

ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION

O/o the VC&MD Finance Wmg
Mushirabad Hyderabad 20

No IT/201(1)/2003 AD

Date 3 12 2003

To
The Regional Managers of
All Regions
A P S R T C

Sub INCOME TAX - Deduction of Income Tax at source on payment of Rent or
Licence Fee to APSRTC & on Hire Charges payable to APSRTC - Reg

Ref 1 Circular Lr No IT/201(1)/96 AD dt 24 7 96 Page 113 of FAA Circulars &
Instructions (1991 2000)
2 Accounts Circular No 9/2002 dt 14 5 2002

Vide Circular letter cited at reference (1) it has already been informed that if any TDS was made before receiving TDS Exemption Certificates in case of Contracts Rent/ Licence Fee Hire Charges or on Interest receivable by Corporation the amount of Income Tax deducted should be debited to AH 2461 and credited to AH 2317 The balance in AH 2461 should be cleared by transferring the debit to AO(MA&IT)/HO by way of Debit Advice along with original Form - 16A

None of the units are following the above procedure Original Form 16 is required to approach Income Tax Authorities to get refund It has already been reminded time and again that at no cost the TDS is to be deducted in the payments receivable by Corporation

If at all deducted and if it is beyond the control the TDS so deducted should be debited to AH 2461 and Debit Advice along with original Form 16 A to be forwarded to the undersigned to approach Income Tax Authorities to get refund since Corporation Income is exempted from Income Tax as per Sec 11(A) of IT Act 1961

Two instant cases are appended hereunder

- 1 Visakha Steel City Depot TDS was recovered in May 2001 Form 16A Collected and forwarded vide Lr No O1/367(1)/2002/VSCD dt 6 2 2003 AH 2461 not debited and Debit Advice not issued
- 2 RM(HCR) TDS recovered on 19 2 03 and 24 3 03 but Form 16A forwarded vide Lr No 03/125(1 32)/02 HCR dt 21 10 03 AH 2461 not debited and Debit Advice not issued

It is not understood to which AH the recovered amount was debited in both the cases

Every care should be taken to forward original Form 16A along with Debit Advice in case of TDS made while paying amounts to Corporation At a later date the refund could not be arranged by Income Tax Authorities and TDS amount along with interest stands recoverable from the concerned

Matter may be treated as Most Urgent

Yours faithfully

Sd/ (K Nageswara Rao)

DY CHIEF ACCOUNTS OFFICER (S P & A)

Copy to Dy CAOs/AOs of all Regions