

CHAPIER-VII CONTRACTS

**Power to
Commissioner to
execute contracts on
behalf of
Corporation.**

73. Power to Commissioner to execute contracts on behalf of Corporation.

With respect to the making of contracts under or for any purpose of this Act, including contracts relating to the acquisition and disposal of immovable property or any interest therein the following provisions shall have effect, namely :-

- (a) every such contract shall be made on behalf of the Corporation by the Commissioner;
- (b) no such contract for any purpose which, in accordance with any provision of this Act, the Commissioner may not carry out without the approval or sanction of some other municipal authority, shall be made by him until or unless such approval or sanction has first been duly given;
- (c) no contract which will involve an expenditure exceeding five thousand rupees or such higher amount as the Corporation may, with the approval of the ¹ [State] Government, from time to time prescribe, shall be made by the Commissioner unless the same is previously approved by the Standing Committee;
- (d) every contract made by the Commissioner involving an expenditure exceeding one thousand rupees and not exceeding five thousand rupees or such higher amount as may for the time being be prescribed under clause (c) shall be reported by him, within fifteen days after the same has been made, to the Standing Committee;
- (e) the foregoing provisions of this section shall, as far as may be, apply to every contract which the Commissioner shall have occasion to make in the execution of this Act: and the same provisions of this section which apply to an original contract shall be deemed to apply also to any variation or discharge of such contract.

**Mode of executing
contracts**

74. Mode of executing contracts.

- (1) The mode of executing contracts under this Act shall be as prescribed by rules.
- (2) No contract which is not made in accordance with the provisions of this Act and the rules shall be binding on the Corporation.

**Contracts relating
to Transport
Undertaking**

75. Contracts relating to Transport Undertaking.

For the purpose of contracts relating exclusively to the Transport Undertaking the provisions of section 73 and those of Chapter V of the Schedule shall apply as if for the word "Commissioner" wherever it occurs the words "Transport Manager" and for the words "Standing Committee" wherever they occur the words "Transport Committee" had been substituted.

¹ This word was substituted for the word "Provincial" by the Adaptation of Laws Order, 1950.