



MAHA VITARAN

Maharashtra State Electricity Distribution Co. Ltd.

(A Govt. of Maharashtra Undertaking)

CIN : U40109MH2005SGC153645

Director (F)/MSEDCL/ 0 2 2 3 2 8

Date : 14 JUL 2014

To,
All Chief Engineer
MSEDCL (O&M) Zones.

To,
The Chief Engineer (Civil),
MSEDCL, H.O., Mumbai.

To,
The Chief General Manager (T&S),
MSEDCL, Nashik, Eklahare.

Sub : Non-compliances of various Tax Laws by MSEDCL Field Offices.

MSEDCL has to comply various tax laws such as Income Tax, Service Tax, MVAT, Professional Tax etc. in day-to-day working. The compliances include registration under the relevant acts, calculation of tax liabilities, preparation and filing of the returns, tax payments and follow-up with the departments on related issues.

It is observed that, services of Tax Consultants are availed for above compliance required under the various acts across Maharashtra. In spite of expertise available with the Tax Consultants, major defaults have been committed by the field offices in complying the tax laws resulting in un-warranted / avoidable financial loss to the company in the form of penalty, interest etc. under the relevant Acts.

It is to be mentioned here that Government has initiated the process of e-payment of taxes and e-filing of the returns in most of the tax laws. This helps in identifying the defaults easily. Certain sample cases of defaults pertaining to Income Tax TDS amounts to be deducted from Employee's salaries and Contractors' payment are pointed out by the Income Tax Authorities. The major defaults committed by MSEDCL field offices are as under :-

- Delay in filing of returns.
- Errors in entering PAN numbers.
- Delay in payments to Government.
- Delay in issue of TDS Certificates.
- Short deduction of TDS.
- Wrong updation of data.
- Wrong application of Sections for TDS.
- Errors in preparation of Challans.

The Income Tax Dept. has issued Notices to various MSEDCL offices for the above defaults involving substantial amount of Interest and Penalty payable by MSEDCL. All the CEs are hereby directed to ensure that the concerned Employees / Officers to be more vigilant in complying the tax law provisions and any penalty, interest attracted is liable to be recovered from the concerned officers / employees responsible for such defaults.



Director (Finance)

dlc

noncompliances of various tax laws 110714

Maharashtra State Electricity Distribution Co. Ltd.

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