



Damania & Varaiya
Chartered Accountants

PROFESSION TAX ALERT

As per recent newspaper report, the Central Government is contemplating to authorise States Government (including Maharashtra Government) and Municipal Corporations, to determine ceiling on profession tax.

Fourteenth Finance Commission has recommended that this limit be raised to Rs. 14,000/- which at present in Maharashtra is Rs. 2500/- .

From above, it is apprehended that eventually profession tax ceiling (in Maharashtra) will be raised substantially from current ceiling of Rs. 2500/-.

Therefore we advise that you pay profession tax of Rs.10,000/- covering financial years 2016-17 to 2020-21. In such case subsequent increase in ceiling will not affect the liability of such payer till F. Y. 2020-21 (Section 8(3)(C)).

Damania & Varaiya

14/2, Mahalaxmi Industrial Estate,
Dainik Shivner Marg,
Lower Parel, Mumbai – 400 013.
Branch-Pune



For any queries email at consult@dnvca.com