WELCOME

Professional Tax

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What is Professional Tax ? Conti...

Professional tax is the tax by the state governments in India. Anyone earning an income from salary or anyone practicing a profession such as chartered accountant, lawyer, doctor etc. are required to pay this professional tax. Different states have different rates and methods of collection. In India, professional tax is imposed at the state level. However, not all states impose this tax. The states which impose professional tax are Karnataka, West Bengal, Andhra Pradesh, Telangana, Maharashtra, Tamil Nadu, Gujarat,Assam, Chhattisgarh, Kerala, Meghalaya, Odisha, Tripura, Madhya Pradesh, and Sikkim. Business owners, working individuals, merchants and people carrying out various occupations comes under the purview of this tax.

What is Professional Tax ?

Professional tax is levied by particular Municipal Corporations and majority of the Indian states impose this duty. It is a source of revenue for the government. The maximum amount payable per year is INR 2,500 and in line with tax payer's salary, there are predetermined slabs. It is also payable by members of staff employed in private companies. It is deduced by the employer every month and sent to the Municipal Corporation. It is a mandatory to pay professional tax. The tax payer is eligible for income tax deduction for this payment.

Applicablity of Professional Tax ?

Applicability of Professional Tax as per the Constitution of India: Article 276 of the Constitution of India provides that "there shall be levied and collected a tax on professions, trades, callings and employments, in accordance with the provisions of this Act. Every person engaged in any profession, trade, calling or employment and falling under one or the other of the classes mentioned in the second column of the Schedule shall be liable to pay to the State Government tax at the rate mentioned against the class of such persons in the third column of the said Schedule. Provided that entry 23 in the Schedule shall apply only to such classes of persons as may be specified by the State Government by notification from time to time.

Registration of professional tax number in Gujarat:

Employer is required to registered himself with municipality or district panchayat for professional tax.

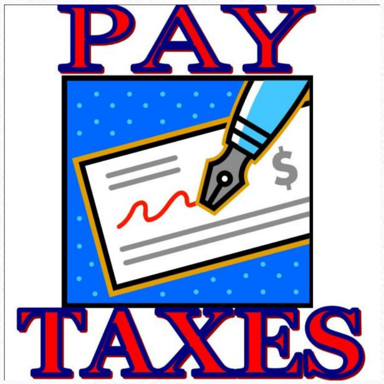
He has to get separate registration for different places. However he can apply for consolidated return for different places in form no. 5 CC.

If he fails to get himself registered, he is liable for penalty of ₹.20 per day for the days he remains unregistered for professional tax number in Gujarat.

Slab Rate of Professional Tax In Gujarat

Professional Tax In Gujarat is governed by the Gujarat Panchayat , Municipalities , Muncipal Corporation & State Tax on Professional Traders , Calling & Employment act 1976.

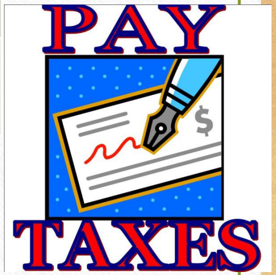
MONTHLY SALARY	AMOUNT PAYBLE IN GUJRAT
Less than ₹ 5999	NIL
₹.6000 to ₹ 8999.	₹ 80 Per Month.
₹.9000 to ₹ 11999.	₹ 150 Per Month.
₹.12000 & Above	₹ 200 Per Month.



Due Date For Payment Of Professional Tax

If less than 20 or less 20 Employees , than Due date for payment of Professional Tax is 15^{th} day from the end of quarter .

Month/Quarter	Due Date For Payment Of Professinal Tax
April –June	15^{th} of July
July – Sep	15^{th} of Oct
Oct – Dec	15^{th} of Jan
Jan – March	15^{th} of Mar



Due Date For Payment Of Professional Tax

If More than 20 Employees , than Due date for payment of Professional Tax is 15th day from the end of Month .

Month/Quarter	Due Date For Payment Of Professinal Tax
April	15th of May
May	15th of Jun
June	15th of Jul
July	15th of Aug
August	15th of Sep
September	15th of Oct
October	15th of Nov
November	15th of Dec
December	15th of Jan
January	15th of Feb
February	15th of Mar
March	15th of Apr

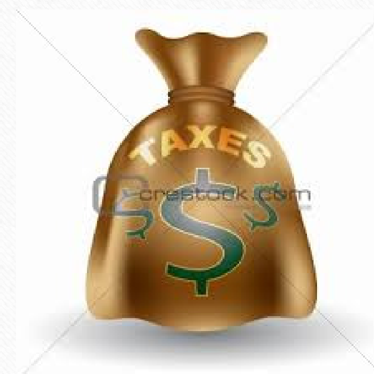
Interest on late Payment P.R.Tax .

If Empolyer fail to pay Professional tax than he liable to pay Interest @ 18 % P.A With Penalties.

Due Date For Filling Of Professinal Tax Return .

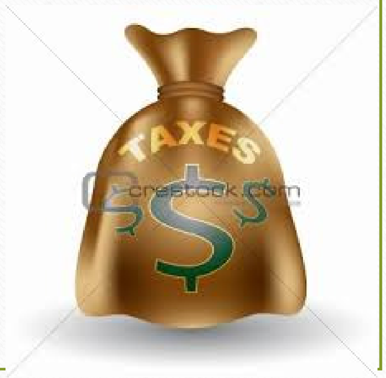
If less than 20 or less 20 Employees , than Due date for filling of Professional Tax Return is 15th day from the end of Previous Year in Form No.5AA

Example
For F.Y 2014-15
The Professional Tax return Due Date is 15th Of April -2015



Due Date For Filling Of Professinal Tax Return .

If More than 20 Employees , than Due date for filling of Professional Return Tax is 15^{th} day from the end of Month in form No.5 ,However , He can apply for annual return in form No.5B.



Thank You