

The purpose of this research is to study the revenue of Chiangmai's municipal city after the expansion of the Chiangmai Municipal area from 17.5 to 40 square kilometer since 1983-1985. All categories of revenue and their problems relating to municipal revenue are also studied to consider improvement for increasing local income. Municipal's budget were analysed, interviews were conducted among the municipal officer. The data were subjected to statistical analysis.

The findings are: The municipal revenue before and after the expansion of Chiangmai's municipal area showed very slightly different. Some categories of revenue such as Tax, Fee, Fine, and Service Charge, Interest and Investment National Grant, Miscellenous declined. Some increased such as loan, utility tax, Business Tax, Accumulated fund and others revenue. The incongruities between the functions and revenue capacities : the roles and functions of municipal were more extended and enlarged than its revenue collection capacity. That is the problem of the Chiangmai municipal's development. At the present recess economic situation, the new kind of revenue are rarely accepted. It should be focus on municipalities management capacities and the improvement of their revenue collection.