



**PARLIAMENT OF THE DEMOCRATIC
SOCIALIST REPUBLIC OF
SRI LANKA**

**NATIONAL TRANSPORT COMMISSION
(AMENDMENT)**

**A
BILL**

to amend the National Transport Commission Act, No. 37 of 1991

*Presented by the Minister of Transport, Highways, Ports and Civil Aviation
on 08th of May, 2025*

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STATEMENT OF LEGAL EFFECT

Clause 2 : This clause amends the long title of the National Transport Commission Act, No. 37 of 1991 (hereinafter referred to as the “principal enactment”) and such amendment is consequential to the amendment made by PART IIA by clause 16 and the legal effect of the section as amended is to broaden the scope of its functions to all transportation services and not to limit to omnibus services.

Clause 3 : This clause amends the preamble of the principal enactment by specifying the scope of the Act, in terms of road transportation services and provides for the standards and criteria to improve road transportation.

Clause 4 : This clause inserts a new section 1A to the principal enactment. The new section provides for the objects of the Act in relation to the services provided, the standards to be maintained and penal consequences to be imposed.

Clause 5 : This clause amends section 8 of the principal enactment and the legal effect of the section as amended is to expand the scope of the functions of the Commission addressing the current requirements of public transportation and to provide for the upgrading of the service provided.

Clause 6 : This clause amends section 9 of the principal enactment and is consequential to the insertion of the new PART IIA by clause 16.

Clause 7 : This clause amends section 17 of the principal enactment and is consequential to the insertion of the new PART IIA by clause 16.

Clause 8 : This clause amends section 19 of the principal enactment and the legal effect of the section as amended is –

- (1) to increase the time period of an appeal to the Commission against the decision of an Authorized Person in relation to matters pertaining to a passenger service permit; and
- (2) to substitute the marginal note to that section.

Clause 9 : This clause amends section 20 of the principal enactment and the legal effect of the section as amended is to increase the time period of an appeal against the decision of the Commission.

Clause 10 : This clause replaces section 24 of the principal enactment and the legal effect of the section as amended is to provide for a better evaluation criteria for issuing passenger service permits.

Clause 11 : This clause inserts a new section 24A to the principal enactment. The new section provides for the issuing of a temporary permit.

Clause 12 : This clause amends section 26 of the principal enactment and the legal effect of the section as amended is to provide for compliance with the minimum standards and to ensure the safety and convenience of the passengers.

Clause 13 : This clause replaces section 28 of the principal enactment and the legal effect of the section as replaced is to provide for the transfer of a passenger service permit when the possession of the omnibus is transferred.

Clause 14 : This clause amends section 30 of the principal enactment and the legal effect of this section as amended is to add further conditions subject to which the permit is renewed under this section.

Clause 15 : This clause amends section 33 of the principal enactment and the legal effect of this section as amended is to increase the time period of an appeal to the Secretary to the Ministry of the Minister against the decision of the Commission refusing the grant of a passenger service permit, renewing the permit, cancelling a passenger service permit or imposing conditions subject to which a permit is granted and to repeal and substitute the marginal note to that section.

Clause 16 : This clause inserts a new part to the principal enactment (PART IIA). This new Part provides for the regulation of transportation services operated interprovincially other than interprovincial omnibus services, and includes new section 34A (Declaration and registration of transportation services), section 34B (Categorization of transportation services and the issue of a certificate), section 34C (Certificate to be displayed on the windscreen) and section 34D (Appeals under PART IIA of the Act).

Clause 17 : This clause amends section 35 of the principal enactment and the legal effect of the section as amended is to facilitate the payment into the Fund of the sums directed by a court, under any other written law or by a Magistrate.

Clause 18 : This clause amends section 37 of the principal enactment and the legal effect of the section as amended is to make the provisions to audit the accounts of the Commission.

Clause 19 : This clause inserts a new section 38A to the principal enactment. The new section provides for the computation of the transportation service fares.

