

4/2/14

IMPORTANT CIRCULAR

OFFICE OF THE CONTROLLER OF DEFENCE ACCOUNTS
"UDYAN VIHAR", NARANGI, GUWAHATI-781171

FAX: 3061-2640204

No.E/III/C/Misc/Corr/Vol-VIII

Date: 17/11/2014

To,
The GE/AO GE

(As per stander list)

Subject: Deduction of Taxes and related actions.

Please find enclosed Dte of Contract Management, MES, Engineer-in-Chief Branch, New Delhi letter No.66546/Manual/339/E8 dated-31/07/2014 on the above subject received under CGDA, New Delhi-11001 letter NO.18020/AT-X/XXXIV dated-11/09/2014 is forwarded herewith for information and strict compliance please.

sd/

(S.C.Das)

Sr.Accounts Officer (E)

Copy to:

The O/c

EDP (Local) : With a request to upload the memo in our web-site.

(S.C.Das)

Sr.Accounts Officer (E)

Tele: 23019151

Dte of Contract Management
Military Engineer Services
Engineer-in-Chief's Branch
Integrated HQ of MOD (Army)
Kashmir House, Rajaji Marg
New Delhi - 110 011

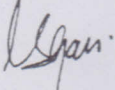
No.66546/Manual/339/E8

31 Jul 2014

List 'A'
ADG (OF & DRDO)
Secunderabad

DEDUCTION OF TAXES AND RELATED ACTIONS

1. Deduction of Tax by Govt Deductors & filing quarterly returns as per Income Tax Department Rules and Instructions are mandatory. Non-compliance of these actions attracts penalty for which Tax Deductor is solely responsible. It is seen that the procedure is not being followed resulting in not getting of due tax credit of the deductees. Such cases are on increase and are a matter of concern.
2. While instructions in Appendix 21.1 of Manual on Contract exist, certain updating of procedures is periodically carried out and notified by Income Tax Deptt. These can be seen on their website or from publications. A paper cutting published in Times of India dated July 21, 2014 (New Delhi edition) is enclosed for ready reference. All Tax deducting Authorities be directed for strict compliance thereof. Report on confirmation of compliance be sought and analysed.
3. It is mandatory for all Tax deducting authority to comply with the instructions and file returns/documents as per procedure whether it is Income Tax, Sales Tax or any other tax, and non-compliance indicates negligence of concerned officers
4. For CENC & CEWC: This is with ref to contractor M/s MPB Construction (P) Ltd, New Delhi bearing No Nil dated 11 June 2014. You are requested to investigate into the issue mentioned in the said letter and ensure rectification/reconciliation of TDS entries by 14 Aug 2014.


(ND Bhagatkar)
Jt DG (Contracts)
for Engineer-in-Chief

Encl: Paper cutting as above.

Copy to:-

1. ✓ CGDA, New Delhi : With request that the AAO/UA of GE be directed to ensure mandatory action of payment authority required in connection with TDS.
2. List 'B' : To ensure strict compliance

