

JAIPUR VIDYUT VITRAN NIGAM Ltd.

No. JVVN /CAO /Tax /F.146(ii) /D. 1905

Jaipur ; dated 12/12/06

CIRCULAR

Fringe Benefit Tax (FBT) has been levied on expenditure booked under different heads of account, termed as fringe benefit provided or deemed to be provided by the employer to its employees.

It has been decided to create some separate heads of account for proper booking of expenditure to avoid excess /short payment towards FBT.

Heads of account have been created / modified and the same are as follow:-

1. Repairs & Maintenance Expenses (Account Code 74.000)

- 74.616 R&M of Truck , Tempo , Pick-Up, Motor Cycle Other than Motor Cars
- 74.656 R&M Motor Cars including Covered Jeeps

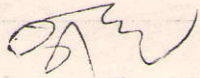
2. Employees Cost (Account Code 75.000)

- 75.632 Conveyance Expenses
- 75.610 Medical Reimbursement – Other than Govt. Hospitals
- 75.611 Medical Reimbursement - Govt. Hospitals

3. Administration & General Expenses

- 76.107 Insurance of Motor Car & Jeeps
- 76.109 Insurance of Other than Motor Car & Jeeps
- 76.137 Hiring of Motor Car & Jeeps
- 76.131 Hiring of Vehicles other than Motor Car & Jeeps
- 76.138 Registration of Motor Car & Jeeps
- 76.139 Registration of Vehicles other than Motor Car & Jeeps
- 76.132 Travelling Expenses Actual Fare
- 76.133 Travelling Expenses Others
- 76.150 News Papers & Magazines
- 76.136 Running Expenses Motor Car & Jeeps
- 76.240 Running Expenses of Vehicles other than Motor Car & Jeeps
- 76.191 Expenses of Planner with Logo

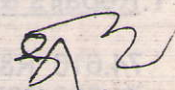
It is clarified that conveyance expenses are part of employees cost and it would be included in the income of employee and claim exemption up to prescribed ceiling limit u/s 10(14).



The booking of actual fare will be done under code head 76.132 whereas rest of expenses claimed in the T A Bill will be booked under code head 76.133. The head of office, while preferring /countersigning the TA bills would also mention break-up of TA claim under the above two heads of account in each TA claim before sending the same to circle Accounts Officer for pre-auditing /payment.

All concerned are advised to segregate the expenditure booked from 01.04.2006 accordingly and necessary rectification is required to be carried out in the books of accounts. The circle Accounts officer would book the expenditure on the above lines and furnish the quarterly information of Fringe Benefit accordingly.

It may be noted that short /excess deposit of Fringe, Benefit Tax due to misclassification /wrong booking of heads attract levy of penalty / interest and any lapse in the matter will be viewed seriously for which the defaulting officers/officials will be held personally responsible.


(A. K. Jain)

Chief Accounts Officer

Copy submitted /forwarded to the following for further needful:-

1. The Zonal Chief Engineer (JZ / KZ / BZ), Jaipur Discom , _____.
2. The Chief Engineer (MM), Jaipur Discom, Jaipur.
3. The F.A. & Controller of Accounts, Jaipur Discom, Jaipur.
4. The F.A. & C OA / C AO , R R V P NL/R UVNL/AVNL/JDVVNL _____.
5. The Chief Personnel Officer, Jaipur Discom, Jaipur.
6. The Superintending Engineer (_____), Jaipur Discom , _____.
He is advised to arrange endorsement / circulation of this circular to all the XENs / AENs under his control.
7. The Secretary (Admn.), Jaipur Discom, Jaipur.
8. The Sr.Accounts Officer/Accounts Officer (_____), Jaipur Discom, _____.
9. The PS to Chairman & Managing Director, Jaipur Discom, Jaipur.
10. The Asstt. Secretary(GAD), Jaipur Discom, Jaipur.


Asstt. Accounts Officer (Taxation)