

**GOVERNMENT OF MANIPUR
SECRETARIAT: FINANCE DEPARTMENT
(Finance Commission Cell)**

OFFICE MEMORANDUM

Imphal, the 31st December, 2007.

Sub:- Instructions regarding deduction of departmental and contingency charges along with Income Tax and Sales Tax (VAT) from the provision of works.

No.5/6/2006-FC: In partial modification of this department's Office Memoranda of even number dated 13/7/2007 and 29/8/2007 regarding the above subject, it is clarified that in respect of the departments executing works departmentally or through beneficiary/departmental committees/village authorities no agency charges may be levied on and/or deducted from the costs of works provided that the sanction for estimated cost of such works does not include agency charges and the work is executed departmentally or through departmental/beneficiary committees/village authorities without engaging any contractor/agency. However, VAT shall be leviable in all cases irrespective of the category of the work agency.

It is reiterated that levy and deduction of agency charge, VAT and other taxes at source in the manner prescribed under Office Memoranda referred to above will continue in regard to work(s) executed through contractors/work agencies.

All concerned shall ensure strict compliance with the above instructions with immediate effect.


(P. Sharat Chandra)
Principal Secretary (Finance)
Government of Manipur.

Copy to:-

1. The Secretary to the Governor of Manipur, Raj Bhavan, Imphal.
2. The Secretary to the Chief Minister, Manipur.
3. The Chief Secretary, Government of Manipur.
4. The Vigilance Commissioner, Manipur.
5. All Principal Secretaries, Govt. of Manipur.
6. The Accountant General, Manipur, Imphal.
7. All Commissioners/Secretaries, Govt. of Manipur.
8. All Heads of Departments to the Govt. of Manipur.
9. The Director (Treasuries & Accounts), Govt. of Manipur.
10. All Treasury Officers, Government of Manipur.
11. Guard file.