

BILL NO. 4 OF 2016.

THE DELHI TAX ON LUXURIES (AMENDMENT) BILL, 2016

A

BILL

Further to amend Delhi Tax on Luxuries Act, 1996

Be it enacted by the Legislative Assembly of National Capital Territory of Delhi in the Sixty seventh Year of the Republic of India as follows:-

1. **Short title, extent and commencement:-** (1) This Act may be called the Delhi Tax on Luxuries (Amendment) Act, 2016.

(2) It shall come into force on such date as the Government may, by notification in the Official Gazette, appoint.
2. **Amendment of Section 2:-** In the Delhi Tax on Luxuries Act, 1996, in clause (i), in sub-clause (iii) for the words "seven hundred fifty" occurring after the words "television and the like, is" and before the words "rupees per room per day or more", the words "one thousand five hundred" shall be substituted.
3. **Amendment of Section 8:-** In the Delhi Tax on Luxuries Act, 1996, in section 8, in sub-section (1) at Serial No. 3 in the table for "Rs 750/-" occurring after the words "Hotel accommodation with tariff" and before the words "per day per room or more", "Rs 1,500/-" shall be substituted.

Manish

STATEMENT OF OBJECTS AND REASONS

1. As per the present provisions the threshold limit for Luxury Tax is Rs 750/- per day per room. As another step towards a simplified tax regime, it has been decided to increase the threshold limit from Rs 750/- to Rs 1,500/- per day per room. This will reduce burden on citizens and tourists and make it easy for small hotels to do business.
2. The proposal will ease business and will be a major process change in the functioning of the Luxury Tax Department.

The Bill seeks to achieve the aforesaid objective.



(Manish Sisodia)

Finance Minister/ Dy Chief Minister

Delhi-

, 2016

FINANCIAL MEMORANDUM

The Delhi Tax on Luxuries Act, 1996 (Amendment) Bill, 2016 does not involve any additional financial implications since no outgo on new posts is anticipated from the Consolidated Fund of National Capital Territory of Delhi.



MEMORANDUM REGARDING DELEGATED LEGISLATION

The Delhi Tax on Luxuries Act, 1996 (Amendment) Bill, 2016 does not make provision for the delegation of power in favour of any functionaries to make subordinate legislation.

