



Proceedings of the Government

of Karnataka Subject: Zone under Self Declaration Property Tax regime
Regarding issuance of revised notice to property
tax in cases where classification has been wrongly
declared - Order. Read:

Chief Commissioner, B.B.M.P. Rava's letter no, xoe(to)/

0/814/2021-22, 0: 16-08-2021.

ಪ್ರಸ್ತಾವನೆ:

In the letter read above, the system for self-declaration of property tax has been implemented from the year 2008-09 under the Greater Bangalore Municipal Corporation. According to this system, taxpayers will be allowed to declare their assets for property tax, pay property tax and from the year 2016-17, the property tax will be revised and new software will be prepared.

At the time of filing the declarations, the taxpayers are allowed to check and enter the details of their assets and the applicable zonal classification in the notification. According to the Act, the taxpayers can check and submit the declarations, revise the property tax in cases where discrepancies are found, and recover the property tax with the amount of difference, double penalty of the difference amount and increase to the amount of the difference. It has been informed that it will be planned.

Therefore, zonal classification details were entered in the software to verify the declarations submitted by taxpayers, it was found that the zonal classification was entered incorrectly in about 78254 cases, 78254 notices were prepared and 11725 notices were issued to correct the zonal classification as per the Act and pay the difference amount with double penalty and interest as per the Act. Out of these 7891 notices, taxpayers have already paid an amount of Rs.13,33,12,978 to the property owners as per the notices.

Total in Rs.			
Total			
No. Of Notices Generated	Difference amount (PT+Cess) involved	Penalty involved	Total Amount
78,524	1,20,43,37,054	2,40,86,74,107	3,61,30,11,161

Collected				
No of Properties paid	Difference Amount (PT+Cess)	Penalty	Interest	Total Amount
7,891	3,54,47,602.88	7,08,95,205.76	2,69,77,427.13	13,33,12,978

Balance				
No. Of Properties to pay	Difference amount (PT+Cess)	Penalty	Interest calculated as on 31-07-2021	Total amount
70,633	1,16,88,89,450.69	2,33,77,78,901.38	89,71,22,653.40	4,40,37,91,005.47

However, if several other taxpayers have wrongly declared for property tax from the year 2016-17, they should have revised the property tax for the current row or the next row i.e. 2017-18 and issued a notice. However, the city corporation has delayed for 5 years and has revised the existing property owners and also told them to pay double penalty and interest for the difference amount. It is not reasonable to issue a notice and in the present case they have requested to waive the double penalty and interest due to the delay. Regarding waiver of double penalty imposed in the cases, the Standing Committee on Taxation and Finance and Burhat Bangalore Mahanagara Corporation exercise their powers and present a note before the Hon'ble Rulers for appropriate decision, dated: 12-08-2021 in the meeting of the Hon'ble Rulers, Item No: 240/2021-22 It is decided that necessary action will be taken at the government level for the proposal.

Hon'ble Administrator Date: 12-08-2021 Proceedings submitted to the Government, the Chief Commissioner, BBMP has submitted a proposal to get an order and send the following points in all the documents where the zone classification has been wrongly declared under the self-declaration property tax system.

1. Waiver of double penalty and interest to collect difference amount only.
2. Or waive the double amount to collect the difference amount and interest on the difference amount.



3. As directed by the Government in cases where property tax has already been issued and paid as per the said notice, to adjust the additional amount to the upcoming lines.
4. In case the zone classification details are entered in the property tax software in case of computerization, wrongly entered zone classification by the city corporation, to cancel such notices if computerized.

The Chief
scrutinizing his proposal, ordered as follows.

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Commissioner, after

Govt

Government Order No.: NAE 301 MNU 2021,
1. Bangalore, Dated: 13-09-2023

In view of the reasons explained in the proposal, the Government has approved the following action in all cases where the zone classification has been wrongly declared under the system for self-declaration of

property tax. 1) To the owner of the property regarding the wrong selection of zones and the difference amount to be paid

B.B.M.P. without informing on time. Mistake on behalf of

Reason waive double money difference amount and Accumulating interest on the difference amount.

2) In relation to the amount of difference in payment of property tax, levy of increment in prevailing bank interest rate for this difference amount.

3) Adjustment of the additional amount to the upcoming lines in the cases where the notice has already been issued and property tax has been paid as per the said notice.

4) Cancellation of such notices if zonal classification details have been wrongly entered in the property tax software and computerized.

5) Strictly directed BBMP to improve Self-Declared Property Tax Validation Verification by Revenue Officers of BMP as wrong selection of zonal options in present cases could have been detected earlier and it was identified too late.



6) BBMP was told that if any loss is caused to BBMP due to this proposal, it will not be borne by the government.

This order is issued as a resolution passed in the Cabinet meeting held on Date: 05-01-2022 File No: C: 489/2021.

Pursuant to the order of the Governor of Karnataka

and in his name, Sagar

NK) Under

Secretary to Govt., Department
of Urban Development (BBMP).



For:

1. Secretary General, Audit/Accounting, Karnataka Bangalore.
2. Principal Secretary to Govt., Vidhana Soudha, Bangalore.
3. Deputy Chief Secretary to Government, Department of Finance, Vidhansouda, Bangalore,
4. Principal Secretary to Hon'ble Chief Minister, Vidhana Soudha, Bangalore, 5.
- Private Secretary to Administrators, Greater Bangalore Municipal Corporation, Bangalore.
6. Secretary to Hon'ble Deputy Chief Minister, Vidhana Soudha, Bangalore.
7. Chief Commissioner, Greater Bangalore Municipal Corporation, Bangalore.
8. Joint Secretaries to Government, Cabinet, Vidhansouda, Bangalore, (2: 2: 489/2021, 08:05-01-2022).
9. Special Commissioner (Administration), Greater Bangalore Corporation, Bangalore,
10. Deputy Commissioner (Administration), Greater Bangalore Municipal Corporation, Bangalore, 11. Deputy Commissioner (Assets), Greater Bangalore Municipal Corporation, Bangalore,
12. Chief Accountant, Greater Bangalore Corporation, Bangalore. 13.
- Private Secretary, Urban Development to Additional Chief Secretary to Govt Department, Vikasasoudha, Bangalore,
14. Branch Defense File/Additional Husbands,