Clause 20 : This clause inserts new sections to the principal enactment. The new section 38B requires the Commission to monitor omnibus services and transportation services, section 38C provides for the establishment of a training centre and section 38D provides for codes of conduct.

Clause 21 : This clause replaces section 39 of the principal enactment and the legal effect of the section as replaced enables directions to be issued to permit holders and the procedure for appeal relating to such directions.

Clause 22 : This clause inserts a new section 39A to the principal enactment. The new section provides for the inclusion of penalties.

Clause 23 : This clause amends section 40 of the principal enactment and the legal effect of the section as amended is to increase the minimum fine, impose a maximum fine and decrease the period of imprisonment.

Clause 24 : This clause amends section 44 of the principal enactment and the legal effect of the section as amended is to increase the matters for which regulations may be made.

Clause 25 : This clause amends section 46H of the principal enactment and the legal effect of the section as amended is to improve facilities provided by omnibus owners using certain routes ,to qualify for obtaining a passenger service permit.

Clause 26 : This clause amends section 49 of the principal enactment by the insertion of the new definitions “prescribed”, “Province”, “Provincial Council”, “transportation fares”, “transportation services”, “transportation vehicle” and “vehicle”, and by amending the definition of “specified area”.

National Transport Commission (Amendment)

L.D. – O. 9/2021

AN ACT TO AMEND THE NATIONAL TRANSPORT COMMISSION
ACT, No. 37 OF 1991

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

1. This Act may be cited as the National Transport Commission (Amendment) Act, No. of 2025.

Short title

5 2. The long title of the National Transport Commission Act, No. 37 of 1991 (hereinafter referred to as the “principal enactment”) is hereby amended by the substitution for the words “PASSENGER TRANSPORTATION BY OMNIBUS”, of the words “ROAD TRANSPORTATION”.

Amendment
of the long
title of Act,
No. 37 of
1991

10 3. The Preamble of the principal enactment is hereby amended as follows: -

Amendment
of the
Preamble of
the principal
enactment

(1) in paragraph (a) thereof by the substitution for the words “omnibus services”, of the words “interprovincial omnibus services”;

15 (2) by the insertion immediately after paragraph (a) thereof of the following new paragraph: -

20 “(aa) to facilitate road transportation services interprovincially using omnibus services, office transport services, school transport services, three-wheeler services and any other interprovincial road transportation service, as may be declared by the Minister;”;

25 (3) in paragraph (b) thereof by the substitution for the words “passenger transport by omnibus”, of the words “road transportation”;

2 *National Transport Commission (Amendment)*

(4) in paragraph (d) thereof by the substitution for the words “between providers of such services”, of the words “in each mode of transportation”; and

5 (5) by the repeal of paragraph (e) thereof and the substitution therefor of the following paragraphs: -

“*(e)* to ensure safe and comfortable road transportation; and

(f) to determine the applicable standards and criteria to improve road transportation.”.

10 **4.** The following new section is hereby inserted immediately after section 1 of the principal enactment and shall have effect as section 1A of that enactment: -

Insertion of
new section
1A in the
principal
enactment

“Objects of
the Act

1A. The objects of the Act shall be –

15 (a) to facilitate omnibus services
and transportation services
interprovincially;

20 (b) to monitor omnibus services
and transportation services and
ensure that standards applicable
to such services are met by the
transportation service providers;
and

25 (c) to stipulate offences that may
be committed by the respective
transportation service providers
and the penal sanctions that may
be imposed by the Commission for
such offences.”.

