



# PUNJAB STATE TRANSMISSION CORPORATION LIMITED

(Regd. Office: PSEB Head Office, The Mall, Patiala-147001)

Corporate Identity Number: U40109PB2010SGC033814

O/o Accounts Officer/A&R, Shakti Sadan, Patiala

www.pstcl.org e-mail: ao-comp@pstcl.org

## Accounts Circular No. 02/2018/PSTCL

To

All Addl. SEs/Sr. Xens/AOs  
under PSTCL

(All Accounting Units/DDOs)

Memo No. 1189-1235/CFO/A&R-20

Dated: 05.06.2018

**Subject: - Implementation of provisions of Punjab State Development Tax Act and Opening of new Account Code.**

Government of Punjab, Department of Legal and Legislative Affairs has enacted Punjab State Development Tax Act, 2018 vide notification No, 12-Leg./2018 dated 19.04.2018. This Act has come into force w.e.f. 19.4.2018. The relevant important provisions of this Act for DDOs are as under:

### **Sub- section 2 of Section 4:**

"..... Every person, engaged in any profession, trade, calling or employment and falling under any class mentioned in the schedule, shall be liable to pay the tax at rates mentioned in the Schedule from time to time. Senior citizens shall, however, be exempted as per the Income Tax Act, 1961."

### **Present Schedule under section 4 is as under:**

<b>Serial No.</b>	<b>Class of persons</b>	<b>Rate</b>
1.	All such persons who are assessable under the Head Income from Salaries and/ or Wages as per the Income Tax Act, 1961.	Rs. 200/- per month
2.	All such persons who are assessable under the Head Income from Business and/ or Profession as per the Income Tax Act, 1961.	Rs. 200/- per month

### **Sub section 3 of Section 4:**

"The tax under this Act shall be levied on the persons in the categories mentioned in the Schedule only if they are income tax payees i.e. the tax, for any particular financial year, shall be payable under this Act only by those persons whose taxable income for the same financial year, before allowing deduction on account of tax levied under this Act, exceeds the maximum amount which is not chargeable to Income Tax by the amount of tax payable by him under this Act for that year....."

### **Section 5:**

"The tax payable under this Act by any person earning a salary or wage, shall be deducted by his employer from the salary or wages payable to such person, before such salary or wages is paid to him, and such employer shall, irrespective of whether such deduction has been made or not, when the salary or wage is paid to such person, be liable to pay tax on behalf of all such persons...."

**Sub-section 1 of Section 6:**

*"Every employer liable to pay tax under section 4 shall obtain a certificate of registration from the designated officer in the prescribed manner within a period of sixty days from the date of commencement of this Act....."*

**Sub-section 1 of Section 7:**

*"Every person enrolled under this Act shall make self-assessment of tax and shall file return for a period, within such time and in such form as may be prescribed, to the designated officer, showing therein annual gross income from his profession, trade, calling or employment of the preceding year or part thereof and tax payable or paid by him."*

**Sub-section 2 of Section 7:**

*"Every employer registered under this Act shall make self-assessment of tax and shall file a return in such form, for such periods and by such dates as may be prescribed to the designated officer, showing therein the salaries and wages paid by him and the amount of tax deducted by him in respect thereof."*

In view of above, to account for deduction and remittance of this tax from salary/wages of employees, following account code is opened in the booklet 'Chart of Accounts' (Commercial Accounting System, Vol.-1 Part 1):

<b>Account Code</b>	<b>Account Head</b>
44.443	Punjab State Development Tax deducted at source.

**Explanation:**

*The amount deducted from the salary/wages of the employees shall be credited to this account code and afterwards tax paid to respective department will be debited to this account.*

All the DDOs are requested to initiate the process of registration as required under this Act (**within 60 days of the commencement of the Act**). Further, all DDOs are directed to refer above cited notification and ensure compliance of the provisions of the Act and to deduct the tax from April 2018.

Apart from the above, Punjab State Development Tax is also payable by PSTCL (as a Person), if PSTCL is Income tax payee for any particular financial year. AO/Taxation will pay tax for PSTCL by debiting Account code 76.102 (Rates and Taxes).

This issues with the approval Chief Financial Officer, PSTCL, Patiala.

*Harmander Singh*  
Accounts Officer/A&R,  
PSTCL, Patiala.

Endst. No. 1236-1274/CFO/A&R-20

Dated: 05.06.2018

Copy of the above is forwarded to the following for information and further necessary action please.

1. Chief Engineer/TS PSTCL Patiala.
2. Chief Engineer/SLDC PSTCL Patiala.
3. Chief Engineer/P&M PSTCL Ludhiana.
4. Chief Auditor, PSTCL, Patiala.

5. Financial Advisor, PSTCL Patiala.
6. Company Secretary, PSTCL, Patiala.
7. All Dy.CEs/SEs under PSTCL.
8. All Dy. CAOs / Dy. CAs / Dy. FAs under PSTCL.
9. All AOs under PSTCL (except DDOs).
10. RAO, PSTCL, Patiala.
11. SE/IT, PSTCL, Patiala for placing the circular on website of PSTCL.

*Harmander Singh*  
Accounts Officer/A&R,  
PSTCL, Patiala.