

Ref No. 2b/7733

4 May 2009

The Principal Secretary
Commercial Tax
Govt. of U.P.
Secretariat Annexe, Lucknow

Subject :- Suggestion Regarding Proper Monitoring of VAT Revenue.

Sir,

IIA has written letter no. 2bII/7418 dated 11 Aug 08 for easing the burden of work on the Officer & Assessors. The same is reiterated again for your kind consideration:-

Once VAT has been implemented in the State the main theme is the monitoring of Returns, Registrations, Refunds etc & the like to generate Revenue. But so far a large number of Trade Tax cases are pending or listed in Appeals, Revisions & S.L.P. whose flow may not be checked till G.S.T. is imposed. Thus benefits of VAT as conceived will not come forth. Therefore it is suggested:-

- (i) Old cases pending may kindly be disposed through a simple Notification like "Deemed to have been accepted/Assessed".
- (ii) The Appeals, Revision & S.L.P may be settled through O.T.S or other scheme of the like nature & get squared up.
- (iii) All VAT Returns, Registrations, Refunds should be thoroughly checked by deputing extra officials/officers and the mistakes, lapses, faults may forthwith be communicated to Dealers as the same not be repeated in the next "Tax period". However benefits like Refunds, pending Registration legally due etc may generously be given to Dealer as to make them VAT friendly.

Thus process will generate confidence in Dealers & propel them near VAT & make them friendly & cooperating.

Thanking You

Yours truly,

D.S. Verma
Executive Director