5. Section 8 of the principal enactment is hereby amended as follows: -

Amendment
of section 8 of
the principal
enactment

- 5 (1) by the substitution for the words “advise to the Government on the national policy relating to passenger transport services by omnibuses;”, of the words “advise the Government on the national policy relating to road transportation;”;
- 10 (2) in paragraph (i) thereof by the substitution for the words “in the specified area;”, of the words “in the specified area and to issue transportation service permits for transportation services other than omnibus services;”;
- (3) by the repeal of paragraph (k) thereof and the substitution therefor of the following paragraph:-
 - 15 “(k) to enter into agreements with any person for the provision of omnibus services and transportation services and to issue passenger service permits and transportation service permits thereof;”;
- 20 (4) by the repeal of paragraph (m) thereof and the substitution therefor of the following paragraph: -
 - “(m) to arrange the transportation of goods interprovincially by omnibus services and transportation services;”;
- 25 (5) by the addition immediately after paragraph (m) thereof of the following new paragraphs: -
 - “(n) to formulate a road transportation guideline at national level;

4 *National Transport Commission (Amendment)*

- 5 (o) to determine a formula to charge transportation fares after considering the written representations of the relevant stakeholders and to periodically assess the national policy relating to road transportation and revise such formula when necessary;
- (p) to promote and regulate the use of modern technological systems to upgrade the transportation system;
- 10 (q) to facilitate the provision of infrastructure facilities relating to transportation services;
- (r) to maintain a national database for transportation services and to monitor the services provided by the transportation service providers;
- 15 (s) to establish a training centre to train transportation service providers;
- (t) to issue directions to any person to whom a permit has been issued or renewed under this Act;
- 20 (u) to appoint sub-committees to assist in the activities of the Commission as specified in the Act;
- (v) to review the national policy relating to road transportation annually and to advise the Government on legal, administrative or other matters relating to such policy;
- 25

- 5 (w) to consult the relevant Ministries, Provincial Councils, local authorities, District and Divisional Secretaries, public and private sector organizations and recommend such measures as may be necessary for the purpose of preventing road accidents, and for upgrading the transportation services for protecting and safeguarding the interests of passengers;
- 10 (x) to receive complaints from the public relating to any contravention of the provisions of this Act or any regulation made thereunder; and
- 15 (y) to give wide publicity to matters regulated under section 44, as may be necessary for the convenience of any applicant, passenger, holder of a permit or certificate, or for the efficient administration of the Act.”.

6. Section 9 of the principal enactment is hereby amended by the repeal of paragraph (h) thereof and the substitution
20 therefor of the following paragraph: -

Amendment of section 9 of the principal enactment

- 25 “(h) to provide engineering, technical, legal, medical and financial assistance and advice to holders of passenger service permits and transportation service permits, to enable the proper discharge, of their functions relating to the omnibus services and transportation services; and”.

7. Section 17 of the principal enactment is hereby amended by the substitution for the words “to furnish to
30 the Commission,”, of the words “or a transportation service permit, as the case may be, to furnish to the Commission”.

Amendment of section 17 of the principal enactment

8. Section 19 of the principal enactment is hereby amended as follows:-

Amendment
of section
19 of the
principal
enactment

5 (1) in subsection (1) thereof by the substitution for the words “within fourteen days” of the words “within thirty days”; and

(2) by the repeal of the marginal note to that section and the substitution of the following marginal note therefor:-

10 “Appeals against
any decision of
an Authorized Person”.

9. Section 20 of the principal enactment is hereby amended in subsection (2) thereof by the substitution for the words “fourteen days”, of the words “thirty days”.

Amendment
of section
20 of the
principal
enactment

15 10. Section 24 of the principal enactment is hereby repealed and the following section is substituted therefor: -

Replacement
of section
24 of the
principal
enactment

20 “Criteria
for issuing
passenger
service
permits 24. Upon receipt of an application for a passenger service permit, the Commission shall consider the following criteria prior to granting or refusing passenger service permits:-

(a) the demand for omnibus services by the public on the route or routes applied for in the application;

25 (b) the capability of the applicant to provide an efficient service, subject to such terms and conditions as may be appropriate;

30 (c) suitability of the omnibus to undertake the journeys on any assignable route or routes;

5 (d) sustained financial competence of the applicant, based on a bank statement covering a period of six months immediately preceding the submission of the application to maintain the omnibus in the manner provided in the Act and the regulations and other written law; and

10 (e) suitability of the facilities afforded to the driver, conductor and passengers including space allocated for goods or baggage.”.

