



केन्द्रीय प्रदूषण नियंत्रण बोर्ड, दिल्ली

(पर्यावरण, वन एवं जलवायु परिवर्तन मंत्रालय, भारत सरकार के अंतर्गत एक स्वायत्त संस्था)
'परिवेश-भवन', पूर्वी अर्जुन नगर, शाहदरा, दिल्ली - ११० ०३२

मिसिल संख्या. एसी-१०१/०५/वीजी/२०१६-१७/

दिसम्बर ०५, २०१६

CIRCULAR/परिपत्र

विषय: आयकर अधिनियम १९६१ के तहत वित्त-वर्ष २०१६-१७ के वेतन से आयकर की कटौती के संदर्भ में
SUBJECT: INCOME-TAX DEDUCTION FROM SALARIES DURING THE FINANCIAL YEAR 2016-17 UNDER SECTION 192 OF THE INCOMETAX ACT, 1961.

As per the Finance Act, २०१६, income-tax is mandatorily required to be deducted under Section 192 of the Act from income chargeable under the head "Salaries" for the financial year २०१६-१७ i.e. Assessment Year २०१७-१८.

2. This present Circular contains the rates of deduction of income-tax from the payment of income chargeable under the head "Salaries" during the financial year २०१६-१७ and explains certain related provisions of the Act and Income-tax Rules, १९६२ (hereinafter the Rules). The relevant Acts, Rules, Forms and Notifications are available at the website of the Income Tax Department- www.incometaxindia.gov.in.

3. Every person who is responsible for paying any income chargeable under the head "Salaries" shall deduct income-tax on the estimated income of the assessee under the head "Salaries" for the financial year २०१६-१७. The income-tax is required to be calculated on the basis of the rates given in this circular, subject to the provisions related to requirement to furnish PAN as per sec २०६AA of the Act, and shall be deducted at the time of each payment. No tax, however, will be required to be deducted at source in any case unless the estimated salary income including the value of perquisites, for the financial year exceeds ₹२,५०,०००/- or ₹३,००,०००/- as the case may be, depending upon the age of the employee.

4. Permanent Account Number (PAN) and address of the assessee are mandatory. If not furnished, tax at source is to be deducted at the prescribed rates or 20% whichever is higher without giving any rebate/deduction.

5. Section १९२(२बी) enables a taxpayer to furnish particulars of income under any head other than "Salaries" (not being a loss under any such head other than the loss under the head – Income from house property) received by the taxpayer for the same financial year and of any tax deducted at source thereon. The particulars may be furnished in the enclosed Form of 12 BB along-with annexure, which is properly to be signed and verified by the taxpayer in the manner as prescribed under Rule २६बी(२) of the Income Tax Rules.

6. DDO can take into account loss under the head – Income from house property only. Loss under any other head cannot be considered by the DDO for calculating the amount of tax to be deducted.

7. If the jurisdictional TDS officer of the Taxpayer issues a certificate of No Deduction or Lower Deduction of Tax under section १९७ of the Act, in response to the application filed before him in Form No १३ by the Taxpayer; then the DDO should take into account such certificate and deduct tax on the salary payable at the rates mentioned

therein. (Rule 24AA). The Unique Identification Number of the certificate is required to be reported in Quarterly Statement of TDS (Form 24Q).


8. Further, as per Circular ०४/२०१३ dated १७/०४/२०१३ all deductors shall issue the Part A of Form No. १६, by generating and subsequently downloading it through TRACES Portal and after duly authenticating and verifying it, in respect of all sums deducted on or after the 1st day of April, २०१२ under the provisions of section १९२ of Chapter XVII-B. Part A of Form No १६ shall have a unique TDS certificate number. 'Part B (Annexure)' of Form No. 16 shall be prepared by the deductor manually and issued to the deductees after due authentication and verification along-with the Part A of the Form No. १६.

9. **The proof of Income details & savings** under various sections of Income Tax Act be submitted as per the following scheduled dates:

Last Date / Arrangements	Receipt of Form 12BB in F&A Division by 20th January 2017	Receipt in F&A Division by 10 th February 2017
Annexure	I & II along-with proof of the savings (self-attested) till 20 th January 2017.	Only the documentary proof (Annexure need not be sent again) of the proposed savings (self-attested) declared in annexure II.
Numbered Serially	All the enclosures must be serially grouped & numbered according to the format so that it may not lead to unattended.	

