

ELECTRICITY DUTY

1958 : Pb. Act 10)

THE PUNJAB ELECTRICITY (DUTY) ACT 1958.

Punjab Act No. 10 of 1958.

(Received the assent of the Governor of Punjab on the 20th April, 1958, and was first published in the Punjab Government Gazette (Extraordinary) of the 24th April, 1958.)

1	2	3	4
Year	No.	Short title	Whether repealed or otherwise affected by legislation.
1958	10	The Punjab Electricity (Duty) Act, 1958.	Amended in part by Punjab Act 16 of 1959. ²
			Amended in part by Punjab Act 11 of 1963. ³
			Amended in part by Punjab Act 25 of 1964. ⁴
			Amended by the Haryana Adaptation of Laws (State and Concurrent Subjects) Order, 1968. ⁵
			Amended in part by Haryana Act No. 16 of 1974. ⁶

AN
ACT

to levy a duty on the sale or consumption of electricity

Be it enacted by the Legislature of the State of Punjab in the Ninth Year of the Republic of India as follows :-

1. (1) This Act may be called the Punjab Electricity (Duty) Act, 1958.

Short title
extent and
commencement.

1 For Statement of objects and Reasons, see Punjab Government Gazette (Extraordinary) 1958, page 495.

2 For Statement of objects and Reasons, see Punjab Government Gazette (Extraordinary), 1959, Page 281.

3 For Statement of Objects and Reasons, see Punjab/Gazette, (Extraordinary), 1963, Page 444, Govt.

4 For Statement of objects and Reasons, see Punjab Government (Extraordinary), 1964, page 935-37

5 See Haryana Government Gazette (Extraordinary) dated 29-10-1968.

(2) It extends to the whole of the State of ¹(Haryana).
(3) It shall come into force on the 1st day of April, 1958.

Definitions. 2. In this Act, unless the context otherwise requires,

(a) "Board" means the Punjab State Electricity Board constituted under Chapter III of the Electricity (Supply) Act, 1948, and includes the State Government when engaged in the business of supplying energy :

Provided that until the Punjab State Electricity Board is so constituted, the Board shall mean the State Government.

(b) "consumer" means a person, other than a licensee, who is supplied with energy-

(i) by a licensee ; or
(ii) by the Board ;

(c) "energy" means electrical energy ;

(d) "licensee" means any person licensed under Part II of the Indian Electricity Act, 1910, to supply energy, and includes-

(i) any person who has obtained the sanction in that behalf of the State Government under section 28 of that Act; and

1(ii) the Delhi State Electricity Board or the Municipal Corporation of Delhi from the date it is established, or ²(any State Government other than the Government of ³(Haryana) to whom energy is supplied for consumption or resale;)

(e) "prescribed" means prescribed by rules made under this Act;

(f) "unit", in relation to the energy, means kilowatt-hour; and

(g) words and expressions not defined in this Act but defined in the Indian Electricity Act, 1910 have the meaning assigned to them in that Act.

¹Substituted and always deemed to have been substituted for clause(ii) by Punjab Act 16 of 1959.

²Substituted for the words "any State Government" by Punjab Act 11 of 1963, section 2.

³Substituted for the word "Punjab" by Haryana Adaptation of Laws Order, 1968.

3.

namely:-

- (i) where the energy is supplied to a domestic consumer, not exceeding twenty-eight paise per unit;
- (ii) where the energy is supplied to a commercial consumer, not exceeding twenty-eight paise per unit; and
- (iii) where the energy is supplied to any other category of consumers, not exceeding fifty per cent on the price of energy so supplied in a month, as the State Government may, from time to time by notification, specify in this behalf:

Provided that the State Government may specify different slabs for different categories of consumers and specify different rates for each such slab:

Provided further that if such a consumer uses any part of the energy so supplied to him for a domestic or commercial purpose, -