15 **11.** The following new section is hereby inserted immediately after section 24 of the principal enactment and shall have effect as section 24A of that enactment: -

Insertion of new section 24A in the principal enactment

“Issuing of a temporary permit”
20 **24A.** The Commission may, subject to section 18, issue a temporary permit to authorize the operation of an omnibus on such other route or routes and for such period of time as may be determined in accordance with section 24 in order to meet the actual passenger demand and requirement, during a festival season or holiday and having regard to other
25 social necessities.”.

12. Section 26 of the principal enactment is hereby amended in paragraph (c) thereof by the substitution for the words “shall be maintained at all times in a fit and serviceable condition;”, of the words “shall be maintained
30 in compliance with the minimum standards as may be prescribed in accordance with the recommendations of the Commission for securing the safety and convenience of the public.”.

Amendment of section 26 of the principal enactment

13. Section 28 of the principal enactment is hereby repealed and the following section is substituted therefor: -

Replacement
of section
28 of the
principal
enactment

“Transfer of
the permit

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28. (1) The holder of a valid passenger service permit may transfer such permit, with the prior approval of the Commission, for the balance period of time specified in such permit. The person to whom the transfer is to be effected shall make an application to the Commission, within one week of receiving possession of the omnibus, whether or not the permit has expired, in the form and manner as may be prescribed and on payment of the prescribed fees.

(2) The Commission shall consider granting or refusing to grant a passenger service permit, subject to section 18 and the procedure and the terms and conditions provided under section 24, or any specific criteria prescribed thereon, prior to the grant of or refusal to grant such permit.

(3) Any person who fails to comply with the provisions of this section or any regulation made thereunder shall be guilty of an offence under section 40.”.

14. Section 30 of the principal enactment is hereby amended as follows:-

Amendment of
section 30 of
the principal
enactment

(1) in subsection (1) thereof by the substitution for the words “for such period not less than one year and not more than three years calculated from the date of expiry of the permit.”, of the words “for such period not less than one year and not more than

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5 three years calculated from the date of expiry of the permit, subject to the provisions under section 24, subsection (1) of section 25 and subsection (1) of section 31 and having regard to the performance of such permit holder.”;

- (2) by the insertion immediately after subsection (1) of that section, of the following new subsection: -

10 “(1A) An application for renewal of a passenger service permit shall be made six months prior to the date of expiry of the permit.”;

- (3) in subsection (2) thereof -

15 (a) by the substitution for the words “has not paid the prescribed fee for the renewal of the permit.” in paragraph (c), of the words “has not paid the prescribed fee for the renewal of the permit.”;

20 (b) by the insertion immediately after paragraph (c) of that subsection of the following new paragraph: -

“(d) has not performed satisfactorily, in accordance with the performance criteria determined by the Commission and prescribed by regulation.”.

25 **15.** Section 33 of the principal enactment is hereby amended as follows:-

Amendment of section 33 of the principal enactment

- (1) in subsection (1) thereof by the substitution for the words “fourteen days”, of the words “thirty days”; and

10 *National Transport Commission (Amendment)*

- (2) by the repeal of the marginal note to that section and the substitution of the following marginal note therefor:-

5 “Appeals against
any decision of
the Commission”.

10 **16.** The following new Part (sections 34A to 34D) is hereby inserted immediately after section 34 of the principal enactment and shall have effect as PART IIA of that enactment: -

Insertion of new
PART IIA in
the principal
enactment

“PART IIA

REGULATION OF TRANSPORTATION SERVICES
OPERATED INTERPROVINCIALY OTHER THAN
INTERPROVINCIAL OMNIBUS SERVICES

15 Declaration and registration of transportation services **34A.** (1) Notwithstanding the operation of PART II pertaining to omnibus services, the Minister may, on the recommendation of the Commission, by Order published in the *Gazette* declare office transport services, school transport services and three-wheeler services to be the designated transportation services that could be operated interprovincially. The Minister may vary, amend or repeal any Order from time to time to declare any other means of transportation as may be necessary to be a mode of service for the purposes of this Part to be operated interprovincially.

