Office of the Commissioner of Municipal Administration, Ezhilagam Annexure, Chepauk, Chennai - 600 005.

Date: 30.08.2017

CIRCULAR

Roc.No.24687/2011/R1

Sub: Property Tax – Levy of Property Tax in the newly added areas on par with the merged Municipalities and Corporations – Instructions issued – regarding.

Ref: Tamil Nadu Municipal Laws(Amendment) Act No.7 of 2012.

During the review meeting convened on 12.07.2017 by the Principal Secretary to Government, MA&WS Department regarding levy and collection of Tax and Non tax items in the Urban Local Bodies, the Principal Secretary to Government had observed that the levy of property tax in the newly added areas with the Municipalities and Corporations on par with the merged urban local bodies may be examined and the tax shall be revised.

In this connection, it is pointed out that in Act No.7 of 2012, the following new provision has been inserted in the Tamil Nadu District Municipalities Act, 1920, the Chennai City Municipal Corporation Act, 1919, the Madurai City Municipal Corporation Act, 1971 and the Coimbatore City Municipal Corporation Act, 1981 (which is applicable to all other newly formed Corporations in the State) regarding revision of taxes in the added areas:-

"Sub-section (3), the respective Councils of the Urban Local Bodies may take decision on the revision of taxes in the added areas on par with the existing rates in their Municipalities / Corporations taking into account of the improvement on the provision of basic amenities in such areas".

As the mergers had happened six years ago and there is substantial improvement in the provision of basic amenities in the added areas, it is the responsibility of the Urban Local Bodies to adopt the rate of taxation in current rates. Therefore, all the Commissioners of Corporations and Municipalities concerned are instructed to take necessary action to revise the taxes in the added areas on par with the existing rates in their Corporations and Municipalities as per the above Act provision immediately. This exercise shall be completed by 15.10.2017, with personal focus and on a mission mode.

The receipt of this circular should be acknowledged by return of post.

for Commissioner of Municipal Administration

To

The Commissioner, Coimbatore/Madurai/Tiruppur/Erode/Vellore/ Thoothukudi/Tiruchirappalli Corporation.

The Municipal Commissioner,
Kancheepuram/Tirupathur/Pudukottai/Villupuram/
Karur/......Municipality.

Copy to: All RDMAs