



PARLIAMENT OF THE DEMOCRATIC  
SOCIALIST REPUBLIC OF  
SRI LANKA

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CEILING ON INCOME AND COMPULSORY  
SAVINGS (AMENDMENT)  
ACT, No. 12 OF 1980

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[Certified on 13th February, 1980]

*Printed on the Orders of Government*

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*Ceiling on Income and Compulsory Savings  
(Amendment) Act, No. 12 of 1980*

[Certified on 13th February, 1980]

L.D.—O. 54/79.

AN ACT TO AMEND THE CEILING ON INCOME AND COMPULSORY  
SAVINGS LAW, NO. 15 OF 1972.

BE it enacted by the Parliament of the Democratic Socialist  
Republic of Sri Lanka as follows :—

1. This Act may be cited as the Ceiling on Income and  
Compulsory Savings (Amendment) Act, No. 12 of 1980. Short title.

2. Section 8 of the Ceiling on Income and Compulsory  
Savings Law, No. 15 of 1972 (hereinafter in this Act referred  
to as the “principal enactment”) is hereby amended by  
the substitution, for the words and figures “on or after  
April 1, 1972”, of the words and figures “on or after April  
1, 1972, but not after April 1, 1974”. Amendment  
of  
section 8 of  
the Ceiling  
on Income  
and Compul-  
sory Savings  
Law, No. 15  
of  
1972.

3. (1) Section 16 of the principal enactment is hereby  
amended as follows :— Amendment  
of  
section 16 of  
the principal  
enactment.

(a) by the repeal of subsection (9) of that section, and  
the substitution therefor of the following  
subsection :—

“ (9) Where the whole or a part of a quarterly  
instalment of the contribution is in default, the  
defaulter shall, in addition to the amount in default,  
pay as a penalty—

(a) a sum equivalent to five *per centum* of the  
amount in default, and

(b) where the amount in default is not paid before  
the expiry of thirty days after it has begun  
to be in default, in respect of each further  
period of thirty days or part of such period  
during which it is in default, a further sum  
equivalent to one *per centum* of the amount  
in default :

Provided that the total sum payable as a  
penalty under the preceding provisions of  
this subsection shall in no case exceed

twenty five per centum of the amount in default.”; and

(b) by the addition, at the end of that section, of the following new subsection:—

“(10) The Commissioner-General may waive or reduce any penalty payable under this section, if he is satisfied that by reason of any special circumstances in which the default was made a waiver or reduction of such amount would be just and equitable.”.

(2) The amendment made in section 16 of the principal enactment by paragraph (b) of subsection (1) of this section shall be deemed for all purposes to have come into force on April 1, 1972, and accordingly, shall apply to every year of assessment commencing on or after that date.

Replacement  
of section 42  
of the  
principal  
enactment.

4. Section 42 of the principal enactment is hereby repealed and the following new section substituted therefor:—

“Issue of  
certificates  
in respect of  
contributions  
paid.

42. (1) The Monetary Board of the Central Bank shall cause to be issued to every person, in respect of contributions paid by, or recovered from, him—

(i) during the period of twelve months ending on April 30, 1973,

(ii) during the period of twelve months ending on June 30, 1974, and

(iii) during the period of twelve months ending on June 30, of any subsequent year,

a certificate showing the total amount of the contributions paid by, or recovered from, him during each of such periods.

(2) For the purposes of this section any contribution paid by, or recovered from, any person during the period commencing on May 1, 1973, and ending on June 30, 1973, shall be deemed to have been paid by, or recovered from, him during the period of twelve months ending on June 30, 1974.”.

5. Section 44 of the principal enactment is hereby repealed and the following new section substituted therefor :—

Replacement  
of section  
44 of the  
principal  
enactment.

“Interest on  
contributions.

44. Interest shall be paid on the amount specified in a certificate issued under section 42 if such amount lies in deposit for a period of two years commencing on the day immediately succeeding the last day of the period of twelve months in respect of which the certificate was issued. Interest in respect of the first two years commencing on the day immediately succeeding the last day of the period of twelve months in respect of which the certificate was issued, shall be paid at the rate of five per centum and in respect of subsequent years also at the rate of five per centum.”.