

**The Karnataka Khadi and Village Industries  
Act 1956**



**(KARNATAKA ACT NO. 7 OF 1957)**

**(WITH AMENDMENTS UPTO APRIL 1985)**

## Government of Mysore Legislative Department

MYSORE ACT NO. 7 OF 1957.

(First published in the Mysore Gazette on the Twenty-eighth day of February 1957).

THE MYSORE KHADI AND VILLAGE INDUSTRIES ACT. 1956.

(Received the assent of the president on the Twenty-first day of February 1957)

An Act to provide for the organising, developing and regulating of khadi and village Industries in the State of Mysore and to constitute a Board to carry out the said object.

WHEREAS it is necessary to organise, develop and regulate khadi and village Industries in the State of Mysore and to constitute a Board to carry out the said objects.

BE it enacted by the Mysore State Legislature in the Seventh Year of the Republic of India as follows :-

### CHAPTER-1

1. Short title, extent commencement and repeal :- 1) This Act may be called the *mysore* khadi and Village Industries Act, 1956.
2. It extends to the whole of the State of Mysore.
3. It shall come into force in such areas from such dates as the state Government may be notification in the Mysore Gazette specify.
4. On the coming into force of this Act in Bombay Area, the Bombay Village Industries Act, 1954 (Bombay Act No. XLI of 1954), shall stand repealed and on the coming into force of this Act in the

Hyderabad Area, the Hyderabad Khadi and Village Industries Act, 1955 (Hyderabad Act No. X of 1955) shall stand repealed.

2. **DEFINITIONS** : In this Act, unless there is anything repugnant in the subject or context :

- (i) "Board" means the Mysore State Khadi and village Industries Board constituted under Section 4;
- (ii) "Khadi" means any cloth woven on handlooms in India from cotton, silk or Woolen yarn handspun in India or from a mixture of any two or all of such yarns ;
- (iii) "Prescribed" means prescribed by rules made under this Act.
- (iv) "Regulations" means regulations made under this Act :
- (v) "Village industry" means the Khadi industry and any industry specified in the schedule to this Act.

## CHAPTER - II

### ESTABLISHMENT AND CONSTITUTION OF THE BOARD

3. **INCORPORATION OF THE BOARD** - (1) With effect from such date as the State Government may, by notification in the Mysore Gazette, appoint in this behalf, there shall be established for the purposes of this Act, a Board by the name of the Mysore State Khadi and Village Industries Board.

(2) The Board shall be a body corporate having perpetual succession and a common seal and may sue and be sued in its corporate name and shall be competent to acquire and hold property both movable and immovable and to contract and do all things necessary for the purposes of this Act.

4) **CONSTITUTION OF THE BOARD** - 1) The Board shall consist of such number of members not exceeding fifteen as the State Government may appoint. One of the members shall be appointed by the State Government as the Chairman.

(2) The Chairman, or any other member of the Board may at any time resign his office by submitting his resignation to the State Government;

Provided that the resignation shall not take effect until it is accepted.

(3) The Chairman, and other members shall receive such allowances as may be prescribed and the allowances shall be paid from the funds of the Board.

(4) The term of office of the Chairman and other members of the Boards shall be three years from the date of publication of their names in the Mysore Gazette and shall include any further period which may elapse between the expiration of the said period of three years and the date of publication in the Mysore Gazette of the names of the members of the next succeeding Board.

(5) The Chairman and other members shall be eligible for re-appointment.

5. **DISQUALIFICATION FOR APPOINTMENT ON THE BOARD** :- A person shall be disqualified for being appointed, or for continuing as a member of the Board, if he

- (a) does not wear khadi : or
- (b) holds any office of profit under the Board : or
- (c) is of unsound mind and stands so declared by a competent court : or
- (d) is an undischarged insolvent or has applied for being adjudged an insolvent : or
- (e) has been convicted of an offence, which involves, in the opinion of the State government, moral turpitude : or
- (f) has directly or indirectly by himself, by his wife, or son or by any partner, any share or interest in any subsisting contract or employment with, by, or on behalf of the Board : or
- (g) is a secretary of manager or other salaried officer of any incorporated company or any co-operative society which has any share or interest in any contract or employment with, by, or on behalf, of, the Board.

Provided that a person shall not be disqualified under clauses (f) and (g), or be deemed to have any share or interest in any contract or employment with, by or on behalf of, the Board, by reason only of -

- (i) his, or the incorporated company of a co-operative society of which he is a secretary, manager or other salaried officer, having a share or interest in any newspaper, in which any advertisement relating to any affairs of the Board, is inserted, or
- (ii) his being a share holder of such a company or society, if he has disclosed to the State Government the nature and extent of the share held by him from time to time.

6. REMOVAL OR SUSPENSION OF A MEMBER OF THE BOARD - (1) The State Government, may, after such inquiry as may be necessary, remove from office the Chairman, or any other member, if he -

- (a) refuses to act : or
- (b) has become incapable of acting :
- (c) has abused his position in the Board so as to render his continuance on the Board detrimental to its interest : or
- (d) fails, without such reason as may in the opinion of the State Government be sufficient to attend three consecutive meetings of the Board : or
- (e) ceases to reside in the State of Mysore : or
- (f) has since his appointment incurred any of the disqualifications specified in section 5 : or
- (g) is otherwise unsuitable to continue on the Board.

(2) No order of removal under sub-section (1) shall be made unless the member concerned has been given an opportunity to submit his explanation to the State Government :

Provided that a member may be suspended by the State Government pending an enquiry against him.

(3) A member who has been removed under clause (c) or (f) of sub-section (1) shall not be eligible for appointment to the Board as member or in any other capacity.

7. Vacancy of Members - If a member tenders his resignation in writing to the State Government, and if it is accepted by the State Government, he shall cease to be a member from the date of such acceptance.

8. Proceedings presumed to be good and valid : No act or proceeding of the Board shall be invalidated merely by reason of any vacancy in its membership on account of resignation, death or removal.

9. Appointment of members of staff of Board and conditions of their service - (1) The State Government shall in consultation with the Board, appoint the Secretary to the Board.

(2) The State Government shall from among its officers appoint the Accounts Officer to the Board.

(3) The remuneration, allowances and conditions of service of the Secretary and Accounts Officer shall be such as the State Government may specify, and their remuneration and allowances shall be paid from the funds of the Board.

(4) Subject to such rules as may be prescribed, the Board may appoint such members of the staff as it may consider necessary.

(5) The remuneration, allowances and other conditions of service of the member of the staff of the Boards shall be such as may be prescribed.

10. APPOINTMENT OF COMMITTEES :- Subject to any rules made under section 31, the Board may from time to time appoint one or more Committees for the purposes of securing efficient discharge of its functions and in particular for the purpose of securing that the said functions are exercised with due regard to the circumstances and requirements of any particular village industry. Such Committees may be appointed for any particular area.

