P.R. No. 462 Date:11.09.2014

PRESS RELEASE

Text of the D.O. letter dated 10.9.2014 addressed by Selvi J Jayalalithaa, Hon'ble Chief Minister of Tamil Nadu to all the Chief Minister of the States, enclosing the copy of the letter sent to Shri Arun Jaitley, Hon'ble Union Minister of Finance, Corporate Affairs and Defence, New Delhi. is reproduced below:-

"As you are well aware, the Government of India has recently circulated a revised draft Constitutional Amendment Bill on Goods and Services Tax(GST). While the intention of the draft Bill is to provide for a common national market for goods and services, there are a number of serious concerns on the impact the proposed GST would have on the fiscal autonomy of the States and the resultant huge permanent loss such a taxation system would cause.

I have, therefore, addressed the Union Minister for Finance, Corporate Affairs and Defence, regarding the genuine apprehensions of the State over loss of fiscal autonomy and permanent loss of revenue. I would like to share a copy of the said letter with you. (copy enclosed)

I do hope you will agree with my views that, before enactment of the Constitutional Amendment Bill on GST is taken up, the Government of India should strive for a broad consensus on the important issues relating to GST without compromising the fiscal autonomy of the States."

Issued by: Director of Information and Public Relations, Chennai-9

Date: 11.9.2014