

**Calcutta Municipal Corporation
Some Built-in-Defects of
The Slab System for Levy of
Consolidated Rates Under the Calcutta 1951 Act &
The Reform Introduced as per
Straight Line System in 1980 Act**

| Annual Act Rateable Valuation (Rs.) | Slab System, 1951 Act | | | | Straight Line System 1980 | |
|--|-----------------------|---------------------|-----------------------------|--|------------------------------|--------------------|
| | Rate (%) | Tax Demand (Rs.) | Incremental Demand (Rs.) | Tax Demand Expressed in Terms of Income Tax Slab System (Rs.) | Rate (%) | Tax* Demand (%) |
| 1000 | 15 | 150 | | 150 | 11.67 | 116.70 |
| 2000 | 18 | 360 | 210 | 150 + 21.00% of Rs.1000 = 360 | 13.34 | 266.80 |
| 3000 | 18 | 540 | 180 | 150 + 18.50% " 2000 = 540 | 15.01 | 450.30 |
| 4000 | 22 | 880 | 340 | 540 + 34.00% " 1000 = 880 | 16.68 | 667.20 |
| 5000 | 22 | 1100 | 220 | 540 + 28.00% " 2000 = 1100 | 18.34 | 917.00 |
| 6000 | 22 | 1320 | 220 | 540 + 26.00% " 3000 = 1320 | 20.01 | 1200.60 |
| 7000 | 22 | 1540 | 220 | 540 + 25.00% " 4000 = 1540 | 21.68 | 1517.60 |
| 8000 | 22 | 1760 | 220 | 540 + 24.40% " 5000 = 1760 | 23.35 | 1868.00 |
| 9000 | 22 | 1980 | 220 | 540 + 24.00% " 6000 = 1980 | 25.02 | 2251.80 |
| 10000 | 22 | 2200 | 220 | 540 + 23.71% " 7000 = 2200 | 26.69 | 2669.00 |
| 11000 | 22 | 2420 | 220 | 540 + 23.50% " 8000 = 2420 | 28.36 | 3119.60 |
| 12000 | 22 | 2640 | 220 | 540 + 23.33% " 9000 = 2640 | 30.03 | 3603.60 |
| 13000 | 27 | 3510 | 870 | 2640 + 87.00% " 1000 = 3510 | 31.70 | 4121.00 |
| 14000 | 27 | 3780 | 270 | 2640 + 57.00% " 2000 = 3780 | 33.37 | 4671.80 |
| 15000 | 27 | 4050 | 270 | 2640 + 47.00% " 3000 = 4050 | 35.04 | 5256.00 |
| 16000 | 33 | 5280 | 1230 | 4050 + 123.00% " 1000 = 5280 | 36.71 | 5873.60 |
| 17000 | 33 | 5610 | 330 | 4050 + 78.00% " 2000 = 5610 | 38.38 | 6524.60 |
| 18000 | 33 | 5940 | 330 | 4050 + 63.00% " 3000 = 5940 | 40.00 | 7200.00 |

* Rate = $10 + \frac{\text{Annual Rateable Valuation}}{\text{Rateable Valuation}}$ based on a rate of 11% for premises valued at Rs.600 & below and 40% for premises valued at Rs.18,000 and above.

Calcutta Municipal Corporation

Straight Line System for Levy of Consolidated Rates under The Calcutta Municipal Corporation Act, 1980 vs The Stab System under The Calcutta Municipal Act, 1951

| Slab System under 1951 Act | | Straight Line System under 1980 Act | |
|------------------------------------|--------------------------|---|----------|
| Annual Rateable Valuation (Rs.) | Consolidated Rate (%) | Terminal Values | Tax Rate |
| 1 - 1000 | 15 | Rs. 600 & above | 11% |
| 1001 - 3000 | 18 | Rs. 18000 & above | 40% |
| 3001 - 12000 | 22 | For Intermediate Values Consolidated | |
| 12001 - 15000 | 27 | Rate % = 10 + $\frac{\text{Annual Value}}{600}$ | |
| 15001 & Above | 33 | | |