11. MEETING OF THE BOARD :- The Board shall meet and shall from time to time make arrangements with respect to the date, time, notice, management and adjournment of its meetings as it thinks fit. Such meeting shall be held at least once in every two months.

12. POWER TO MAKE CONTRACTS : (1) The Board may enter into and perform all such contracts as it may consider necessary or expedient for carrying out any of the purposes of this Act and every contract shall be made on behalf of the Board by the Chairman :

Provided that :-

(a) no contract involving an expenditure of rupees one lakh and more shall be made without the previous sanction of the State Government.

(b) (i) no contract involving an expenditure of rupees ten thousand and more shall, subject to clause (a), be made without the previous sanction of the Board.

(ii) no estimate or tender involving an expenditure of rupees ten thousand and more shall, subject to clause (a) be sanctioned or accepted without the previous sanction of the Board.

(2) Every contract made by the Chairman on behalf of the Board shall, subject to the provisions of this section, be entered into in such manner and form as may be prescribed.

(3) A contract not executed in the manner provided in this section and the rules made thereunder shall not be binding on the Board.

### CHAPTER - III

#### FUNCTIONS AND THE POWERS OF THE BOARD

13. FUNCTIONS OF THE BOARDS :- (1) It shall be the duty of the Board to organise, develop and regulate village.

Industries and perform such functions as the State Government may prescribe from time to time.

(2) Without prejudice to the generality of the provisions of sub-section (1) the Board shall, subject to such regulations as may be made by it, discharge and perform all or any of the following duties and functions, namely :

- (a) to start, encourage, assist and carry on village Industries and to carry on trade or business in such industries and in matters incidental to such trade or business ;
- (b) to render such assistance as may be necessary to any person engaged in any village industry ;
- (c) to organise and aid co-operative societies for village industries
- (d) to conduct training centres :
- (e) (i) to arrange for the manufacture of tools, implements and other equipments required for carrying on village industries;
- (ii) to arrange for the supply of raw materials, tools, implements and other equipments required for village industries ; and
- (iii) to arrange for the sale of the products of the said industries;
- (f) to arrange for publicity and for popularising of finished products of the said industries by opening stores, shops, emporia or exhibitions;
- (g) to undertake and encourage research work in connection with village industries and to carry on such activities as are incidental and conducive to the objects of this Act ;
- (h) to maintain or assist in maintenance of institutions for the development of village industries ;
- (i) to discharge such other duties and to perform such other functions as the State Government may direct for the purpose of carrying out the objects of this Act.

14. GENERAL POWERS OF THE BOARD : The Board shall, for the purpose of carrying out its functions under this Act, have the following powers :-

- (i) to acquire and hold such movable and immovable property as it deems necessary and to lease, sell or otherwise transfer any such property :  
provided that in the case of immovable property the aforesaid powers shall be exercised with the previous sanction of the State Government ;
- (ii) to incur expenditure and undertake works in any area in the State for the framing and execution of such scheme as it may consider necessary for the purpose of carrying out the provisions of this Act or as may be entrusted to it by the State Government and the All India Khadi and village Industries Board, subject to the provisions of this Act and rules made thereunder ;
- (iii) to sanction loans, grants and subventions, subject to such rules as may be prescribed.

#### CHAPTER - IV

##### PREPARATION AND SUBMISSION OF PROGRAMMES

15. PREPARATION AND SUBMISSION OF ANNUAL PROGRAMMES :-

(1) In each year, the Board shall prepare and forward to the State Government a programme of work in such form and before such date as the State Government may determine.

(2) THE PROGRAMME SHALL CONTAIN :-

- (a) such particulars of the scheme which the Board proposed to execute whether in part or in whole during the next year :
- (b) particulars of any work or undertaking which the Board proposes to organise during the next year for the purposes of carrying out its functions under this Act ; and
- (c) such other particulars as may be prescribed.

16. SANCTION OF PROGRAMME :- The State Government may approve and sanction the programme in whole or with such modifications as it deems fit.

17. SUPPLEMENTARY PROGRAMME :- The Board may prepare and forward a supplementary programme for the sanction of the State Government in such form and before such date as the State Government may prescribe and the provisions of section 15 shall apply to such supplementary programme.

CHAPTER - V

FINANCE, ACCOUNTS, AUDIT AND DEBTS

18. TRANSFER OF PROPERTY:- The state Government may transfer to the Board, buildings, land or any other property whether movable or immovable, for use and management by the Board on such conditions as the State Government may deem fit, for the purposes of this Act.

19. EXPENDITURE AND CONTRACTS MADE BEFORE THE ESTABLISHMENT OF THE BOARD :- All debts and expenditure incurred, all contracts entered into and all matters and things engaged to be done by with or for the State Government, in connection with or for the purposes of this Act before and upto the date of the establishment of the Board shall be deemed to have been respectively incurred, entered into or engaged to be done by, with or for the Board, and all suits, and other legal proceedings instituted by or against the State Government in respect thereof shall be deemed to be instituted and continued as such by or against the Board, as the case may be.

20. SUBVENTIONS AND LOANS TO THE BOARD :- (1) The Government may, from time to time make subventions and grants to the Board for the purposes of this Act on such terms and conditions as the State Government may determine in each case.

(2) The Board may, from time to time with previous sanction of the State Government and subject to the provisions of this Act and such conditions as the State Government may determine, borrow any sum required for the purposes of this Act.

21. FUNDS OF THE BOARD:- (1) The Board shall have its own fund and all receipts of the Board shall be credited thereto and all payments by the Board shall be met therefrom.

(2) The Board may accept grants, subventions, donations and gifts from State and Central Governments or the All India Khadi and Village Industries Board or a local authority or any body or association, whether incorporated or not, or an individual for all or any of the purposes of this Act.

(3) The Board may receive loans from State and Central Governments or the All India Khadi and Village Industries Board or a local authority or a co-operative bank registered under any law governing co-operative societies in the State.

(4) All money belonging to the fund of the Board shall be deposited in such manner as the State Government may be special or general order direct.

(5) The accounts of the Board shall be operated upon by such officers jointly or individually as may be authorised by the Board.

22. APPLICATION OF FUND AND PROPERTY :- All property fund and other assets of the Board shall be held and applied by it subject to the provisions and for the purposes of this Act.

23. BUDGET :- The Board shall, on such date as may be fixed by the State Government, prepare and submit to the State Government the budget for the next financial year showing estimated receipts and expenditure on Capital and revenue accounts according to the programme.

24. SANCTION OF BUDGET :- The State Government may sanction the budget submitted to it with such modifications as it deems proper.

25. SUPPLEMENTARY BUDGET :- The Board may submit a supplementary budget for the sanction of the State Government in such form and before such date as the State Government may prescribe and the provisions of section 23 shall apply to such supplementary budget.

