

**Submitted to : Industrial Development Commissioner, U.P.
(63A/6804 dt. 23 June 07)**

Double taxation for industries in industrial areas falling under the territorial jurisdiction of urban bodies.

A Government order dated 8th April 2003 was issued by the then Secretary, Nagar Vikas Section -9 (Copy enclosed) stating that 60% of the tax collected from industries will be utilized for the maintenance of the industrial areas itself. As such 60% of the tax income collected by the local bodies will be transferred to UPSIDC wherever they are maintaining the industrial areas.

UPSIDC says that since they are not getting 60% share of the taxes from local bodies therefore they will have to collect the maintenance tax from the industries if the industrial areas are to be maintained properly.

This issue have been discussed several times in the past. In one of the meeting Chaired by you, it was decided that UPSIDC will ensure the collection of 60% share from respective local body and will not ask the industries to pay maintenance tax separately to UPSIDC. The decision has not been implemented as yet.