Kerala Government

Summary

Department of Local Self-Government- Issue order revising the employment tax slabs of Panchayats and Municipalities as recommended by the 6th State Finance Commission.

Local Self-Government (RC) Department

Govt. Order (Sadha) No.1149/2024/LSGD Dated Thiruvananthapuram, 27-06-2024.

Reference:- Dated 25.06.2022 as per govt. no. 110/2022/Finance Order.

<u>Order</u>

The Sixth State Finance Commission, in its second report, had recommended to the government to revise the employment tax slabs of gram panchayats and municipalities. The Government has accepted this recommendation and issued the general order in reference (1).

2. The Government has examined the issue of revision of employment tax slabs in detail. Based on that, the order is issued revising the employment tax slabs of Gram Panchayats and Municipal Corporations at the rates in recommendation No. 2.118 of the 6th State Finance Commission's second report as attached below.

Sl No.	Range of Half Yearly Income	Current Rate (In Rupees)	New Rate (In Rupees)
1	Up to Rs.11,999	Nil	Nil
2	Rs.12,000 to Rs.17,999	120	320
3	Rs.18,000 to Rs. 29,999	180	450
4	Rs.30,000 to Rs. 44,999	300	600
5	Rs.45,000 to Rs. 99,999	450/600/750	750
6	Rs. 1,00,000 to Rs. 1,24,999	1000	1000
7	Rs.1,25,000 onwards	1250	1250

3. Revised employment tax rates will be effective from 1st October 2024 commencing second half year. As amended by the Kerala Municipalities Act, 1994, the Kerala Municipalities (Labour Tax) Rules, 2005, the Kerala Panchayat Raj Act, 1994 and the Kerala Panchayat Raj (Labour Tax) Rules, 1996.

Necessary amendment will be made by incorporating the rate.

(By order of Governor) Dr. Sharmila Mary Joseph Principal Secretary

1.The Principal Director, Local Self-Government Department, Thiruvananthapuram.

2. to all Corporation Mayors and Secretaries (through the Principal Director)

3. to all Municipal Chairpersons and Secretaries (through the Principal Director)

- 4. to all Grama Panchayat Presidents and Secretaries (through the Principal Director)
- 5. to all Heads of Departments
- 6. to all District Heads
- 7. Member Secretary, State Planning Board, Thiruvananthapuram.
- 8. Labour Commissioner, Thiruvananthapuram.
- 9. Chief Project Manager, SPARK, Thiruvananthapuram.
- 10. Principal Accountant General (Audit I/Audit II), Kerala, Thiruvananthapuram.
- 11. The Director, Kerala State Audit Department, Thiruvananthapuram.
- 12. Local Self-Government (FM) Department
- 13. Local Self-Government (RD) Department
- 14. Finance (SFC Cell-A) Dept.
- 15. Labour Department
- 16. Executive Director, Information Kerala Mission, Thiruvananthapuram.
- 17. I & PRD (Web & New Media) (For Publication)
- 18. Reserve File/Office Copy (Tasvabhava-RC 2/13/2024-Tasvabhava)

By order

Signed by

Pradeesh M. Date: 27-06-2024 16:57:17

Section Officer