26. ANNUAL REPORT :- The board shall prepare and forward to the State Government in such manner as may be prescribed, an annual report within three months from the end of the financial year giving a complete account of its activities during the previous financial year. Every such report shall be laid before each House of State Legislature as soon as may be after it is received by the State Government.

27. FURTHER REPORT, STATISTICS AND RETURNS :- The Board shall, before such date and at such intervals and in such manner as the State Government may from time to time direct, submit to the State Government a report on such matters and such statistics and such returns as the State Government may direct.

28. ACCOUNTS AND AUDIT :- The accounts of the Board shall be maintained and an annual statement of accounts shall be prepared in such manner as may be prescribed. Such accounts shall be audited by an Auditor appointed by the State Government.

#### CHAPTER - VI

#### MISCELLANEOUS

29. MEMBERS OF THE BOARD AND MEMBERS OF STAFF OF THE BOARD TO BE PUBLIC SERVANTS :- Members of the Board and members of the staff of the Board shall be deemed when acting or purporting to act in pursuance of any of the provisions of this Act to be public servants within the meaning of Section 21 of the Indian Penal Code, 1860 (Central Act XLV of 1860).

30. PROTECTION OF ACTION TAKEN UNDER THIS ACT :- No suit, prosecution or other legal proceeding shall lie against any person for anything which is in good faith done or purported to be done under this Act.

31. RULES :- (1) The State Government may, by notification in the Mysore Gazette, make rules for carrying out the purposes of this Act.

(2) In particular and without prejudice to the generality of the foregoing powers such rules may provide for all or any of the following matters, namely :-

- (a) the allowances of members of the Board under Section 4;
- (b) the manner and form in which contracts shall be entered into under section 12
- (c) the functions of the Board under Section 13 ;
- (d) the other particulars of the programme under Section 15 ;
- (e) the form in which and the date before which the supplementary programme shall be submitted under section 17 ;
- (f) the form in which and date before which the supplementary budget shall be submitted under section 25 ;
- (g) the manner in which the annual report shall be prepared and forwarded to the State Government under section 26 ;
- (h) the manner of maintenance of accounts and preparation of annual statement of accounts under section 28 ;
- (i) remuneration, allowances and other conditions of service of members of the staff of the Board and the functions of the Secretary and Accounts Officer of the Board :-
- (j) any other matter which is or may be prescribed under this Act.

32. REGULATIONS :- (1) The Board may, with the previous sanction of the state Government, make regulations by notification in the Mysore Gazette, consistent with this Act and the rules made there under.

(2) In particular and without prejudice to the generality of the foregoing power the Board may make regulations providing for :-

- (a) the procedure and disposal of its business ;
- (b) functions and duties of the members of the staff of the Board ;
- (c) functions of the committees and the procedure to be followed by such committees in the discharge of their functions;
- (d) conditions subject to which the Board may discharge or perform duties under sub-section (2) of section 13.

33. AMENDMENT OF SCHEDULE :- (1) The State Government may by notification in the Mysore Gazette, modify the schedule to this Act by addition thereto or omission there from of any industry.

(2) Every notification under sub-section (10) shall be laid as soon as may be after it is issued before each House of the State Legislature while it is in session, for a total period of one month which may be comprised in one session, or in two or more sessions and if before the expiry of that period, either House of the State Legislature makes any modification in the notification or directs that the notification shall not have effect, and if the modification or direction is agreed to by the other house, the notification shall thereafter have effect only in such modified form or be of no effect, as the case may be.

34. SAVING :- Nothing in this Act shall be deemed to apply to any industry declared to be scheduled industry under the Industries (Development and Regulations) Act, 1951 (Central act LXV of 1951) or to affect any of the provisions of the said Act.

35. AMENDMENT OF CERTAIN ACTS : (1) At the end of sub-section 5 of the Madras State Aid to Industries Act, 1992 (Madras Act V of 1922), the following proviso shall be added, namely :-

"Provided that aid shall not be given under this Act to any industry which is a village industry as defined in the Mysore Khadi and Village Industries Act, 1956, and for which industry assistance is provided for by the All-India Khadi and village Industries Board".

(2) At the end of sub-section (1) of section 6 of the Mysore State Aid to Industries Act, 1951 (Mysore Act XX of 1951), the following proviso shall be added, namely :-

"Provided further that aid shall not be given under this Act to any industry which is a village industry as defined in the Mysore Khadi and Village Industries Act, 1956 and for which industry assistance is provided for by the All-India Khadi and Village Industries Board".

(3) At the end of sub-section (1) of sections 6 of the Hyderabad State Aid to (Small Scale & Cottage) Industries Act, 1956 (Hyderabad Act VII of 1956), the following proviso shall be added namely :-

"Provided further that aid shall not be given under this Act to any industry which is a village industry as defined in the Mysore Khadi and Village Industries Act. 1956 and for which industry assistance is provided for by the All-India Khadi and Village Industries Board."

#### SCHEDULE

(See Section 2 (V)  
Village Industries

1. Bamboo Industry
2. Bee-Keeping
3. Blacksmithy
4. Carpentry
5. Cottage Leather Industry including tanning bark industry.
6. Cottage Oil Industry
7. Cottage Manufacture of Matches.
8. Fibre Industry.
9. Gur and Khandasari.
10. Hand made Paper
11. Hand operated and bullock driven chakki
12. Hand pounding of rice
13. Palm Gur
14. Pottery
15. Soap making with non-edible oils.

## GOVERNMENT OF MYSORE

NO. CI 111 RKD 61

Mysore Government Secretariat,  
Vidhana SoudhaBangalore, the 23rd January 1962  
Magha 3, Saka Era 1983S  
ai  
thNOTIFICATION

In exercise of the powers conferred by Section 33 of the Mysore Khadi and village Industries Act 1956 (Mysore Act of 1957) The Government of Mysore hereby modifies the Schedule to the said Act as follows :-

In the said schedule after item No. 15, the following shall be added namely ;-

"16 Lime Stone Industry."

By order and in the name of the  
Governor of 'Mysore'  
Sd/-  
(S.N. KALABHAIRAVAN),  
Under Secretary to Government,  
Commerce & Industries Department.

ANNEXURE - A  
Government of Mysore  
(Commerce & Industries Department)

No. CI 121 RKD 61

Mysore Government Secretariat,  
'Vidhana Soudha'  
Bangalore-1, 11th April 1962  
1884 SENOTIFICATION

In exercise of the Powers conferred by sub-section (1) of Section 33 of the Mysore Khadi & Village Industries Act, 1955 (Mysore Act 7 of 1957) the Government of Mysore hereby modify the schedule to the said Act as follows :-

In the said schedule, after item No. 16, the following item shall be added namely.

"17 - Gas plant Industry".

