



**GOVERNMENT OF ANDHRA PRADESH
FINANCE & PLANNING (FW-EBS. REV) DEPARTMENT**

Memo.No.50673-A/724/A2/EBS.REV/96

Dated:28-12-1996

Sub. : Recovery of Profession Tax at the enhanced rates from the salaries of Gazetted employees of the State Government.

Ref. : 1. G.O.Ms.No.227, Fin. &Plg.(FW.EBS. Rev.) Department., dated 21-9-1996.
2. G.O.Ms.No.235,Fin&Plg.(FW.EBS.Rev) Department., dated 29-10-1996.
3. G.O.Ms.No.327, Fin&Plg.(FW.EBS.Rev.) Department., dated 23-11-1996.

A P U S

The Government had enhanced the rates of Profession tax with effect from 1-8-1996. In terms of G.O.Ms.No.227, Fin.&Plg. (FWJEBS. Rev.) Dept., dated 21-9-1996, the recovery of profession tax at the enhanced rates was to commence from the month of September, 1996. The Government had ordered postponement of recovery of profession tax at the enhanced rates from the salaries of Non-Gazetted employees of the State Government till the end of January, 1997. It was clarified in the G.O.Ms.No.332, Fin.&Plg.(FW.EBS.Rev.) Dept. dated 30-11-1996 that the postponement was applicable only to the Non-Gazetted Officers of the State Government. Despite this clarification, it has come to the notice of the Government that the recovery of profession tax from the salaries of even Gazetted Officers is being done at the pre-enhanced rates.

2. The Pay and Accounts Officer and Director of Treasuries and Accounts are advised to ensure that the profession tax is recovered at the enhanced rates from the salaries of Gazetted Officers of the State Government with immediate effect. In case of any operational difficulties in recovering the profession tax at the enhanced rates from the salary of December, 1996, the recovery should invariably commence from the salary of Gazetted employees for the month of January, 1997 along with the recovery of arrears pertaining to the period August, 1996 to December, 1996. The following schedule of recovery of profession tax at the enhanced rates and the recovery of arrears of tax may be followed.

Schedule of Recovery of Profession Tax and Arrears of Tax:

Salary for the month of	Recovery of Tax
1. January, 1997	Recovery for the month plus arrears for Aug.96
2. February, 1997	Recovery for the month plus arrears for Sept.96
3. March, 1997	Recovery for the month plus arrears for Oct.96
4. April, 1997	Recovery for the month plus arrears for Nov.96
5. May, 1997	Recovery for the month plus arrears for Dec.96

3. Where the recovery of tax at the enhanced rates had commenced from the salaries of months proceeding January, 1997, the schedule of recovery indicated in Para 2 above may be followed with suitable modifications.
4. The Pay & Accounts Officer and Director of Treasuries and Accounts are requested to take immediate steps for recovering the profession tax at the enhanced rates from the salaries of Gazetted Officers of the State Government and to recover the arrears of tax. They are requested to send a compliance report to the Finance Department.
5. Orders regarding collection of arrears and current profession tax from Non-Gazetted employees will issue separately.

D. SUBBA RAO

Secretary to Government