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(2) (a) Every Order made under subsection (1) shall come into operation on the date of such publication or on such later date as may be specified in the Order.

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5 (b) Every order made under subsection (1) shall, within three months of its publication in the *Gazette* be brought before Parliament for approval and any Order which is not so approved shall be deemed to be rescinded as from the date of such disapproval but without prejudice to anything previously done thereunder.

10 (c) The date on which any Order is deemed to be so rescinded shall be published in the *Gazette*.

15 (3) (a) Every transportation service provider shall be registered with the Commission and a permit (hereinafter referred to as the “transportation service permit”) be issued to such service provider by the Commission.

(b) The procedure for registration and issuing of transportation service permits shall be as prescribed.

20 (c) A Register shall be maintained by the Commission for each transportation service and the Commission shall simultaneously update the database by entering the relevant registration details in the official website of
25 the Commission. The details of the registered transportation service providers shall be declared by notification published by the Commission in the *Gazette* from time to time.

30 (4) Transportation service provider shall not provide transportation services unless registered with the Commission in terms of this section.

5 (5) The transportation service permit shall be issued or shall not be issued, as the case may be, subject to the terms and conditions of the respective transportation service and the standards of such service to be maintained by the said permit holder, as may be prescribed from time to time.

10 (6) Transportation service provider who—

 (a) alters the transportation service permit;
 (b) produces false documents; or
 (c) provides any transportation service through a vehicle that has not been registered under subsection (3),

15 shall be guilty of an offence under this Act. The Commission shall publish the names and details of such persons upon conviction in the website, until the penalty for the offence has been settled in full and the transportation
20 service provider has been registered in the manner provided in this section.

25 Categorization of transportation services and the issue of a certificate **34B.** (1) The Minister may, on the advice of the Commission, categorize the transportation services into classes and from time to time prescribe the standards to be maintained by any such service.

30 (2) Where the Minister has categorized the transportation service into classes the Commission shall issue a certificate to the holder of a transportation service permit according to such categorization.

Certificate to
be displayed
on the
windscreen

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34c. (1) The holder of a transportation service permit shall cause the certificate to be displayed on the windscreen of the vehicle to which it relates, in such manner that it is clearly visible to any person boarding such transportation vehicle.

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(2) Any person who fails to comply with the provisions of subsection (1) or who displays, a representation so nearly representing the certificate in such a manner as to mislead or confuse a third party, shall be guilty of an offence under this Act.

Appeals under
PART IIA of
the Act

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34d. (1) Any person who is aggrieved by a decision of the Commission under this part of may appeal against such decision to the Secretary to the Ministry of the Minister within thirty days from the date on which such decision is communicated to such aggrieved person.

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(2) The provisions of section 33 of this Act shall, mutatis mutandis, apply to any appeal under subsection (1).”.

17. Section 35 of the principal enactment is hereby amended in subsection (2) thereof as follows:-

Amendment of
section 35 of
the principal
enactment

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(1) in paragraph (b) thereof by the substitution for the word “Act.”, of the word “Act.”; and

(2) by the addition immediately after paragraph (b) thereof of the following new paragraph: -

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“(c) all sums directed to be paid thereto by a court or under any other written law or by a Magistrate in his discretion.”.

18. Section 37 of the principal enactment is hereby amended by the substitution for the words and figures “The provisions of Article 154 of the Constitution”, of the words and figures “The provisions of Article 154 of the Constitution and the National Audit Act, No. 19 of 2018”.