By order and in the name of the  
Governor of 'Mysore'  
Sd/-  
(S.N. KALABHAIRAVAN),  
Under Secretary to Government,  
Commerce & Industries of Department.

## DEPARTMENT OF LAW AND PARLIAMENTARY AFFAIRS

## NOTIFICATION

Bangalore dated 17th June 1971.

S.O. 1222 - In exercise of the powers conferred by sub-section (1) of Section 33 of the Mysore Khadi and Village Industries Act, 1956 (Mysore Act 7 of 1957), the Government of Mysore hereby further modifies the scheduled to the said Act, as follows :-

In the Schedule to the Mysore Khadi and Village Industries Act, 1956 ( Mysore Act of 7 of 1957)

(i) the following items shall be omitted, namely :-

"5 Cottage Leather Industry including tanning bark Industry.

9. Gur and Khandsari ;
12. Hand Pounding of rice ;
13. Palmgur ;
16. Lime Stone Industry ;
24. Manufacture of house-hold utensils in aluminium and (ii) after item No. 23 the following items shall be added, namely :-
25. Wax and its bye-products
26. Manufacture of iron and steel articles with the aid of power
27. Engineering workshops
28. Manufacture of wooden articles with the aid of power
29. Saw mills
30. Wood carving
31. Leather tanning, re-tanning including bark a and chrome-tanning
32. Bone meal and bone manure
33. Clue manufacturing
34. Flying
35. Manufacture of pully belts and vicers
36. Manufacture of foot wear
37. Manufacture of suitcases, sport goods, toys money purses etc.
38. Power operated channes, decorticator and filter.
39. Manufacture of splints and veneers
40. Fibre Extraction by hand and power
41. Manufacture of ropes
42. Manufacture of cotton pats (bhataras)
43. Banana fibre extraction and manufacture of articles and bye-products
44. Manufacture of mats, baskets etc.
45. Manufacture of textile out of pineapple fibre
46. Crushing of sugarcane and juice production
47. Gur manufacture with power
48. Khandsari manufacture with power
49. Manufacture of molasses with power
50. Manufacture of sweets and confectioneries with ground nuts and coconuts.
51. Processing of cereals and pulses
52. Manufacture of avalakki by using power
53. Manufacture of churamuri (mandakki) and Muramura

54. Polishing of rice on power operated machine
55. Boiled rice
56. Hand pounding of rice
57. Bye-products of cereals and pulses
58. Production of neera
59. Manufacture of palm and date articles
60. Manufacture of brushes and allied products
61. Manufacture of juice; sweets and confectioneries
62. Mat weaving
63. Manufacture of palm gur and palm sugar
64. Manufacture of pottery articles
65. Manufacture of glazed pottery
66. Manufacture of bricks and tiles
67. Manufacture of Mangalore tiles
68. Ceramic articles by use of power
69. Manufacture of lectured articles
70. Manufacture of earthen pipes
71. Manufacture of insulator by using power
72. Manufacture of crockery
73. Collection of non edible oil seeds
74. Extraction of non edible oil use of ghanis, by power expellers
75. Manufacture of washing and toilet soap by use of power and machineries
76. Textile axillaries by use of power
77. Solvent extraction plant
78. Extraction of glycerine and other products
79. Manufacture of lime and its products
80. Manufacture of manure
81. Manufacture of fruit juices and sharabs
82. Fruit canning and preservation
83. Preservation of vegetable
84. Manufacture of Jam and Jellies
85. Manufacture of pickles and chatnies
86. Aluminium industry operated by power

(NO. CI 69 CKD 69)

By order and in the name of the president of India.

Sd/- M.D. Shivananjappa,  
Commissioner for Industries  
and Secretary to Governments,  
Commerce & Industries Department

## MYSORE ACT NO 9 of 1973

(First published in the Mysore Gazette Extraordinary on the Eighth day of May 1973)

## THE MYSORE KHADI AND VILLAGE INDUSTRIES (AMENDMENT) ACT, 1972

(Received the assent of the Governor on the First day of May 1973)

An Act further to amend the Mysore Khadi and Village Industries Act, 1956 (Mysore Act 7 of 1957) :-

Be it enacted by the Mysore State Legislature in the Twenty-third year of the Republic of India as follows :-

1. SHORT TITLE AND COMMENCEMENT :- (1) This Act may be called the Mysore Khadi and Village Industries (Amendment) Act, 1972.

(2) It shall come into force at once.

2. AMENDMENT OF SECTION 9 :- In section 9 of the Mysore Khadi and Village industries Act, 1956 (Mysore Act No. 7 of 1957) (hereinafter referred to as the principal Act) :-

(1) For sub-section (2), the following sub-section shall be substituted, namely :-

(2) "The State Government may, form among officers of the Central Government or the State Government appoint a Financial adviser and Chief Accounts Officer to the Board and may, form among its Officers, also appoint an Accounts officer to the Board".

(2) in sub-section (3) for the words "Secretary and Accounts Officer" the words "Secretary, the Financial Adviser and Chief Accounts Officer and the Accounts Officer" shall be substituted.

3. INSERTION OF NEW SECTION 22-A After section 22 of the principal Act, the following section shall be inserted namely :-

"22-A. Recovery of moneys due to the Boards as arrears of land revenue :- (1) Where any sum payable to the Board under any agreement, express or implied or otherwise however, is not paid on or before the due date and the claim is not disputed, the Chairman, shall send to the Deputy Commissioner a certificate under his hand indicating therein the sum due to the Board ; and there-upon subject to the provisions of sub-section (2), the Deputy commissioner shall recover the sum due as an arrear of land revenue.

(2) If any question arises whether a sum is payable to the Board within the meaning of sub-section (1), it shall be referred to a Tribunal constituted by the State Government for the purpose, which shall, after making such enquiry as it may deem fit, and after giving to the person by whom the sum is alleged to be payable a reasonable opportunity of being heard, decide the question; and the decision of the tribunal shall be final and shall not be called in question in any court or before any other authority.

(3) The Tribunal shall consist of a Judicial Officer not below the rank of a District Judge.

(4) the expenses of the Tribunal shall be borne by the Board".

4. INSERTION OF NEW SECTION 30-A- After section 30 of the principal Act, the following section shall be inserted namely :-

"30A. Dissolution of the Board :- (1) The State Government may, by notification in the official Gazette, declare that with effect from such date as may be specified in the notification, the Board shall be dissolved

and there upon the Board shall be deemed to be dissolved and accordingly the Board and any committee constituted by the board shall ceases to function.

(2) On and from the said date

- (a) all properties and funds which immediately before the said date were in possession of the Board for the purpose of this Act shall vest in the State Government.
- (b) all members shall vacate office as members of the Board; and
- (c) all rights, obligations and liabilities (including any liabilities under any contract) of the Board shall become the rights, obligations and liabilities of the State Government".

