



कार्यालय रक्षा लेखा नियंत्रक :

OFFICE OF THE CONTROLLER OF DEFENCE ACCOUNTS

नं. 1 स्टाफ रोड, सिकंदराबाद -500 009

NO.1, STAFF ROAD, SECUNDERABAD – 500 009.

फोन:/PHONE: 040-27843385 फैक्स/FAX NO:040-27817275



MOST IMPORTANT CIRCULAR

No A/II/13004/Compiled Actuals

21.4.2020

To

All the Sections in Main Office

All AOs GE Offices

PAOs(Ors) AOC and EME

Sub: ANNUAL CLOSING OF ACCOUNTS FOR THE YEAR 2019-20.

Ref: CGDA letter No A/I/13311/ACA/2019-20 dated 17.4.2020.

Please refer HQrs Office letter cited above on the position of compilation of Health and Education cess at 4% of Income-tax (including Surcharge) upto March (pre)2020.(FY 2019-20)

It is further stated by HQrs that Health & Education Cess is 3.69% in case of Major Head 0021 and 0.06% in case of Major Head 0020 which is lower than 4% of IT (including surcharge). Hence, booking under the code heads 002/07 and 003/11 on this account may be reviewed and necessary rectification action may be taken immediately to avoid need for such rectification through JE at later stage under intimation

This may please be accorded top priority.

Encls: HQrs letter dated 17.4.2020

ACDA (A/CS)

Office of the CGDA

Ulan Batar Road, Delhi Cantt-110010.

No.A/I/13311/ACA/2019-20

Dated:- 17-04-2020

To

All PCsDA/CsDA

Subject :- Annual closing of Accounts for the year 2019-20

This HQrs office letter of even No dated 07-04-2020 under which check list for compilation of March (Pre)/Supplementary Accounts as received from CGA, Ministry of Finance was forwarded, may be referred to.

As per serial item 4 of the Check list, Health and Education Cess has to be levied at 4% of the Income Tax (including Surcharge) in lieu of Primary Education Cess and Secondary & Higher Education Cess.

However the position as revealed from the Compilation upto March(Prel) 2020 is as under;

Major Head	Code heads	Amount
0020-Corporation Tax		
	002/00-Deduction from Contractors ...	Rs.82425.21 lakhs
	002/03- Surcharge	Rs.9.67 lakhs ✓
A) Total		82434.80 Lakhs
B)	002/07-Health & Education Cess	Rs.54.41 lakhs
C) Ration of (B) w.r.t (A)		0.06%
0021- Tax on incomes other than corporation Tax		
	003/02-Collections of tax on union emoluments...	Rs.597886.50 lakhs
	003/00 deductions from payments to Contractors	Rs.53861.39 lakhs
	003/04-Deduction-surcharge	Rs.29.56 lakhs ✓
D) Total		Rs.651777.45 lakhs
E)	003/11-Health & Education Cess	Rs.24075.04 lakhs
F) Ration of (E) w.r.t (D)		3.69%

Go/Ally
Top priority
17/4

Recd on
20.4.20
at 1700 hrs
Jw

From the details given above it is clear that Health & Education Cess is only 3.69% in case of Major Head 0021 whereas it is only 0.06% in case of Major Head 0020. As compilation of Health and Education Cess is lower than the prescribed percentage of 4% of the Income Tax (including Surcharge), it is, therefore requested that booking under the code heads 002/07 and 003/11 on this account may be reviewed and necessary rectification action may be taken in Supplementary-I Accounts positively to avoid the need for such rectification through J.Es at later stage.

CDA(CSD) and AO DAD MoD(Civil) may also review the bookings under their respective heads and ensure compilation on account of Health & Education Cess is 4% of Income Tax(Including surcharge)

This may be accorded top priority

Addl.CGDA(A&B) has seen.



Sr.Dy.CGDA(A&B)