# 1. POLITY AND GOVERNANCE

## 1.1. TRIBUNALS

#### Why in news?

Recently, Centre promulgated the **Tribunals Reforms** (Rationalization and Conditions of Service) Ordinance, 2021 which abolished several appellate tribunals and authorities and transferred their jurisdiction to other existing judicial bodies.

#### More about news

The Ordinance has amended the Finance Act 2017 to include provisions related to the composition of search-cum-selection committees, and term of office of members in the Act itself. This Ordinance has currently been challenged in the Supreme Court.

• Search-cum-Selection Committee: Chairperson and Members of the Tribunals will be appointed on the recommendation of a Search-cum-Selection Committee which is headed by the Chief Justice of India or a Judge of Supreme Court nominated by him as the Chairperson. The Committee will consist of:

Issues with the ordinance

consultation with the stakeholders.

Consultation with stakeholders: The decision of

abolition of several tribunals such as Film Certification

Appellate Tribunal (FCAT) was taken without any

Impact assessment: No judicial impact assessment was

conducted prior to abolishing the tribunals through this ordinance which may affect independence of judiciary,

despite the Supreme Court's (SC) direction in Rojer

Tenure of office: The Supreme Court in Madras Bar

Association case (2020) had fixed the term of five

years for the Chairpersons, Vice-Chairpersons and

members of the Tribunal. In violation of the verdict, the tenure of **four years is now fixed** by the ordinance.

Mathew vs. South Indian Bank case (2019).

- o Two Secretaries nominated by the central government.
- The sitting or outgoing Chairperson, or a retired Supreme Court Judge, or a retired Chief Justice of a High Court.
- The Secretary of the Ministry under which the Tribunal is constituted (with no voting right).
- Term of office: The Ordinance specifies that the Chairperson of a Tribunal will hold office for a term of 4 years or till he attains the age of 70 years, whichever is earlier.
  - Other Members will hold office for a term of 4 years or till he attains the age of 67 years, whichever is earlier.
  - It also states that a person who has not completed the age of fifty years shall not be eligible for appointment as a Chairperson or Member.
- Quasi- judicial administrative body Neither court nor executive body **About** Constitutional TRIBUNALS **Basis Features**  Inserted via 42nd CAA, 1976\* by adding 323A and 323B •323A- Administrative Guided by Principles of Tribunal **Natural Justice** •323B- For other matters Power of Civil court \*Recommended by Swaran Singh committee

### **Need of Tribunals in India**

- **Pending cases:** Pendency of cases in various courts has increased over the years. To overcome this situation, tribunals have been established under different Statutes.
- **Faster delivery of justice**: Tribunals tend to streamline the delivery of justice by adopting their own procedure, employing domain experts and making quicker decisions.
- Cost efficient and more effective in certain areas: Resolution is more affordable and more suited than court in certain areas such as effective hearing of technical matters, disputes related to environment, armed forces, tax and administrative issues.