NOTIFICATIONS BY GOVERNMENT

MUNICIPAL ADMINISTRATION AND WATER SUPPLY DEPARTMENT

THE TAMIL NADU TOWN PANCHAYATS (NORMS FOR CLASSIFICATION) RULES, 2014


No. SRO A-32(a)/2014.

In exercise of the powers conferred by sub-section (6) of Section 4 read with Section 303 of the Tamil Nadu District Municipalities Act, 1920 (Tamil Nadu Act V of 1920), the Governor of Tamil Nadu hereby makes the following Rules, namely:-

RULES

1. Short title, application and commencement.—(1) These rules may be called the Tamil Nadu Town Panchayats (Norms for Classification) Rules, 2014.  

   (2) They shall apply to all the Town Panchayats in the State. 

   (3) They shall come into force at once. 

2. Definition.—In these rules, unless the context otherwise requires “Average Annual income” means the average annual income of a Town Panchayat other than borrowings, time-barred deposits, non-statutory and developmental grants of three preceeding financial years.

[1]
3. **Norms for classification of Town Panchayats**.—The Town Panchayats shall be classified on the basis of average annual income as indicated in the Table below:—

<table>
<thead>
<tr>
<th>Grade</th>
<th>Average Annual Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grade II</td>
<td>Not exceeding Rs.50 lakhs.</td>
</tr>
<tr>
<td>Grade I</td>
<td>Exceeding Rs.50 lakhs but not exceeding Rs.100 lakhs</td>
</tr>
<tr>
<td>Selection Grade</td>
<td>Exceeding Rs.100 lakhs but not exceeding Rs.200 lakhs</td>
</tr>
<tr>
<td>Special Grade</td>
<td>Exceeding Rs.200 lakhs</td>
</tr>
</tbody>
</table>

Provided that the grade of any Town Panchayat on the date of coming into force of these rules shall not be downgraded:

Provided further that the classification of Town Panchayats shall be reviewed in every five years and shall be reclassified based on the norms prescribed above.

K.PHANINDRA REDDY

*Principal Secretary to Government*