

Maharashtra Profession Tax Act, 1975

Salary and wage earners, such person whose monthly salaries or wages are:

w.e.f. 01.07.2014

Monthly Salary	Amount of Tax
Does not exceed ₹ 7500	Nil
From ₹ 7501 To ₹ 10000	₹ 175
From ₹ 10001 and above	₹ 200 (In the month of Feb ₹ 300)

Salary and wage earners, such person whose monthly salaries or wages are:

From 01-07-2009 to 30-06-2014

Monthly Salary	Amount of Tax
Does not exceed ₹ 5500	Nil
From ₹ 5001 To ₹ 10000	₹ 175
From ₹ 10001 and above	₹ 200 (In the month of Feb ₹ 300)

Exemptions from payment of profession tax (Section 27A)

- The Badli workers in the Textile Industry
- Any person suffering from a permanent physical disability (including blindness) which has the effect of reducing considerably such individual's capacity for normal work or engaging in a gainful employment or occupations.
- Parents or Guardian of any person who is suffering from mental retardation specified in the rules made in this behalf, which is certified by a psychiatrist working in a Government Hospital
- The person who have completed the age of 65 years
- Parents or Guardians of a child suffering from a physical disability as specified in Para 2.

Salary or Wages {Section 2(h)}

"salary" or "wage" includes pay or wages, dearness allowance and all other remunerations received by any person on regular basis, whether payable in cash or kind, and also includes perquisites and profits in lieu of salary, as defined in section 17 of the Income-tax Act, 1961, but does not include bonus in any form, and on any account or gratuity;

Employer's liability to deduct and pay tax on behalf of employees.- (Section 4)

- The tax payable under this Act, by any person earning a salary or wage, shall be deducted by his employer from the salary or wage payable to such person, before such salary or wage 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 persons, be liable to pay tax on behalf of all such persons:
- Provided that, if the employer is an officer of Government the State Government may, notwithstanding anything contained in this. Act; prescribe by rules the manner in which such employer shall discharge the said liability:
- Provided further that, where any person earning a salary or wage -
- (a) is also covered by one or more entries other than entry 1 in Schedule I and the rate of tax under any such other entry is more than the rate of tax under entry 1 in that Schedule, or
- (b) is simultaneously engaged in employment of more than one employer, and such person furnishes to his employer or employers a certificate in the prescribed form declaring inter alia, that he shall get enrolled under sub-section (2) of section 5 and pay the tax himself, than the employer or employers of such person shall not deduct the tax from the salary or wage payable to such person and such employer or employers, as the case may be, shall not be liable to pay tax on behalf of such person.

Profession Tax E-Enrolment:

3rd proviso to Sec 3(2) is inserted from 01.05.2012 which states that, a person who is liable to pay tax has remained unenrolled then, his liability to pay tax under this section for the periods for which he has remained so un-enrolled shall not exceed eight years from the end of the year immediately preceding the year in which he has obtained the enrolment certificate or the year in which the proceeding for enrolment is initiated against him, whichever is earlier.

Rate of Interest :

From 01.07.2004- 1.25% per annum and
Penalty of equal to 10% of the Tax amount due.

E-Return

Filing of E Return for Employer is made mandatory w.e.f. 01.08.2011 in Form IIB (Trade circular 1T 2012)

New Number :

Employers Registered before 22nd July, 2007 having old PTRC number can get new PT number automatically by e-enrolling on mahavat.gov.in. Those who are registered from 22.07.2007 have already been granted new PTRC number.

E-Payment :

With effect from 01.07.2012 every employer holding Profession Tax Registration Certificate (PTRC) shall pay Tax, Interest, Penalty or any amount due and payable by or under the said act electronically. (Notification Dated 14.06.2012)

Return Periodicity for Employers :

Previous year Tax Payment <RS. 50000/- Annually
Previous year Tax Payment >RS. 50000/- Monthly
New Registration Monthly

Time limit for payment of Assessment Dues-

The amount of tax so assessed shall be paid within 15 days of receipt of the notice of demand from the prescribed authority. Appeal Time Limited- Profession Tax appeal can be filed within 60 days from date of receipt of notice of Demand. Provided that, the appellate authority may admit the appeal after the expiry of the above period, if he is satisfied that there was sufficient cause for the delay.

Assessment :

Where all the returns are filled by the employer for any year starting on or after the 01.04.2004 within one month from the end of the year to which such returns relate, no order of assessment under the proviso to sub-section (2) in respect of that year shall be made after the expiry of three years from the end of the said year; and if for any reason such order is not made within the period aforesaid then the returns so filed shall be deemed to have been accepted as correct and complete for assessing the tax due from such employer. If return is not filled within time then time limit for assessment is 8 years.