Amendment of
section 37 of
the principal
enactment

19. The following new section is hereby inserted immediately after section 38 of the principal enactment and shall have effect as section 38A of the principal enactment:-

Insertion of
new section
38A in the
principal
enactment

“Computation
of the fare **38A.** (1) The transportation service fares pertaining to the transportation services including omnibus services shall be computed by the Commission in accordance with the formula determined by the Commission from time to time adhering to the national policy relating to transportation fares approved by Parliament, and specified by Order published in the *Gazette*.

(2) The Commission shall publish the lists of the transportation service fares pertaining to the respective transportation services in the official website of the Commission and each transportation service provider shall prepare a list of the transportation service fares applicable to his service in accordance with such lists published in such website and shall cause such list to be displayed at any conspicuous place of the transportation vehicle.

(3) The Commission may inspect from time to time, in accordance with the provisions of subsection (2) of section 39, as to whether the transportation service providers have complied with the provisions of this section, and any

person who fails to comply with the provisions of this section shall be guilty of an offence under section 40.”.

20. The following new sections are hereby inserted
 5 immediately after the heading “GENERAL” of the principal enactment and shall have effect as sections 38B, 38C and 38D of that enactment: -

Insertion of new sections 38B, 38C and 38D in the principal enactment

“Commission to monitor omnibus services and transportation services”
38B. (1) The Commission shall monitor the omnibus services and transportation services -

- 10 (a) to ensure a safe, efficient and effective road transportation service with the assistance of the relevant Government agencies and may call for reports from the said Government agencies of the said monitoring activities and of any remedial measures taken by the said service providers; and
- 15
- 20 (b) to assess the effect of sound pollution and other emissions from the vehicles used, with the assistance of the Central Environmental Authority and to compel adherence to the standards specified under the National Environmental Act, No. 47 of 1980.
- 25

(2) Every permit holder who fails to maintain the vehicle for which a permit has been issued, in accordance with the standards specified under the National Environmental

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Act, No. 47 of 1980 shall be guilty of an offence under this Act and shall on conviction after summary trial before a Magistrate be liable to a fine not exceeding five hundred thousand rupees.

(3) The monitoring procedure by the Commission under this section shall be as prescribed.

10 Establishment of a training centre

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38c. (1) There shall be established a training centre for the upliftment of transportation services under the Commission. The purpose of the Centre shall be to enhance the overall capacity of the transportation service providers by affording training opportunities in mechanical skills, road safety emergency measures and road etiquette.

20 (2) The management of the Centre including the maintenance of records, reporting, financial accountability and monitoring, shall be undertaken by the Commission, in the manner as prescribed.

25 Powers of the Minister to prescribe codes of conduct

38b. (1) The Minister shall prescribe codes of conduct which shall be applicable in respect of interprovincial omnibus services and all or any of the transportation services provided in subsection (1) of section 34A.

(2) The regulations under subsection (1) shall be made only on the advice of the Commission and after having obtained the approval of Parliament.

5 (3) (a) Where any transportation service provider contravenes or fails to comply with any matter set out in any code of conduct prescribed in terms of subsection (1) or there is a reasonable likelihood of such contravention or non-compliance the Commission may conduct an inquiry in accordance with the procedure as may be prescribed.

10 (b) The Commission may, after giving the respective transportation service provider an opportunity to be heard at the inquiry under paragraph (a), issue a directive to such transportation service provider within such time as may be prescribed –

15 (i) to cease and refrain from doing an act or omitting to do an act related to the respective code of conduct;

20 (ii) to perform such acts as in the opinion of the Commission are necessary to rectify the situation; or

25 (iii) to make a payment of such sum of money as compensation as determined by the Commission to an aggrieved person who has suffered harm, loss or damage as a result of any contravention by a transportation service provider under paragraph (a).

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(c) Every directive issued under paragraph (b) shall be in writing and be communicated

to the transportation service provider to whom it is directed by registered post, electronic communication or other similar means determined by the Commission, and such directive shall be binding on such transportation service provider, who shall comply with such directive from the date of such communication.”.

