

APS RTC

No B&F/F1/409(8)/92-AD

O/o the VC & MD Finance Wing

Mushirabad Hyderabad

Dated 06 Nov 95

ACCOUNTS CIRCULAR No 9 1 1995

Sub MV TAXES MV Taxes payment change in the method of payment Prescribing the accountal procedure Reg

Ref 1) GO Ms No 131 dated 02 08 95
2) Cir No 67/95-OPD(P) dated 18 09 95

Government through the reference cited at 1 has changed the basis for levying MV Tax on passenger vehicles from the existing per seat per quarter basis to percentage of Traffic Revenue basis w e f 02 08 95 and the present rate of MV Tax is at 13% on Traffic Revenue Accordingly the Corporation has paid the MV Taxes for passenger vehicles for Q E 31 12 95 based on the estimated Traffic Earnings and also the difference of taxes from 02 08 95 to 30 09 95

In view of non availability of Depot wise Tax figures due to change in the system of payment of MV Taxes it has been decided to dispense with the procedure of sending Debit Advices to Regional Offices Instead the following procedure is prescribed for adopting in the Monthly accounts starting from the Accounts of October 1995

The payment made at Head Office towards quarterly MV Taxes will be allocated to AH 2020 The expenditure towards MV Taxes shall be debited to AH 6401 and credited to AH 2020 in the Accounts of the Regional Office every month at 13% of Traffic Earnings for the month after deducting incentive on earnings paid to Drivers & Conductors during the month The difference between the MV Taxes payable for the period from 02 08 95 to 30 09 95 @ 13% of Traffic Revenue and the MV Tax actually paid for the same period shall also be assessed and forced into Accounts of October 1995 The expenditure towards difference of Tax for August & September 1995 booked by Head office in the Accounts for September 1995 will be reversed at Head Office in the Accounts for October 1995 to set off the booking made by the Regional Offices

The balance outstanding in AH 2020, in the Accounts of the Regional Offices shall not be carried forwarded to the next year since the clearance will be made at Head Office level

The Depot-wise MV Tax figures shall be worked out 13% on the Traffic Earnings (less incentive on earnings paid to Drivers & Conductors of each Depot for the month and adopted in the Depot-wise Profit & Loss Account The total of all the Depots shall be tallied with the Regional figure for which Journal Entry is passed in the Regional Office

All the Sr Managers(F) /Accounts Officers of Regions are advised to follow the revised procedure without fail

Sd/- (G Somasekhara Rao)
FINANCIAL ADVISER