

DEPARTMENTAL EXAMINATIONS

May 2010

(11)

SUBORDINATE ACCOUNTS SERVICE EXAMINATION
PART I (a)—LOCAL ACTS AND RULES FRAMED THEREUNDER
(PRACTICAL)

(With books.)

Time — Three hours.

(Maximum Marks : 100)

- [N.B.— (1) *Answer all questions.*
(2) *Candidates are allowed the option to answer the paper either in English or in Tamil or even to answer the paper partly in English and partly in Tamil.*
(3) *Answers should be brief and to the point and need not be a verbatim reproduction of printed pages.*
(4) *Marks will be deducted for bad handwriting.]*

	Marks
I. Write short notes on:—	15
(a) Surcharge on Transfer of Property.	
(b) Education Tax.	
(c) Tax on carriages and animals.	
(d) The component part of the Property Tax.	
(e) Realisation of Tax under Special Act.	
II. Distinguish between the following:—	
(a) Loan Account and Loan Statement.	15
(b) Fees and Tax.	
(c) Illegal Assessment and Erroneous Assessment.	
(d) Imprest and Petty Advance.	
(e) Financial Audit and Performance Audit.	
III. (a) What are the conditions prescribed for—	7
(i) Levy of new Tax in Municipality.	
(ii) Abolishing the existing Tax in Municipality.	
(b) Under what circumstances the Executive Authority may cut off the supply of Municipal water from any premises?	7
(c) What are the building and land generally exempted from the levy of Property Tax under Tamil Nadu District Municipalities Act, 1920.	7
IV. (a) What are the statements to be appended to the Annual Accounts of the Panchayat Union?	6
(b) What are purpose for which the Devolution Fund of a Municipality can be utilised?	6
(c) Mention the classes of persons and income who / that are not liable for Professional Tax in a Municipality.	6

- V. Calculate the vacancy remission of the Residential Building in Municipal area from the following information :— 6
- (a) Monthly Rent—Rs.1500
 - (b) Rate of general purposes and other Component Tax—11% per half year
 - (c) Education Tax—5% per annum
 - (d) Library Cess at the admissible rate
 - (f) Notice of vacancy remission received in Municipality on 1-5-2005 stating that the building is kept vacant from 1-3-2005 to 31-7-2005.
 - (g) Depreciation allowed to the building portion at 10%.
- VI. Comment on the following :— 10
- (a) Unutilised funds of the Panchayat Union deposited in Post Office in the name of the Commissioner on the plea that the investment made in official designation may not fetch interest.
 - (b) Printed Computerised Receipt Form utilised in facilitation centres in Municipality for the collection of Property Tax has been considered as a part of stationery articles.
 - (c) Menials who appointed under contingencies and brought to regular time scale of pay of Rs. 200–5–300 as Watchman / OA w.e.f. 1-10-1979 w.r.t. G.O. Ms. No. 1644, Rural Department, dated 12-10-1979 were allowed to retire at the age of 60 years.
 - (d) An Auditor object the payment of 5% Tax on the total value of the bill by the Municipality for the Consumption of Electricity for the residential premises.
 - (e) A legal heir of the deceased part-time Rural Medical Practitioner in X Panchayat Union has claimed the retirement benefit for the deceased employee.
- VII. Calculate the Property Tax leviable under Madurai City Municipal Corporation Act, 1971 for a residential building occupied by the owner of the building w.e.f. 1-10-1998. 15
- (a) Rate of Taxation per half year:

General Purpose	5	percentage
Drainage Tax	3	"
Water Tax	2	"
Scavenging Tax	1	"
Education Tax	2½	"

Library Cess maximum rate as per Rules.
 - (b) Area of the building 900 sq.feet.
 - (c) Rental value fixed by the Council Rs. 8 per sq.feet.
 - (d) The Existing Tax upto 30-9-1988 is Rs. 750 per half year.
 - (e) Age of the building 35 years for which a deduction of 3 per cent to be made from the Rental value as decided by the Council.
 - (f) For Owner Occupation 20% of the Rental value has to be deducted.
 - (g) Land cost is equivalent to 1/6th of the Rental Value.
 - (h) Depreciation may be allowed as per the provision of the Act after allowing for deduction specified in Col. No. 5 and 6.