10. Soft copies of this circular & saving submission in form 12BB, both are also available in the employees' corner on the CPCB's web-site i.e. <http://www.cpcb.nic.in/employee/itcircular16-17.pdf> & saving submission in form 12BB at <http://www.cpcb.nic.in/employee/form12BB.pdf> at Intranet portal (10.24.84.156/cpcb.htm).

11. **Government has mandated the specified class of persons under Rule 114E to report Cash Deposits made during the period 09/11/2016 to 30/12/2016 aggregating to an amount exceeding the limits specified in Notification No. 104/2016. For details refer Notification no. 104/2016 dated 15/11/2016 [F.No. 370142/32/2016-TPL] published in the Gazette of India, Extra-ordinary, Part-II, Section 3, sub-section (i). You have to, because Govt. has said to.**


 (मोहन कुमार कपूर)
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 व प्रभारी, वित्त एवं
 लेखा विभाग

Encl.: As above

Income Tax Rates for the Financial Year 2016-2017

For All Assesses below the age of 60 years:-	
Where the total income does not exceed ₹.2,50,000/-	NIL
Where the total income exceeds ₹2,50,000/-but does not exceed ₹ 5,00,000/-	10 per cent of the amount by which the total income exceeds ₹ 2,50,000/-
Where the total income exceeds ₹5,00,000/-but does not exceed ₹ 10,00,000/-	₹ 25,000/- + 20% of (total income minus ₹ 5,00,000).
Where the total income exceeds ₹10,00,000/-	₹ 1,25,000/- + 30% of (total income minus ₹ 10,00,000)

Things one must know:

1. As per amendment by Finance Act 2016 in section 87A w.e.f. financial year 2016-17 onwards:

An assessee, being an individual resident in India, whose total income does not exceed five hundred thousand rupees (₹500,000), shall be entitled to a deduction, from the amount of income-tax (as computed before allowing the deductions under this Chapter) on his / her total income with which he/she is chargeable for any assessment year, of an amount equal to hundred per cent of such income-tax or an amount of five thousand rupees (₹5000), whichever is less. (₹2000/- upto financial year 2015-16).


2. Education Cess 2% +Secondary and Higher Secondary Education Cess 1% Education Cess is applicable (2%+1%)@ 3% on income tax.
3. Threshold limit of exemption from personal income tax in the case of all assesses (male and female both) below the age of 60 years is ₹ 2,50,000, while for a resident senior citizen over 60 years is ₹3,00,000 and for senior citizen over 80 years is ₹500,000.
4. The last date for filing of individual income tax return with the concerned ITO is 31st July 2017. E-filing of income tax return is must for assessee with annual income above ₹5 lakh.
5. Tax payers with salary income of up to ₹ 5 lakh and interest from savings bank accounts up to ₹10,000 is required to file income tax returns in ITR-1 in either mode manually or through E-filing.

TAX ADVISE:

1. It is prudent to avoid last minute tax planning. Do not invest in unwanted life insurance policies or in any other financial products just to save taxes. It is better you plan your taxes based on your financial goals at the beginning of the Financial Year itself. Plan your taxes from April itself, instead of waiting until late December or January.
2. It is OK to pay some taxes when you cannot save or cannot invest in right financial products. But, do not invest just to save TAXES. The cost of buying wrong financial products may outweigh the cost of taxes. Tax Planning is not a goal but a tool. Remember "**Tax Planning alone is not Financial Planning.**"

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1. PS to MS: - For kind information of MS
2. Hindi Officer: - For putting Hindi version of this circular on the CPCB web-site.
3. Incharge-I.T. Division- for publishing this circular on CPCB web-site & Intranet portal.
4. Divisional Incharges: -
For information and circulation in their division please.
5. Incharge, Zonal Offices: -
(i) For information and circulation in Zonal Office please.
(ii) Before forwarding to HO, the saving enclosures be checked by ZO Accounts Officials.
(iii) To update HO for payments of allowances paid locally on regular basis.
6. Notice Board
7. Master file


(मोहन कुमार कपूर)
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