

## **Tamil Nadu Tax on Consumption or Sale of Electricity (Amended) Act, 2007**

As per Section 3 of the Tamil Nadu Tax on Consumption or Sale of Electricity (Amended) Act, 2007, a tax at a rate of 5% of the consumption charges is leviable for the electricity sold by the licensee.

In case of High Tension consumers, Electricity Tax is payable on

- 1) Recorded demand Charges
- 2) Energy charges
- 3) Low power factor penalty charges

In respect of Industrial consumers under HT tariff IA, the peak hour penalty charges will be added to Energy Charges.