

PROCEEDINGS OF THE COMMISSIONER OF COMMERCIAL TAXES, KERALA
THIRUVANANTHAPURAM

Present: SUMAN BILLA, I.A.S

Sub:- KVAT Act 2003- Live Chicken & Day-old Chicks – Fixation of floor rate Orders issued.

Read:- 1) Order No.C2-11808/11/CT dated.30-04-2011 of the CCT, Tvm.
2) Lr.No.P13/1545/11 dated.31-03-2012 of DC, Palakkad.
3) Order No.C2-11808/11/CT dated.29-07-2011

The Committee for fixation of floor rate on live chicken met on 08-03-2012 to review the current floor rate. In the discussion, Committee noticed that the movement of day-old chicks is increasing at the check post nowadays. These chicks are traded in unorganized manner to local farms, and the raising of these chicks and its consequent sale often escapes the tax net. Hence to address the issue, it was felt that the floor rates need to be fixed on day-old chicks.

The floor rate fixed for live chicken cannot be applied for day-old chicks. Hence, the Committee felt that there should be a uniform yard stick to be adopted for the valuation of day-old chicks at the check post which necessarily should have a bearing on the sale value of these chicks in the State. The Committee also held deliberations with the traders on the issue. After considering all aspects, the Committee recommended to fix Rs.25/- for 'day-old chicks' and Rs.34/- for 'day-old giriraja chicks', excluding freight charges.

As for live chicken, considering the present market situation price of live chicken at Tamil Nadu and the slight increase in the tax rate made effective from 01-04-2012, the Committee unanimously opined that the present rate of Rs.70/- per Kg. needs no revision at present. In the circumstances the following orders are issued.

ORDER No.C2-15221/09/CT DATED 25/ 04 / 2012

In supercession of the Order read as 3rd paper above, for the purpose of Sec.8(g) and Sec.47(16A) of Kerala Value Added Tax Act, 2003,

- (i) the floor rate of 'live chicken' shall continue to be Rs.70/- per Kg. until further orders.
- (ii) with regard to day-old chicks the floor rate shall be Rs.34/- per bird plus freight charges in case of 'giriraja chicks'; and Rs.25/- per bird plus freight charges, in case of others.

This order will take effect from 01.05.2012.

Sd/-

COMMISSIONER