

**ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION**

O/o the VC&MD Finance Wing  
Musheerabad Hyderabad 20

No IT/201(1)/2003 04 AD

Date 1 8 2003

To

All the Dy CAOs/AOs A P S R T C

Sub INCOME TAX - Tax Deduction at source - Regarding

- Ref
- 1 This Office Lr no IT/201(1)/99 2000 dt 31 3 2000
  - 2 This Office Lr no IT/201(1)/2001 02 AD dt 9 10 01
  - 3 Accounts Circular No 4 of 2001 02 AD dt 22 10 01
  - 4 Accounts Circular No 9 of 2002 dt 14 5 02
  - 5 This Office Lr no IT/201(1)/2001 02 AD dt 11 4 2002 issued to All the Dy CAOs & AOs of the Regions
  - 6 This Office Lr no IT/201(1)/2002 03 AD dt 14 11 2002 issued to All Officers of the Corporation

Tax Deduction at Source(TDS) is a statutory obligation and various aspects to be covered under TDS have already been explained through Circulars cited at reference

The applicability of provisions are on year to year basis Section 194 of Income Tax Act deals with TDS Therefore all the Unit Officers are required to be cautious while

arranging such payments under these provisions since non deduction of Tax Deduction at Source leads to prosecution of Corporation and may be burdened to pay large sums by way of Interest/Penalties to be levied by I T Authorities

Instances have come to notice on the following issues which need attention of the AO / Dy CAO and necessary corrective action may be taken

- 1 Non furnishing of TDS A/c No in the Challans / Returns etc Corporation s TDS No is A 0928 E(S/C/I) / HYB informed vide circular Letter cited at reference 5
- 2 Non recovery of TDS in certain cases of Contractors etc and non remittance of recovered amount within stipulated time of 7 days We have recently come across a specific instance of not effecting TDS from sweeping contractor at a Regional Headquarters Depot
- 3 Single instalment recovery on salaries instead of the month month basis

It is once again requested that all the Audit Officers should instruct / guide the units under their jurisdiction and see that the statutory obligation is fulfilled

Sd/ (K Nageswara Rao)  
DY CHIEF ACCOUNTS OFFICER (S P & A)