5. AMENDMENT OF SECTION 31:- In section 31 of the principal Act.

(1) in clause (i) of sub-section (2), for the words "functions of the Secretary and Accounts Officer," the words "functions of the Secretary, the Financial Adviser and Chief Accounts Officer and the Accounts Officer" shall be substituted; and

(2) after sub-section (2), the following sub-section shall be added, namely :-

(3) Every rule made under this Act shall be laid, as soon as may be after it is made, before each House of the State Legislature while it is in session for a total period of thirty days which may be comprised in one session or in two or more successive sessions, and if before the expiry of the session in which it is so laid or the session immediately following, both Houses agree in making any modification in the rule or both Houses agree that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect, as the case may be; so however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule".

By order and in the name of the Governor of Mysore.

Sd/- N. D. VENKATESH,  
Secretary to Government, Dept. of Law  
and Parliamentary Affairs.

GOVERNMENT OF MYSORE

NO. CI 189/CMS/73

Mysore Government Secretariat,  
Vidhana Soudha,  
Bangalore, dated 21.8.1973.

CIRCULAR

Subject :- Changing the name of the state-Arrangements-regarding.

The Mysore State (Alteration of Name) Bill, 1972 for changing the name of the State as "KARNATAKA" has been approved by the parliament and by the time it is enacted and brought into force that necessary arrangements to implement the decision to change the name of the State will have to be kept ready.

There are certain executive actions to be taken to implement the decision. Necessary arrangements in this regard will have to be kept ready well in advance of the date on which the Act comes into force so that there may be smooth change-over to the new name without any confusion. The executive actions relate to the changing of (1) Seals and Rubber Stamps; (2) Letter Heads forms; (3) Name Boards.

Regarding Items (1) and (2), the Director of Printing Stationary, and publications has already addressed all the Heads of Departments to indicate the changes to be effected in their seals, Letter Heads etc.

All the Heads of Department under commerce and Industries Department are requested to ensure that the necessary preparatory steps are taken immediately.

Sd/- (Y.K. PUTTASOME Gowda)  
Deputy Secretary to Government,  
Commerce & Industries Department.

Karnataka Ordinance No, 4 of 1978

**THE KARNATAKA KHADI AND VILLAGE INDUSTRIES (AMENDMENT) ORDINANCE, 1978.**

Promulgated by the Governor of Karnataka in the Twenty Ninth year of the Republic of India and first published in Karnataka Gazette Extraordinary on the eleventh day of May 1978.

An Ordinance further to amend the Karnataka Khadi and Village Industries Act, 1956.

WHEREAS the Karnataka Legislative Council is not in session and only the Karnataka Legislative Assembly is in session and the Governor of Karnataka is satisfied that circumstances exist which render it necessary for him to take immediate action further to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957);

NOW THEREFORE, in exercise of the powers conferred by clause (1) of the article 213 of the Constitution of India, the Governor of Karnataka is pleased to promulgate the following Ordinance namely:-

(1) **SHORT TITLE AND COMMENCEMENT** :- (1) This Ordinance may be called the Karnataka Khadi and Village Industries Amendment) Ordinance, 1978.

(2) It shall come into force at once.

**2. AMENDMENT OF SECTION 4** :- In section 4 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) (hereinafter referred to as the principal act) :-

(1) in sub-section (1), for the word "fifteen" the word "seven" shall be substituted;  
(2) for sub-section (4) the following sub-sections shall be substituted, namely :-

(4) Subject to the pleasure of the State Government and sub-section (4A), the term of office and the terms and conditions of service of the Chairman and other Members of the Board shall be such as may be prescribed.

(4A) The State Government may, from time to time, grant to the Chairman such leave as may be prescribed and may appoint any other member to act for the Chairman during such leave and such member shall, while so acting, for the purposes of this Act is deemed to be the Chairman."

3. INSERTION OF NEW SECTION 7A :- After Section 7 of the principal Act, the following section shall be inserted, namely :-

"7A filling of a casual vacancy : Where a vacancy occurs on account of removal, death or otherwise of a person appointed as a member, the vacancy shall be filled by the State Government by appointment of a new member and the person so appointed shall hold office for the remainder of the term of the member in whose place he is appointed."

4. AMENDMENT OF SECTION 21 : In sub-section (3) of section 21 of the principal Act, after the words "in the State" the words, brackets and figures" or a Bank include in the Second Schedule to the Reserve Bank of India, Act, 1934 or the State Bank of India constituted under the state Bank of India, Act 1955; or a Subsidiary Bank as defined in the state Bank of India (Subsidiary Banks) Act, 1959, or a corresponding new Bank constituted under the Banking Companies, (Acquisition and Transfer of Undertakings) Act, 1970, shall be inserted.

5. AMENDMENT OF SECTION 31-In sub-section (2) section 31 of the principal Act, for clause (a) the following clause shall be substituted, namely :-

"(a) the term of office and the terms and conditions of service of the Chairman and other Members of the Board under Section 4".

GOVIND NARAIN  
Governor of Karnataka

By order and in the name of the Governor of Karnataka

Sd/-  
K.R. CHAMAYYA,  
Draftsman and Ex- Officio Joint Secretary  
to Government, Dept. of Law and party.  
Affairs.

KARNATAKA CI NO. 16 OF 1978

(First published in the Karnataka Gazette Extraordinary on the day of the August 1978)

An Act further to amend the Karnataka Khadi and Village Industries Act, 1956

Whereas it is expedient further to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) for the purposes hereinafter appearing.

Be it enacted by the Karnataka State Legislature in the twenty ninth Year of the Republic of India as follows :-

1. SHORT TITLE AND COMMENCEMENT :- (1) This Act may be called the Karnataka Khadi and Village Industries (Amendment) Act, 1978.

(2) It shall be deemed to have come into force on the eleventh day of May 1978.

2. AMENDMENT OF SECTION 4 :- In section 4 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act of 1957), (hereinafter referred to as the principal Act.)

(1) in sub-section (1) for the word "fifteen", the word "nine" shall be substituted :

(2) for sub-section (4), the following sub-section shall be substituted, namely.

(4) Subject to the pleasure of the State Government and sub-section (4A), the term of office and the terms and conditions of service of the Chairman and other members of Board shall be such as may be prescribed.

(4A) The State Government may, from time to time, grant to the Chairman such leave as may be prescribed and appoint any other member to act for the Chairman during such leave and such member shall while so acting, for the purposes of the Act, be deemed to be the Chairman."

3. INSERTION OF NEW SECTION 7A :- After section 7 of the principal Act, the following section shall be inserted, namely :-

7A. Filling of a casual vacancy :- Where a vacancy occurs on accounts of removal, resignation, death or otherwise of a person appointed as a member, the vacancy shall be filled by the State Government by appointment of a new member and the person so appointed shall hold office for the remainder of the term of member in whose place he is appointed".