- (a) where a separate meter is installed for measuring energy so used for domestic or commercial purpose, the rate of electricity duty on the part of the energy so used shall be as notified under clause (i) or clause (ii), as the case may be, and
- (b) where a separate meter is not installed for measuring energy so used for domestic or commercial purpose, the rate of electricity duty on the whole of the energy so supplied, including the energy so used, shall be as notified under clause (i),
- (iv) where the energy is supplied to any consumer, not being a licensee, through a temporary connection or a temporary extension of an existing connection for the purpose of illumination on the occasion of a marriage or other religious or social function, at such rate not exceeding ten rupees per unit of the energy so supplied, as the State Government may, from time to time by notification, specify in this behalf, notwithstanding anything to the contrary contained in the preceding clause; and
- (v) where the energy is supplied to a licensee, twenty-five per cent on the price of energy so supplied in a month:

Provided that on the supply of energy which is sold by a licensee not being a licensee specified by sub-clause (ii) of clause (d) of section 2:-

- (a) to a domestic consumer or a commercial consumer the rate of electricity duty on the energy so sold shall be as notified under clause (i) or clause (ii), as the case may be,

(b) to any other category of consumers and such a consumer uses any part of the energy so sold to him for a domestic or commercial purpose,-

- (i) where a separate meter is installed for measuring energy so used for domestic or commercial purpose, the rate of electricity duty on the part of the energy so used per unit shall be as notified under clause (i) or clause (ii), as the case may be, and
- (ii) where a separate meter is not installed for measuring energy so used for domestic or commercial purpose, the rate of electricity duty on the whole of the energy so supplied including the energy so used, per unit shall be as notified under clause (i), and

(c) to any consumer, through a temporary connection or a temporary extension of an existing connection for the purpose of illumination on the occasion of a marriage or other religious or social function, the rate of electricity duty on the energy so sold per unit shall be specified in clause (iv)."

(2) There shall be levied for and paid to the State

Government the electricity duty at the rate of one and a half paise per unit, also by -

(a) a licensee generating energy himself on the energy supplied by him to the consumers; and

(b) a person generating energy for his own use or consumption on the energy used or consumed by him in a month.

(3) Nothing in sub-sections (1) and (2) shall apply to the consumption or sale of energy which is -

(a) 1(consumed by or sold to the Government of India for consumption by that Government; or)

(b) consumed in the construction, maintenance or operation of any railway by the Government of India

(c) or a railway company operating that railway, or sold to that Government or any such railway company for consumption in the construction, maintenance or operation of any railway.

1. Substituted for the words "consumed by or sold to the Government of India; or" by Punjab Act 16 of 1959, section 3. These words shall be and shall always be deemed to have been substituted, the electricity duty on the energy supplied

(4) For the purpose of computing the electricity under this section, the consumption shown by the meters starting after the first meter reading date after the commencement of this Act shall be taken into account :

1 (Provided that for the purpose of computing the electricity duty at rates specified in section 3 of the Punjab Electricity (Duty) Amendment Act, 1963, the consumption shown by the meters commencing with the first meter reading date falling after the first day of April, 1963 shall be taken into account :

Provided further that, for the period commencing with the first April, 1963 and ending with the first meter reading date falling after the first day of April, 1963, the electricity duty shall be computed as if the Punjab Electricity (Duty) Amendment Act, 1963 had not been enacted.)

Collection
and payment
of electricity
duty.

4. The electricity duty shall be collected and paid to the State Government by the Board or a licensee or a person who generates energy for his own use or consumption as the case may be.

Licensee not
to reimburse
himself
from consumer
without
sanction of
State Govt.

5. No licensee shall, without the previous sanction of the State Government and subject to such conditions as the State Government may impose, recover from any person to whom energy is sold, the duty which falls to be paid by the licensee² (under this Act).

Explanation- Where the State Government permits a licensee to charge duty from the consumer, the duty shall not be deemed to be part of the price charged for the energy by the licensee.

¹ Inserted by Punjab Act 11 of 1963, section 3(2).

² Substituted and shall always be deemed to have been substituted for the words "in respect of the energy so sold or any part thereof" by Punjab Act 16 of 1959, Section 4.

6. (1) If the State Government so directs by a general or special order, the Board or a licensee or a person generating energy for his own use or consumption shall maintain such record and in such form and manner as may be prescribed showing -

Records and returns.

