

Gujarat professional tax: revision in tax slabs

The Finance Department of the State of Gujarat has recently amended the profession tax (PT) slab for salary and wage earners with effect from 1 April 2022. Accordingly, there will be no PT on salaries and wages earned upto INR 12,000 per month.

The following table summarises the position of the revised profession tax slabs.

Sr. No	Class of persons	Monthly PT w.e.f. 1 April 2022 (INR)
1.	Salary and wage earners of the: a. State Government, b. Central Government, c. Panchayats, d. Public Sector Undertakings of the State and the Central Government, and e. Grant-in-aids institutions, whose monthly salaries or wages are i. Upto INR 12,000 ii. More than INR 12,000	Nil 200
2.	Salary and wage earners other than those mentioned in (1) above, whose monthly salaries or wages are i. Upto INR 12,000 ii. More than INR 12,000	Nil 200

Prior to this notification, the professional tax limits for monthly salary/wages (for all the categories of employees discussed above) were as under:

Monthly earnings	Monthly PT prior to 1 April 2022 (INR)
Less than INR 6,000	Nil
INR 6,000 and above but less than INR 9,000	80
INR 9,000 and above but less than INR 12,000	150
INR 12,000 and above	200

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https://commercialtax.gujarat.gov.in/vatwebsite/download/cir_noti/NOTI/Profession_Tax_NOTI_08042022.pdf

Therefore

From the financial year 2022-23, salary/wage earners whose monthly salary is upto INR 12,000 are exempt from paying professional tax. The class of employees who hitherto fell in the salary bracket of INR 6,000 to INR 12,000 per month will be exempt from PT w.e.f. 1 April 2022. For earnings above INR 12,000 per month, a monthly PT of INR 200 will be payable, which will be deducted by the employer at the time of payment of salary/wages.