4. AMENDMENT OF SECTION 21:- In sub-section (3) of section 21 of the principal Act, after the words "in the State" the words, brackets and figures" or a bank included in the Second Schedule to the Reserve Bank of India, act, 1934 or the State Bank of India constituted under the State Bank of India Act 1955 or a subsidiary bank as defined in the State Bank of India (Subsidiary Banks), Act, 1959, or a corresponding new bank constituted under Banking Companies (Acquisition and Transfer of undertakings) Act 1970" shall be inserted.

5. AMENDMENT OF SECTION 31 :- In sub-section (2) of section 31 of the principal Act, for clause (a) the following clause shall be substituted, namely :-

"(a) the terms of office and the terms and conditions of service of the Chairman and other members of the Board under section 4."

6. REPEAL OF KARNATAKA ORDINANCE NO. 4 OF 1978 :-

(1) The Karnataka Khadi and Village Industries (Amendment) Ordinance, 1978 (Karnataka Ordinance No. 4 of 1978 is hereby repealed.

(2) Notwithstanding such repeal, anything done or any action taken under the principal Act as amended by the said Ordinance shall be deemed to have been done or taken under the principal Act as amended by this Act.

By Order and in the name of the Governor of Karnataka.

K. R. CHAMAYYA,  
Draftsman and Ex-Officio  
Additional Secretary to Government,  
Department of Law and Parliamentary Affairs.

## KARNATAKA ACT NO. 21 OF 1983

First published in the Karnataka Gazette Extraordinary on the Nineteenth day of September, 1983.

## THE KARNATAKA KHADI AND VILLAGE INDUSTRIES (AMENDMENT) ACT, 1983.

(Received the Assent of the Governor on the Fifteenth day of September, 1983)

An act further to amend the Karnataka Khadi and Village Industries Act, 1956.

Whereas it is expedient further to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) for the purposes hereinafter appearing ;

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

## 1. SHORT TITLE AND COMMENCEMENT :-

- (1) This Act may be called the Karnataka Khadi and Village Industries (Amendment) Act, 1983.
- (2) It Shall be deemed to have come into force on the Eighth day of July, 1983.

## 2. AMENDMENT OF SECTION 31 :- After sub-section (2) of section 31 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) , (hereinafter referred to as the principal Act) the following sub-section shall be inserted, namely :-

"(2A) A rule under this Act may be made with retrospective effect and when such a rule is made the reasons for making the rule shall be specified in a statement laid before both the House of the state Legislature. Subject to any modification made under sub-section (3), every rule made under the Act shall have effect as if enacted in this Act".

## 3. REPEAL AND SAVINGS :-

- (1) The Karnataka Khadi and Village Industries (Amendment) Ordinance, 1983 (Karnataka Ordinance No. 9 of 1983) is hereby repealed.
- (2) Notwithstanding such repeal anything done or any action taken under the principal Act as amended by the said Ordinance shall be deemed to have been a one or taken under the principal Act as amended by this Act.

By order and in the name of the Governor of Karnataka.

K. R. CHAMAYYA,  
SECRETARY TO GOVERNMENT,  
DEPARTMENT OF LAW AND PARLIAMENTARY AFFAIRS

## KARNATAKA ORDINANCE NO. 6 OF 1984

THE KARNATAKA KHADI AND VILLAGE INDUSTRIES (AMENDMENT)  
ORDINANCE 1984

(Promulgated by the Governor of Karnataka in the Thirty Fifth year of the Republic of India and first published in the Karnataka Gazette Extra-ordinary on the First day of June, 1984)

An ordinance further to amend the Karnataka Khadi and Village Industries Act 1956.

Whereas the Karnataka Legislative Council is not in session and the Governor of Karnataka is satisfied that circumstances exist which render it necessary for him to take immediate action further to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) for the purpose hereinafter appearing.

Now, therefore, in exercise of the powers conferred on me by clause (1) of article 213 of the Constitution of India, I, A.N. Banerji, the Governor of Karnataka am pleased to promulgate the following ordinance, namely :-

1. SHORT TITLE AND COMMENCEMENT :-

- (1) This Ordinance may be called the Karnataka Khadi and Village Industries (Amendment) Ordinance, 1984.
- (2) It shall come into force at once.

2. AMENDMENT OF SECTION 4 :- In Section 4 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957), (hereinafter referred to as the principal Act) for sub-section shall be substituted, namely :-

- (1) (a) The Board shall consist of the following member, namely :-
  - (i) one person from each district of the State, appointed by the State Government ;
  - (ii) The director of Industries and commerce Government of Karnataka ;
  - (iii) an officer of the Finance department not below the rank of a Deputy Secretary nominated by the State Government ;
  - (iv) an officer of the Department of Commerce and Industries not below the rank of the Deputy Secretary nominated by the State Government ;
  - (v) the State Director, Khadi and Village Industries Commission ;
  - (vi) the Financial Adviser and Chief Accounts officer of the Board ; and
  - (vii) the Chief Executive Officer of the Board.
- (b) one of the members shall be appointed by the state government as the Chairman of the Board"

3. AMENDMENT OF SECTION 5, 6, 7 AND 7A : In sections 5, 6, 7 and 7A of the Principal Act, for the word "member" wherever it occurs the words "non official member" shall be substituted.

4. AMENDMENT OF SECTION 9 : In Section 9 of the Principal Act :-

- (1) in sub-section 1) for the words "in consultation with the Board, appoint the Secretary to "the words appoint an officer not below the rank of a deputy Commissioner of a District to be the Chief Executive Officer of ' shall be substituted;
- 2) in sub-section (2), the words "and may, form among its officer, also appoint an Accounts officer to the Board shall be omitted.
- 3) in sub-section 3) for the words "Secretary, the Financial adviser and Chief Accounts Officer and the accounts Officer ", the words "Chief Executive Officer and the Financial adviser and Chief Accounts Officer" shall be substituted.

## 5. AMENDMENT OF SECTION 31 :-

In clause (i) of sub-section (2) of section 31 of the principal Act, for the words "Secretary, the Financial Adviser and Chief Accounts Officer and the Accounts Officer", the words "The Chief Executive Officer and the Financial Adviser and Chief Accounts Officer" shall be substituted.

A.N. BANERJI  
GOVERNOR OF KARNATAKA  
BY ORDER AND IN THE NAME OF THE  
GOVERNOR OF KARNATAKA,

SD/-  
(K.R. CHAMAYYA)  
SECRETARY TO GOVERNMENT  
DEPARTMENT OF LAW AND PARLIAMENTARY AFFAIRS  
  
LAW AND PARLIAMENT AFFAIRS SECRETARIAT

## NOTIFICATION

No. Law 40 LGN 84, Bangalore, dated 10th August 1984.

