The recommended standard rate is **₹3,000 for tribal applicants and ₹5,000 for non-tribal applicants**
- **Public Notification Protocol:** The department must provide a **minimum fourteen (14) days' advanced public** notice through local newspapers, official LADC web portals, and department notice boards detailing the exact auction schedule, time, location, and asset roster.

9. Settlement and Asset Lifting Deadlines-

a)Bid Acceptance and Treasury Deposit: The highest confirmed bidder (Hi) must deposit 100% of the bid valuation into the LADC Treasury within **three (3) working days** from receipt of the official allotment letter.

b)Handling Default Bidders: If the Hi bidder defaults or fails to complete the financial transaction within the stipulated window, their EMD is automatically forfeited to the Council. The Head of the Transport Department is empowered to pass the purchase offer directly to the second-highest bidder (H2) at their quoted price, bypassing a full restart of the administrative approval pipeline.

c)Mandatory Lifting Window & Demurrage Charges: Upon verification of the Treasury Challan receipt, a official vehicle release order will be issued. The purchaser must physically lift and remove the auctioned vehicle from Council premises within **ten (10) working days**.

Failure to do so will incur a mandatory storage fee penalty of **₹50 per day** as warehouse/garage rent charge.

d)Mandatory Lifting Window & Demurrage Charges: Upon verification of the Treasury Challan receipt, a official vehicle release order will be issued. The purchaser must physically lift and remove the auctioned vehicle from Council premises within ten (10) working days. Failure to do so will incur a mandatory storage fee penalty of **₹50 per day** as a warehouse/garage rent charge.

NOTICE OF PUBLIC AUCTION

Notice is hereby given for the general information of the public that the **Transport Department, Lai Autonomous District Council (LADC)** will sell the following condemned government vehicles by **Public Auction on an "As is, Where is"** basis.

The public auction will be held at the **LADC Transport Garage/Secretariat Complex, Lawngtlai, Mizoram**, on **[Date of Auction]** at **[Time, e.g., 11:00 AM]**.

1. Schedule of Condemned Vehicles & Reserve Prices

Sl.No	Vehicle Model/Type	Registration No.	Engine Owing	Chasis Owing	Owning Department	Reserve Price (₹)
01.	Maruti Gypsy (Hard Top)	MZ-02 XXXX	Engine	Chasis Sting	(Trs) Department	(₹).
02.	Mahindra Bolero (Pick Up)	MZ-02 XXXX	Engine	Chasis Sting	GAD	(₹).
03.	Tata Truck (HMV)	MZ-02 XXXX	Engine	Chasis Sting	PWD	(₹).

2. Terms & Conditions for Bidders

- **Inspection of Assets:** The vehicles listed above can be physically inspected by prospective bidders at the LADC Transport Garage on any working day between 10:00 AM and 3:00 PM prior to the date of the auction.
- **Earnest Money Deposit (EMD):**
 - All intended bidders must deposit a mandatory EMD via Demand Draft / Call Deposit drawn in favor of the **Secretary, LADC Transport Department**.or in cash.
 - **Tribal Applicants:** ₹3,000 (Rupees Three Thousand only).
 - **Non-Tribal Applicants:** ₹5,000 (Rupees Five Thousand only).
- *Note: No individual will be permitted to participate in the bidding process without a valid EMD receipt.*
 - **Refund of EMD:** EMD amounts collected from unsuccessful bidders will be refunded in full immediately following the conclusion of the auction process. The EMD of the successful highest bidder (H1) will be retained and adjusted against the final sale price.
 - **Payment Terms:** The successful highest bidder (H1) must deposit the full final bid amount directly into the **LADC Treasury** via official Treasury Challan or in cash **within three (3) working days** from receipt of the allotment order.
 - **Forfeiture Penalty:** If the highest bidder fails to pay the full amount within the three-day window, their bid will be cancelled, and their EMD will be automatically forfeited to the Council. The purchase option may then be offered to the second-highest bidder (H2).
 - **Vehicle Removal and Demurrage:** The buyer must physically remove the vehicle from the Council premises within **ten (10) working days** of making the full payment. Failure to remove the vehicle within this time frame will attract a penalty charge of **₹50 per day** as a storage fee.
 - **Administrative Rights:** The LADC Vehicle Condemnation Board reserves the absolute right to accept, reject, postpone, or cancel any bid or the entire auction process without assigning any reason or notice to the public.

Example

- Vehicle purchase price: ₹10,00,000
- Depreciation rate: 20% per year (WDV method)

Year 1: ₹10,00,000 $\times (1 - 0.20) = ₹8,00,000$ Year 2: ₹8,00,000 $\times (1 - 0.20) = ₹6,40,000$
 Year 3: ₹6,40,000 $\times (1 - 0.20) = ₹5,12,000$

If auctioned in Year 3, the reserve price may be set around ₹5,12,000 (subject to condition, market demand, etc.).

Meaning of WDV Method

- **Depreciation Basis:** Instead of deducting depreciation on the original purchase price every year depreciation is charged on the remaining value of the asset after each year.

Formula:

WDV after n years = Original Cost $\times (1 - \text{Rate of Depreciation})^n$

- **Effect:** The value decreases faster in the early years and slower in later years, reflecting vehicles lose most of their value in the first few years.

Sd/- (Thansiamia)
 Transport Officer
 Lai Autonomous District Council
 Lawngtlai.