- (a) the units of energy generated or received by it or him for supply to the consumer;
- (b) the units of energy supplied to the consumer or consumed by it or him;
- (c) the amount of the duty payable thereon and the duty paid or recovered by him under this Act; and
- (d) such other particulars as may be prescribed.

(2) The Board, the licensee, or the person generating energy for his own use or consumption who has been directed under sub-section (1) to maintain a record shall submit such returns, in such form and manner and to such authority as may be prescribed.

(3) The amount of energy shall, for purpose of clauses (a) and (b) of subsection (1), be ascertained in such manner as may be prescribed.

7. (1) The State Government may, by notification in the Official Gazette, appoint inspecting officers to inspect records maintained under section 6.

(2) The inspecting officers shall perform such duties and exercise such powers as may be prescribed for the purposes of carrying into effect the provisions of this Act and the rule made thereunder.

(3) Every inspecting officer appointed under this section shall be deemed to be a public servant, within the meaning of section 21 of the Indian Penal Code, 1860.

8. (1) If in the opinion of an authority prescribed in this behalf, the Board, the licensee or the person generating energy for his own use or consumption evades or attempts to evade the payment of duty, whether by maintaining false records, submitting false returns, concealing the energy supplied or by any other means, the Board, the licensee or such person, as the case may be, shall pay by way of penalty, in addition to the duty payable under this Act, a sum not exceeding four times the amount of the duty to be determined by the prescribed authority : Penalty to be paid in certain cases.

Provided that no action under this sub-section shall be taken without affording a reasonable opportunity of being heard to the Board, the licensee or such person.

(2) An appeal shall lie against an order passed under sub-section (1) to such authority, within such period and on payment of such fees as may be prescribed.

(3) An order passed on appeal under sub-section (2) shall be final.

(4) An order for the payment of any penalty made under this section shall be without prejudice to any prosecution instituted for an offence under this Act.

every of
ty

9. Any duty due under this Act or penalty imposed under section 8 which remains unpaid, whether by a consumer to the Board or the Board or a licensee or a person generating energy for his own use or consumption to the State Government shall be recoverable as an arrear of land revenue or by deduction from amounts payable by the State Government to the Board or the licensee or such person.

Power to dis- 10. Where a consumer or a licensee fails to pay connect supply for non-payment of duty. the electricity duty to the Board or a consumer fails to pay such duty to a licensee who is authorised to recover the duty from the consumers under section 5, the Board or the licensee may exercise the powers conferred on a licensee by sub-section (1) of section 24 of the Indian Electricity Act, 1910, for the recovery of any charge or sum due in respect of energy supplied by it or him.

Penalties. 11. If any person-

- (a) required by section 6 to keep record or to submit returns fails to keep or submit the same in the prescribed form or manner or submit a return which is false, or
- (b) intentionally obstructs an inspecting officer appointed under section 7 in the exercise of his powers and duties under this Act and the rules made thereunder, or
- (c) contravenes any such rule, he shall be liable on conviction 1(***) to a fine not exceeding one thousand rupees.

1The words "before a Magistrate" omitted by Punjab Act 25 of 1954.

12. The State Government may in public interest by notification exempt any licensee, consumer or person from the payment of the whole or part of the electricity duty for such period and subject to such terms and conditions as may be specified in such notification.

13. (1) The State Government may by notification make rules for the purpose of carrying into effect the provisions of this Act.

(2) In particular, and without prejudice to the generality of the foregoing power, such rules may provide for-

- (a) the manner of calculating the duty (including marginal adjustments) under section 3;
- (b) the manner of collection and payment to the State Government of the electricity duty by the Board, licensees and persons generating energy for their own use or consumption;
- (c) the time and manner of payment of the electricity duty by the consumers;
- (d) the powers and duties to be exercised and performed by inspecting officers;
- (e) any other matter for which provision is, in the opinion of the State Government, necessary for giving effect to the provisions of this Act.

2(14. The provisions of this Act shall also apply to the Government of 3(Haryana) in respect of the energy supplied to such Government in the same manner as they apply to a domestic consumer or a commercial consumer or any other category of consumers, as the case may be.)

2Section 14 added by Punjab Act 11 of the 1963 Section 4.

3Substituted for the word "Punjab" by the Haryana Adaptation of Laws Order, 1968.