Ordered that the Karnataka Khadi and Village Industries (Amendment) ordinance, 1984 promulgated by the Governor of Karnataka in the Thirty fifth Year of the Republic of India be published at Karnataka Ordinance No. 11 of 1984 in the Karnataka Gazette for general information.

## KARNATAKA ORDINANCE No. 11 OF 1984.

## THE KARNATAKA KHADI AND VILLAGE INDUSTRIES (AMENDMENT) (NO.2) ORDINANCE 1984.

(Promulgated by the Governor of Karnataka in the Thirty-fifth year of the Republic of India and first Published in the Karnataka Gazette Extraordinary dated on the tenth day of August, 1984)

An Ordinance further to amend the Karnataka Khadi and Village Industries Act, 1956.

Whereas the Karnataka Khadi and Village Industries (Amendment) Ordinance, 1984 (Karnataka Ordinance No. 6 of 1984) promulgated on the First day of June, 1984 lapses on 9th August, 1984 and the said Ordinance and the rules notifications and orders issued or validated thereunder have no legal effect thereafter.

And whereas it is considered necessary that the provisions of the said ordinance and the rules, notifications and orders made or issued or validated thereunder should continue to be in force;

And whereas the Karnataka Legislative Assembly is not in session and the Governor of Karnataka is satisfied that circumstance exist which render it necessary for him to take immediate action to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) for the purpose aforementioned;

Now, therefore, in exercise of the powers conferred on me by clause (1) of Article 213 of the Constitution of India, I.A.N. Banerji, Governor of Karnataka, am pleased to promulgate the following Ordinance, Namely :-

1. SHORT TITLE AND COMMENCEMENT :- (1) This ordinance may be called the Karnataka Khadi and Village Industries (Amendment) (No. 2) Ordinance, 1984.
- (2) It shall be deemed to have come into force on the first day of June 1984.

2. AMENDMENT OF SECTION 4 :- In section 4 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957). (hereinafter referred to as the principal Act) for sub-section (1) the following sub-section shall be substituted, namely.

(1) (a) The Board shall consist of the following members namely :-

- (i) one person from each district of the State, appointed by the State Government.
- (ii) the Director of Industries and Commerce, Government of Karnataka
- (iii) an officer of the finance Department not below the rank of a Deputy Secretary nominated by the State Government.
- (iv) an officer of the Department of Commerce and Industries not below the rank of a Deputy Secretary nominated by the State Government.
- (v) the state Director, Khadi and Village Industries Commission ;
- (vi) the Financial Adviser and Chief Accounts officer of the Board and
- (vii) the Chief Executive Officer of the Board.

(b) one of the members shall be appointed by the State Government as the Chairman of the Board".

3. AMENDMENT OF SECTION 5, 6, 7 and 7A :- In section 5, 6, 7 and 7A of the principal Act, for the word "members" wherever it occurs the words "non-official members" shall be substituted.

4. AMENDMENT OF SECTION 9 :- In section 9 of the principal Act.

(1) In sub-section (1) for the words "in consultation with the Board appoint the Secretary to "the words" appoint an officer not below the rank of a Deputy Commissioner of a District to be the Chief Executive Officer of shall be substitute ;

(2) in sub-section (2) the words "and may, form among its officers, also appoint an Accounts Officer to the Board" shall be omitted :

(3) in sub-section (3), for the words "Secretary, the Financial Adviser and Chief Accounts Officer and the accounts Officer " the words "Chief Executive Officer and the Financial Adviser and chief Accounts Officer " shall be substituted.

5. AMENDMENT OF SECTION 31 :- In clause (i) of sub-section (2) of section 31 of the principal Act, for the words "secretary, the Financial Adviser and Chief Accounts Officer" and the Accounts officer the words "the Chief Executive Officer" and the Financial Adviser and Chief Accounts Officer" shall be substituted.

6. REPEAL AND SAVINGS :- (1) The Karnataka Khadi and Village Industries (Amendment Ordinance 1984, (Karnataka Ordinance 6 of 1984) is hereby repealed.

(2) Notwithstanding such repeal anything done or any action taken under the said ordinance or any rule or order or notification made or issued thereunder shall be deemed to have been done or taken or made or issued under this ordinance,

A.N. BANERJI  
GOVERNOR OF KARNATAKA.

By order and in the name of  
the Governor of Karnataka.

K.R. CHAMAYYA  
Secretary to Government  
Dept. of Law and Parliamentary Affairs

## LAW AND PARLIAMENTARY AFFAIRS SECRETARIAT

No. LAW 60 LGN 84 Bangalore, dated 10th January 1985.

## NOTIFICATION

Ordered that the Karnataka Khadi and Village Industries (Amendment) Ordinance, 1985 promulgated by the Governor of Karnataka in the Thirty-fifth year of the Republic of India be published as Karnataka Ordinance No. 4 of 1985 in the Karnataka Gazette for general information.

## KARNATAKA ORDINANCE No. 4 OF 1985.

## THE KARNATAKA KHADI AND VILLAGE INDUSTRIES (AMENDMENT ORDINANCE) 1985.

(Promulgated by the Governor of Karnataka in the Thirty fifth year of the Republic of India and first published in the Karnataka Gazette Extraordinary on the Tenth day of January 1985).

Promulgated by the Governor of Karnataka in the thirty fifth year of the Republic of India and first published in the Karnataka Gazette Extraordinary on the Tenth day of January 1985.

An Ordinance further to amend the Karnataka Khadi and Village industries Act, 1956.

Whereas the Karnataka Khadi and Village Industries (Amendment) (No.2) ordinance, 1984 (Karnataka Ordinance No. 11 of 1984) promulgated and first published on the 10th day of August, 1984 lapses on the Tenth day of January, 1985;

And whereas it is necessary that the provisions of the said Ordinance should continue to be in force ;

Whereas neither House of the State Legislature is in session and the Governor of Karnataka is satisfied that circumstances exist which render it necessary for him to take immediate action further to amend the Karnataka Khadi and Village Industries Act-1956 (Karnataka Act 7 of 1957) for the purposes herein after appearing:

Now, therefore, in exercise of the powers conferred on me by clause (1) of article 213 of the Constitution of India, I.A.N. Banerji, Governor of Karnataka, and pleased to promulgate the following Ordinance, namely :-

1. SHORT TITLE AND COMMENCEMENT :- (1) This Ordinance may be called the Karnataka Khadi and Village Industries (Amendment) Ordinance, 1985.

(2) It shall be deemed to have come into force on the first day of June, 1984.

2. AMENDMENT OF SECTION 4 :- In section 4 of the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957), (hereinafter referred to as the principal Act) for sub-section (1), the following sub-section shall be substituted namely :-

"(1) (a) the Board shall consist of the following members namely :-

(i) one person from each district of the State appointed by the State Government.

