



# LAWS OF MALAYSIA

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ONLINE VERSION OF UPDATED  
TEXT OF REPRINT

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**Act 245**

**STATE GRANTS (MAINTENANCE  
OF LOCAL AUTHORITIES)  
ACT 1981**

*As at 1 December 2011*

**STATE GRANTS (MAINTENANCE OF LOCAL  
AUTHORITIES) ACT 1981**

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**LAWS OF MALAYSIA****Act 245****STATE GRANTS (MAINTENANCE OF LOCAL  
AUTHORITIES) ACT 1981**

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**ARRANGEMENT OF SECTIONS**

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## Section

1. Short title and commencement
2. Grant to any State by the Federation
3. Federation may impose terms and conditions



**LAWS OF MALAYSIA****Act 245****STATE GRANTS (MAINTENANCE OF LOCAL  
AUTHORITIES) ACT 1981**

An Act to provide the restructured local authorities with grants through the State Governments for the specific purpose of assisting the local authorities to maintain themselves.

*[1 January 1978]*

WHEREAS by Clause (3) of Article 109 of the Federal Constitution it is provided that Parliament may by law make grants for specific purposes to any of the States on such terms and conditions as may be provided by such law;

NOW THEREFORE **BE IT ENACTED** by the Seri Paduka Baginda Yang di-Pertuan Agong with the advice and consent of the Dewan Negara and Dewan Rakyat in Parliament assembled, and by the authority of the same, as follows:

**Short title and commencement**

**1.** This Act may be cited as the State Grants (Maintenance of Local Authorities) Act 1981 and shall be deemed to have come into force on 1 January 1978.

**Grant to any State by the Federation**

**2.** (1) The Federation may from time to time make a grant to any State for the maintenance of local authorities in that State.

(2) The amount of the grant made under subsection (1) shall be determined by the Minister responsible for local government after consultation with the Minister of Finance.

**Federation may impose terms and conditions**

**3.** The Federation, in making such grant, may impose terms and conditions to be observed by the State including a condition that the grant is to be spent by the local authorities for a specific purpose.

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AUTHORITIES) ACT 1981**

## LIST OF AMENDMENTS

Amending law	Short title	In force from
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– NIL –

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**LAWS OF MALAYSIA**

**Act 245**

**STATE GRANTS (MAINTENANCE OF LOCAL  
AUTHORITIES) ACT 1981**

LIST OF SECTIONS AMENDED

Section	Amending authority	In force from
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– NIL –

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