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From
Thiru.G.Prakash, I.A.S.,
Commissioner of Municipal Administration,
Ezhilagam Annexe, VI Floor,
Chepauk, Chennai - 600 005.

To
All RDMA's
All Corporations Commissioners,
All Municipal Commissioners.

EI/A1
copy to RI
Recd, mms, Coms

Circular No.13052 / 2016 / D2, Dated: 03.05.2017



Exemption of Service Tax for various services of the Local Bodies
Government of India, Ministry of Finance Notification on 25/2012 - service tax dated 20.6.2012

Government of India, Ministry of Finance (Department of Revenue) in Notification No.25/2012 service tax dated 20.6.2012 and amended from time to time have issued orders exempting certain taxable services from payment of service tax which inter alia includes the following taxable services relating to local bodies.

S.No.	Clause in Government in GOI Notification No.25/2012, dt.20.6.2012	Taxable services provided to the local authorities exempted from payment of service tax relating to the work of local bodies
1	Clause 12(e)	Pipeline, conduit or plant for (i) water supply (ii) water treatment, or (iii) Sewerage treatment or disposal
2	Clause 12A (a)	Services provided to the Government, a local authority or a governmental authority by way of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of a civil structure or any other original works meant predominantly for use other than for commerce, industry or any other business or profession
3	Clause 12A (b)	a structure meant predominantly for use as (i) an educational, (ii) a clinical, or (iii) an art or cultural establishment
4	Clause 13 (a)	Services provided by way of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of a road bridge, tunnel, or terminal for road transportation for use by general public

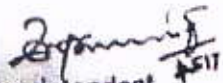
		<p>scheme under Jawaharlal Nehru Renewal Mission of Pradhan Mantri Awaas Yojana</p>
6	Clause 13 (ba)	<p>a civil structure or any other original works pertaining to the in-situ rehabilitation of existing slum dwellers using land and other resource through private participation under the Housing for All (Urban) Mission / Pradhan Mantri Awaas Yojana for existing slum dwellers</p>
7	Clause 13 (bb)	<p>a civil structure any other original works pertaining to the 'Beneficiary led individual house construction enhancement under the Housing for all (Urban) Mission / Pradhan Mantri Awaas Yojana</p>
8	Clause 13 (d)	<p>pollution control or effluent treatment plant, except located as a part of factory</p>
9	Clause 25(a)	<p>Services provided to Government, a local authority or a governmental authority by way of water supply, public health, sanitation conservancy, solid waste management or slum improvement and up-gradation (above item (a) substituted vide NTF.No.06/2014-ST dt.11.7.2014</p>
10	Clause 39	<p>Services by a local authority or a governmental authority by way of any activity in relation to any function entrusted to a municipality under articles 243W of the Constitution. As per article 243W of the Constitution read with 12th schedule of the following activities in relation to the municipal function are exempted from service tax from 1.7.2012: (a) fee for bus stand (b) lease for slaughter house (c) cycle stand tax (d) market fee (f) pay & use toilet facilities etc.</p>

All the Urban Local Bodies are hereby instructed to carefully read the provisions and follow the above provisions of the Government of India Notification scrupulously without any deviation.

Sd/- G.Prakash
 Commissioner of Municipal Administration

Copy to :
 All Sections Superintendent of O/o.CMA
 JCMA, CE, FA, SE
 The Director of Local Fund Audit,
 Kuralajam, Chennai.
 The Principal Accountant General (G&BSA),
 Chennai-18.

// forwarded by order //


 Superintendent