

ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION
Corporate Office, Operations Department (Planning wing).

No. P9/409(2)/2008-OPD(P)



Mushirabad, Hyderabad - 624.

CIRCULAR No.23 / 2009-OPD(PLG). Dt.22-07-2009.

Sub:- **Profession Tax - Payment of Profession Tax to Commercial Tax Dept. in respect of permit holding vehicles by each Depot of Corporation - Instructions issued - Reg.**

Ref:-1. AP Tax on Professions, Trades, Callings and Employments Act, 1987.

2. G.O Ms. No.610, Rev.(CT-IV) Dt.30-05-2006.

3. Memo No.13968/CT.IV/2009 Dt.24-04-2009 of Revenue Department, Government of AP.

4. Lr.No.9304/R2/2008, Dt.08-07-2009 of Transport Commissioner, Government of A.P., Hyd.

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It is to inform that as per the AP Tax on Professions, Trades, Callings and Employments Act, 1987, Profession Tax is payable by holder of permits of transport vehicles for every financial year.

The Government of A.P. vide G.O. 2nd cited appointed the Transport Department and its DTC and RTA Offices across the State to collect Profession Tax from the holder of permits of transport vehicles including permits held by transport companies.

The Transport Commissioner vide letter 4th informed that every transport operator shall pay Rs.750/- towards Profession Tax per annum per vehicle. Article 272(2) of Constitution of India says that the amount of Profession Tax payable by a person per annum shall not exceed Rs.2,500/-. It has been further clarified that the limit of Profession Tax payable i.e. Rs.2,500/- by a person per annum if such person is a Firm, Company, Corporation, Society or a Club or Association shall be applied to each branch of such Company, Corporation, Society or a Club etc. Therefore each Depot of APSRTC shall pay Rs.2,500/- towards Profession Tax. Accordingly tax has to be paid by APSRTC as follows.

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- 1) Rs.2,500/- towards Profession Tax by the Corporation.
- 2) Since the Corporation is owing more than 20,000 vehicles on fleet, an amount of Rs.2,500/- towards Profession Tax has to be paid by the Corporation in respect of vehicles.
- 3) Each Depot in the State has to pay Rs.2,500/- towards Profession Tax as each Depot is considered as a branch of the Corporate Office.

In view of the said provisions of the Act, it is statutory that each Depot of the Corporation need to pay towards Profession Tax @ Rs.2,500/- for every financial year.

It is hereby advised that all Regional Managers shall pay Profession Tax @ Rs.2,500/- per Depot of the Region for every financial year to the concerned branch of Commercial Tax Department immediately and obtain necessary TIN (Tax Identification Number).

Please acknowledge.


**VICE-CHAIRMAN &
MANAGING DIRECTOR**

To
All Executive Directors of Zones,
All Regional Managers,
A. P. S. R. T. C.

Copy to : ED(E), F.A. & C.A.O. for information.
Copy to : All DVMs/All Dy.CTMs./All Depot Managers for infmn.
Copy to : All Dy. CAOs. for infmn. & n/action.
Copy to : All AOs. in Regions for infmn. & n/a.