

GOVERNMENT OF NATIONAL CAPITAL TERRITORY OF DELHI
DIRECTORATE OF TRAINING & TECHNICAL EDUCATION
MUNI MAYA RAM MARG, PITAMPURA, DELHI-110034
(COORDINATION BRANCH)

F.5(2)/2014/CIR/CDN/TTE/ 261-267

Dated -02/07/2015

To

1. All branch In-charges at TTE(HQ).
2. All Heads of Institutions under DTTE(HQ).
3. Controller, Board of Technical Education.

Subj:- Correct deduction of Tax at Source and its timely payment by Govt. Departments/Undertakings/authorities/Boards etc. in case of Work Contracts.

Sir/Madam,

Please find enclosed a copy of circular no. Special Zone/2015/5152 dated 15.06.2015, received from the Commissioner(Trade & Taxes), Department of Trade & Taxes, Govt. of NCT of Delhi, Vyapar Bhawan, New Delhi, on the subject cited above, for information and necessary action at your end

Yours faithfully



2.7.15

(VIJAY CHANDNA)

ADMINISTRATIVE OFFICER(CDN)

Encl -As above.

F.5(2)/2014/CIR/CDN/TTE/ 261-267

Dated -02/07/15

Copy to the following for information please:-

1. PS to Secretary/Director(DTTE).
2. PA to Addl. Director(DTTE).
3. The Asstt. Programmer(TTE) with the request to upload this on the website of the Department at the earliest and return the original to this branch after uploading.



2.7.15

(VIJAY CHANDNA)

ADMINISTRATIVE OFFICER(CDN)

R2I-1311
22/6/15

3705/PA/Dir
23-6-15

OFFICE OF THE COMMISSIONER
DEPARTMENT OF TRADE & TAXES, GOVT. OF NCT OF DELHI
3RD FLOOR, VYAPAR BHAWAN, I.P. ESTATE, NEW DELHI

No Special Zone/2015/ 5152

Dated: 15/6/15

C I R C U L A R

Subject: Correct deduction of Tax at Source and its timely payment by Govt. Departments/Undertakings/Authorities/Boards etc. in case of Work Contracts.

Attention is invited to Circular No.F.3(10)/Fom(Rev-1)/2012-13/DS-VI-49-56 dated 17/01/2013 of the Pr.Secretary(Fin.), letter No.F.4PA/Spl Zone/T&T/2012/509-550 dated 05/12/2012 of the Commissioner(VAT), Delhi and a number of other letters on the above subject. Through the referred circular and letters, all the Govt. departments/Boards/Undertakings/Authorities/Bodies etc. awarding the Work Contracts in Delhi were informed about their obligation with regard to correct Deduction of Tax at Source i.e. VAT(TDS) on all the Work Contracts awarded by them, at the time of credit of payment to the contractor.

In the past, the department of Trade & Taxes, Delhi has organised a number of 'Workshops' for all Govt. Departments/Undertakings/Authorities/Boards etc. on the issue of 'Correct Deduction of Tax at Source' and its timely payment to the Department of Trade & Taxes, Delhi, as envisaged under section 36A(4) of the DVAT Act, 2004.

In accordance with section 36A of DVAT Act read with Rule 59 of DVAT Rules, TDS @4% is to be deducted by the contractee department from contractors who are performing work contract and are registered in VAT Department while in respect of un-registered work contractors, deduction of TDS should be @6%.

However, it is being observed that some dealers/contractors, whose RCs have been cancelled, are still using the same TIN numbers (of the cancelled RC) and the contractee department are deducting TDS @4% instead of 6%.

Accordingly, it may be ensured henceforth that TIN numbers of all work contractors, who are allotted work, is checked on the DVAT official website i.e. www.dvat.gov.in prior to deducting TDS so as to ensure that correct TDS i.e. 4% or 6% as the case may be, is deducted. In addition, TIN numbers of work contractors in respect of whom TDS has been deducted in the last 04 assessment years (i.e. from 2011-12

onwards) be checked from DVAT website and in case RCs of such work contracts were cancelled at the time of disbursement of payment, additional enhanced VAT(TDS) of 2% may be deducted from such contractors and deposited with VAT Department urgently.


(SANJEEV KHIRWAR)
Commissioner, Trade & Taxes

No: Spl.Zone/2014-15/

Dated:

Copy to:

1. Principal Secretary, PWD, GNCTD, Delhi Sectt., New Delhi.
2. Principal Secretary, Power, GNCTD, Delhi Sectt., New Delhi.
3. Pr. Secretary, Development, GNCTD
4. Pr. Secretary, Irrigation and Flood, Flood Control Deptt., Delhi.
5. Principal Secretary, TTE/Higher Education, GNCT of Delhi
6. Secretary, Urban Development & Director (Local Bodies), GNCTD, Delhi.
7. Secretary, GAD/Health and Family Welfare/Environment and Forest, Delhi Sectt., New Delhi.
8. Engineer-in-Chief, PWD, PWD HQ, I.P. Estate, New Delhi.
9. Vice Chairmen, DDA, Vikas Sadan, New Delhi.
10. Director General, CPWD, Nirman Bhawan, New Delhi.
11. Commissioner, Transport, GNCTD, Delhi.
12. Chairperson, NDMC.
13. Commissioner, South Delhi MC/North Delhi MC/East Delhi MC.
14. CEO, Delhi Jal Board, Jhandewalan, New Delhi.
15. Director, Directorate of Education, GNCTD, Old Sectt., Delhi.
16. Managing Director, DSIIDC Ltd.
17. Managing Director, DTTDC Ltd.
18. CEO, Delhi Urban Shelter Imp. Board, I.P. Estate, New Delhi.
19. CMD, DTC, I.P. Estate, New Delhi.
20. Managing Director, DT & TDC Ltd., New Delhi.
21. CMD DTL/DPCL
22. Registrar Cooperative Societies, Parliament St., New Delhi
23. Divisional Manager, Northern Rly., Baroda House, New Delhi.
24. All HODs Central/State Govts./Hospitals
25. HQ, Chief Engineer, Delhi Zone, Gopinath Bazar, Delhi Cantt., N. Delhi-110010.


(SANJEEV KHIRWAR)
Commissioner, Trade & Taxes