21. Section 39 of the principal enactment is hereby repealed and the following section is substituted therefor: -

Replacement
of section
39 of the
principal
enactment

“Power of Commission to issue directions to permit holders

39. (1) The Commission may issue to any person to whom a permit has been issued or renewed under this Act, such general or special directions as it may consider necessary for the purpose of making such person comply with the provisions of this Act or any regulations made thereunder or with any condition attached to such permit and it shall be the duty of such person to whom such directions are issued to comply with such directions within the time specified in such directions.

(2) For the purposes of subsection (1), an officer authorized by the Commission in writing may at any time –

(a) get on board a transportation vehicle to ascertain whether the terms and conditions specified in the permit, directions issued under subsection (1) and the matters provided in this Act and regulations made thereunder have been complied with; or

(b) require the production by the driver of such vehicle, of the certificate issued under section 34 or section 34B, as the case may be, or of any other document granted in respect of that vehicle and may, where necessary take into custody such certificate, other document or copy thereof.

(3) Any person who is aggrieved by any direction, order or decision of any officer authorized by the Commission in terms of subsection (2) may prefer an appeal to the Secretary to the Ministry of the Minister within thirty days from the date on which such direction, order or decision is communicated to such aggrieved person.

(4) The provisions of section 33 of this Act shall, *mutatis mutandis*, apply to any appeal under subsection (3).”.

22. The following new section is hereby inserted immediately after section 39 of the principal enactment and shall have effect as section 39A of the principal enactment:-

Insertion of new section 39A in the principal enactment

39A. (1) Where any transportation service provider fails to comply with the provisions of subsection (3) of section 38D, the Commission shall, after taking into consideration the impact on passengers and the nature and extent of the relevant non-compliance, issue a notice to inform the transportation service provider the penalty to be imposed specifying the reasons for such imposition. The Commission shall

“Imposition of penalties

afford an opportunity for such service provider to make representations in person or in writing within a duration of twenty-one days from the date of receipt of the notice.

5 (2) Upon the expiry of the time duration specified in subsection (1), the Commission shall make a decision and communicate it to the transportation service provider by issuing a certificate under his hand. Such certificate may
10 specify a penalty, which shall not exceed a sum of rupees one hundred thousand for each non-compliance, or exempt such service provider from the penalty, as the case may be.

15 (3) Where a transportation service provider has been subjected to a penalty on a previous occasion, subsequently fails to conform to a directive issued under the provisions of subsection (3) of section 38D, such person shall in addition to the penalty which may be
20 imposed under subsection (2) be liable to the payment of an additional penalty consisting of twice the amount imposed as a penalty under that section for the second and subsequent occasions of non-compliance.

25 (4) The Commission shall be responsible for the collection of a penalty imposed under this section and the money so collected shall be credited to the Fund of the Commission after deducting such sum of money collected
30 as compensation, if any, payable to the aggrieved person affected by reason of the non-compliance of the provisions of subparagraph (iii) of paragraph (b) of subsection (3) of section 38D.

5 (5) (a) If a transportation service provider becomes liable to a penalty specified under this section, fails to pay such penalty, the Commission may make an *ex parte* application to the Magistrate Court of Colombo for an order requiring the payment of the penalty to be recovered in a like manner as a fine imposed by such court notwithstanding such sum may exceed the amount of fine which that court may, in the exercise of its ordinary jurisdiction impose.

15 (b) If a transportation service provider becomes liable to a penalty for three or more occasions within a period of six calendar months, on an application made by the Commission, the Magistrate may order the suspension of the permit for a period not exceeding three months.

20 (6) The imposition of a penalty under this section shall not preclude a relevant regulatory or statutory body from taking any other regulatory measures including, but not limited to, the suspension of such transportation service provider from carrying on the respective transportation service or the cancellation of the licence granted for carrying on such service.

30 (7) (a) Any transportation service provider who is aggrieved by the imposition of an administrative penalty under this section, may prefer an appeal to the Secretary to the Ministry of the Minister within thirty days from the date on which such administrative penalty was communicated to such aggrieved person.