(ii) the Additional Director of Industries and Commerce and ex-officio Additional Registrar of Co-operative Societies, Directorate of Industries and Commerce ;

(iii) an officer of the Finance Department not below the rank of a Deputy Secretary nominated by the State Government.

- (iv) an officer of the Department of Commerce and Industries not below the rank of a Deputy Secretary nominated by the State government;
- (v) the State Director Khadi and Village industries Commission;
- (vi) the Financial Adviser and Chief Accounts Officer of the Board; and
- (vii) the Chief Executive Officer of the Board.

(b) one of the members shall be appointed by the State Government as the Chairman of the Board".

3. AMENDMENT OF SECTION 5, 6, 7 AND 7A :- In section 5, 6, 7 and 7A of the principal Act, for the word "member" wherever it occurs the words "non-official member" shall be substituted.

4. AMENDMENT OF SECTION 9 :- In section 9 of the Principal Act. 1) In subsection (1), for the words "in consultation with the Board, appoint the Secretary to "the words" appoint an officer not below the rank of a Deputy Commissioner of a District to be the Chief Executive Officer of" shall be substituted;

2) In sub-section (2) the words "and may form among its officers, also appoint an Accounts Officer to the Board" shall be omitted.

3) in sub-section (3), for the words "secretary, the Financial Adviser and Chief Accounts Officer and the Accounts Officer" the words "Chief Executive Officer and The Financial Adviser and Chief Accounts Officer" shall be substituted.

5. AMENDMENT OF SECTION 31 - In clause (i) of sub-section (2) of the principal Act, for the words "secretary the Financial Adviser and Chief Accounts Officer" and the Accounts Officer: the words "the Chief Executive Officer and the Financial Adviser and Chief Accounts Officer" shall be substituted.

6. REPEAL AND SAVINGS :- (1) The Karnataka Khadi and Village Industries (Amendment) (no. 2) Ordinance, 1984 (Karnataka Ordinance, No. 11 of 1984) is hereby repealed.

(2) Notwithstanding such repeal, anything done or any action taken under the principal Act as amended by the said Ordinance shall be deemed to have been done, or taken, under the principal Act, as amended by the Ordinance.

A.N. BANERJI  
GOVERNOR OF KARNATAKA  
By Order and in the name of the Governor of Karnataka

K.R. CHAMAYYA,  
Secretary to Government,  
Dept. of Law and Parliamentary Affairs.

COMMERCE AND INDUSTRIES SECRETARIAT

Notification No. CI/28/SLV/83.

Bangalore, dated 19th January 94.

In exercise of the powers conferred by section 31 of the Karnataka Khadi and Village Industries Act 1956 (Karnataka Act 7 of 1957) the Government of Karnataka hereby makes the following rules further to amend the Karnataka Khadi and Village Industries Rules 1957 namely-

1. Title and commencement :- (1) These rules may be called the Karnataka Khadi and Village Industries (Amendment) Rules, 1983.

2. Amendment of rule 10 :- In sub rule (2) of rule 10 of the Karnataka Khadi and Village Industries Rules, 1957 after the words "so prepared shall be" the words duty authenticated by the Chairman and shall be inserted.

By order and in the name of the Govt. of Karnataka.

B.R. PUBUSHOTHAMAN,  
Under Secretary to Government.  
Commerce and Industries Department.

16-G.S.R. 48.

**KARNATAKA ACT NO. 8 OF 1985.**

(First published in the Karnataka Gazette Extraordinary on the Twenty-ninth day of April, 1985)

**THE KARNATAKA KHADI AND VILLAGE INDUSTRIES  
(AMENDMENT) BILL 1985.**

(Received the assent of the Governor of Karnataka on the twenty fifth day of April 1985)

An Act further to amend the Karnataka Khadi and Village Industries Act, 1956.

Where as it is expedient further to amend the Karnataka Khadi and Village Industries Act, 1956 (Karnataka Act 7 of 1957) for the purposes hereinafter appearing :

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

1. **SHORT TITLE AND COMMENCEMENT** :- (1) This act may be called the Karnataka Khadi and Village Industries (Amendment) Act 1985.

(2) It shall be deemed to have come into force on the first day of June, 1984.

2. **AMENDMENT OF SECTION 4**-In section 4 of the Karnataka Khadi and Village Industries Act 1956 (Karnataka Act 7 of 1957), (hereinafter referred to as the principal Act), for sub-section (1) the following sub-section shall be substituted namely :-

"(1) (a) The Board shall consist of the following members, namely :-

- (i) One person from each district of the State, appointed by the State Government;
- (ii) The Additional Director of Industries and Commerce and ex-officio Additional Register of Co-operative societies Directorate of Industries and Commerce;
- (iii) an officer of the Finance Department not below the rank of a Deputy Secretary nominated by the State government;
- (iv) an officer of the Department of Commerce and Industries not below the rank of a Deputy Secretary nominated by the State Government;
- (v) the State Director, Khadi and Village Industries Commission;

(vi) the Financial Adviser and Chief Accounts Officer of the Board ; and

(vii) the Chief Executive Officer of the Board.

(b) One of the members shall be appointed by the State Government as the Chairman of the Board".

3. AMENDMENT OF SECTIONS 5, 6, 7 and 7A :- In sections 5, 6, 7 and 7A of the principal Act for the word 'member' wherever it occurs, the words "non-official member" shall be substituted.

4. AMENDMENT OF SECTIONS 9 :- In section 9 of the principal Act, -

1) in sub-section (1), for the words "in consultation with the Board appoint the Secretary to" the words "appoint and officer not below the rank of Deputy Commissioner of a District to be the Chief Executive Officer of" shall be substituted;

2) in sub-section (2), the words "any may, from among its offices, also appoint an Accounts Officer to the Board" shall be omitted;

3) in sub-section (3), for the words "Secretary, the Financial Adviser and Chief Accounts Officer and the accounts officer" the words "Chief Executive Officer and the Financial Adviser and Chief Accounts Officer" shall be substituted.

5. AMENDMENT OF SECTION 31 :- In clause (i) of sub-section (2) of section 31 of the principal Act, for the words "Secretary, the Financial Adviser and Chief Accounts officer and the Accounts Officer" the words "the Chief Executive Officer and the Financial Adviser and Chief Accounts Officer" shall be substituted.

6. REPEAL AND SAVINGS :- (1) The Karnataka Khadi and Village Industries (Amendment) Ordinance 1985 (Karnataka Ordinance No. 4 of 1985) is hereby repealed.

(2) Notwithstanding such repeal, anything done or any action taken under the principal Act as amended by the Karnataka Ordinance No. 6 of 1984 and 4 of 1985 shall be deemed to have been done, or taken under the principal Act, as amended by this Act.

By order and in the name of  
Governor of Karnataka.

K.R. CHAMAYYA  
Secretary to Government  
Department of Law and Parliamentary Affairs