(b) The provisions of section 33 of this Act shall, mutatis mutandis, apply to any appeal under paragraph (a).”.

5 **23.** Section 40 of the principal enactment is hereby amended by the repeal of all the words from “to a fine not exceeding two hundred thousand rupees” to the end of that section and the substitution therefor of the following words: -

Amendment of
section 40 of
the principal
enactment

10 “to a fine not less than two hundred and fifty thousand rupees and not exceeding five hundred thousand rupees or to imprisonment for a period not exceeding five years.”.

24. Section 44 of the principal enactment is hereby amended in subsection (1) thereof as follows: -

Amendment of
section 44 of
the principal
enactment

- 15 (1) in paragraph (f) thereof by the substitution for the word “authorized.”, of the word “authorized;”; and
- (2) by the addition immediately after paragraph (f) thereof of the following new paragraphs: -

- “(g) registration of the transportation services;
- 20 (h) the procedure, terms and conditions relating to the issue, validation, transfer, renewal, extension of any certificate, permit or other document issued under this Act or any change made to any certificate, permit or
- 25 other document;
- (i) the selection criteria and selection process of applicants to be granted a route permit;

- (j) the fees and charges to be levied under this Act;
- 5 (k) categorization of classes of the transportation services, service standard, to be maintained by the transportation service providers and the manner and conditions of determining the different fares of the respective transportation vehicles;
- 10 (l) the guidelines for the effective implementation of any database to be maintained by the Commission to facilitate a secure, efficient and up to date transport service;
- 15 (m) the procurement of new services, including standards and conditions relating to the use of electronic means to charge fares and the Global Positioning System;
- (n) management of the Training Centre;
- 20 (o) the standards of service to be maintained by a holder of a permit and monitoring of such standards by the Commission;
- 25 (p) codes of conduct applicable in respect of transportation services and the procedure of the inquiry conducted by the Commission in the event of any contravention of any such code of conduct;
- (q) conditions relating to the inspection of permits and certificates issued; and
- 30 (r) mode and manner of reservation of seats in respect of omnibus services and transportation services.”.

25 **25.** Section 46H of the principal enactment is hereby amended in subsection (1) thereof by the substitution for the words “only in respect of an omnibus the capacity of which is not less than forty seats”, of the words “only in respect of an omnibus the capacity of which is not less than forty seats and in respect of an air-conditioned bus the capacity of which is not less than twenty seats”. Amendment of section 46H of the principal enactment

26 **26.** Section 49 of the principal enactment is hereby amended as follows:- Amendment of section 49 of the principal enactment

10 (1) by the insertion immediately after the definition of the expression “Peoplised Company”, of the following new definitions: -

 ““prescribed” means, prescribed by regulations;

15 “Province” means, a Province specified in the Eighth Schedule to the Constitution of the Democratic Socialist Republic of Sri Lanka;

20 “Provincial Council” means, a Provincial Council established by Article 154A of the Constitution of the Democratic Socialist Republic of Sri Lanka ;”;

(2) by the substitution in the definition of the expression “specified area” for the words “for the carriage of passengers.”, of the words “for the carriage of passengers;”; and

25 (3) by the addition immediately after the definition of the expression “specified area”, of the following new definitions: -

““transportation fares” includes, a fee or hire charged to provide transportation services;

5 “transportation services” means, providing travelling facilities by charging a fare for passengers commuting interprovincially using office transport services, school transport services, three-wheeler services including a call-up service or a freelance service involving any other motorized
10 or non-motorized form of transportation service, and for the carriage of goods interprovincially;

15 “transportation vehicle” means, any vehicle constructed for carriage of passengers and goods utilizing interprovincial road transportation services and includes an omnibus;

20 “vehicle” shall have the same meaning as assigned to it under the Motor traffic Act (Chapter 203).”.

27. In the event of any inconsistency between the Sinhala and Tamil texts of this Act, the Sinhala text shall prevail.

Sinhala text
to prevail
in case of
inconsistency

