



OFFICE OF THE CONTROLLER OF DEFENCE
ACCOUNTS, NO-1, STAFF ROAD,
SECUNDERABAD - 500 009

PHONE-040-27843385, FAX-040-28717275

C I R C U L A R

No. AN/Paytech/4024/I.T/Corr

Dt: 27 October. 2015

To

All Units/ Sub-Offices, SECUNDERABAD.

SUB:- Recovery of Income Tax for the Financial Year 2015-16
(Assessment Year 2016-17) – reg.

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1. The rates of Income Tax applicable for the Financial Year 2015-16 are as under.

| Tax Rate | Normal / Women | | | * Senior Citizen | | |
|----------|----------------|----|-----------|------------------|----|-----------|
| NIL | Upto | | 2,50,000 | Upto | | 3,00,000 |
| 10% | 2,50,001 | to | 5,00,000 | 3,00,001 | to | 5,00,000 |
| 20% | 5,00,001 | to | 10,00,000 | 5,00,001 | to | 10,00,000 |
| 30% | 10,00,001 | to | & above | 10,00,001 | to | & above |

* Rates of tax for an individual resident India and of the age of SIXTY years or more at any time during the financial year.

2. **SOME OF THE DEDUCTIONS ALLOWED FROM SALARY:-**

UNDER SECTION 24: The property was acquired or constructed through capital borrowed on or after 01.04.1999 and acquisition / construction completed within 3 years from the end of the F.Y. in which capital was borrowed, interest on such borrowed capital is deductible upto a maximum of Rs. 2.00 lakh.

The following amounts paid / deposited out of salary will be allowed as deduction and the maximum amount of deduction allowed is "1,50,000/-". However, there is no limit for each of the amounts that can be part of the above "1,50,000/-". The following paras are only illustrative and for detailed guidelines, Income Tax Act and circulars thereon may be consulted.

UNDER SECTION 80 C:- 1) LIC /PLI Premium 2) GPF Contribution (excluding refund) (3) Contribution towards 15 year PPF, (4) Subscription to N.S.S. VIII issue (5) Contribution towards Unit Linked Insurance Plan, like ULIP of UTI or LIC Mutual Fund (6) Amount paid as Tuition Fees. In India for full time education subject to a maximum of 2 children (7) Any payment towards repayment of loan (Principle Amount) taken from Government / Banks towards purchase / construction of a residential property.

UNDER SECTION 80 CCC: Deduction upto 1 lakh in respect of contribution to certain Pension Funds, paid as a premium for annuity plan of LIC or any other insurer.

UNDER SECTION 80 CCD: Deduction in respect of employee's contribution to New Pension Scheme of Central Government, will be allowed in computation of his total income, the whole amount so paid or deposited as does not exceed 10% of his salary.

SECTION 80 CCE: Limit on deductions under sections 80C, 80CCC and 80CCD shall not exceed Rupees One Lakh Fifty Thousand.

3. In addition to the above, deduction under the following sections I.T. Act are also allowed.

UNDER SECTION 80 D:- Medical Insurance Premium/CGHS Subscription paid subject to a maximum ceiling of 25,000/- (twenty five thousand only) in r/o Self, Spouse and dependant Children, 30,000/- (thirty thousand only) in r/o Senior Citizen.

UNDER SECTION 80DD: Payment for Medical treatment of dependent person with disability (a) in case of normal disability a maximum amount of "50,000/-" (b) in case of severe disability a maximum amount of "1,00,000/-".

UNDER SECTION 80E:- Repayment of interest on Education Loan taken from any financial institution / Charitable institution for self / family members, during the year, can be deducted till the loan is cleared or for eight years, whichever is earlier.

UNDER SECTION 80U: Deduction in case of a person with disability: A deduction of "50,000/-" is allowed out of the income of a resident individual who is certified by the medical authority to be a person with disability, which had the effect of reducing substantially his capacity to engage in a gainful employment. If the person is with severe disability the deduction is allowed upto "1,00,000/-" Certificate as specified in rule 11A is required to be furnished.

UNDER SECTION 80 CCG:- For the investment made under the Rajiv Gandhi Equity Savings Scheme, 50% of the total investment or 25000/- whichever is less, will be exempted.

UNDER SECTION 87 A:- Rebate of Rs. 2000/- or the amount of tax payable whichever is lower will be permissible for individuals having total income upto Rs. 5 lakhs.

4. All the Officers and staff, whose Salary income for the year exceeds '2,50,000'/- (3,00,000/- in case of Senior Citizens those who are attaining the age of 60 years during the Financial Year) are requested to submit their Income Tax Statements for the F.Y. 2015-16, in the enclosed proforma to the respective DDOs by 10.11.2015 positively duly enclosing proof in support of deductions claimed, (like Rent Receipts, Form 10 BA, LIC Premium Receipts, PPF Receipts, Tuition Fee Receipts etc) in order to enable verification of the same and to arrive the correct tax liability for the current Financial Year 2015-16.
5. All the DDOs are required to obtain and calculate the tax liability of all the employees and to start deducting the income tax liability so arrived in equal instalments as the last payment of salary will be in February 2016 (i.e. November, December, January & February) and onus for non recovery (if any) lies on the DDOs.
6. The contents of this circular may please be brought to the notice of all the officers and staff working in your office / section, including those on leave and their signatures, in token of having noted the contents may be obtained and kept on record.

K Lalge 28/10/15
Asst. Controller (Pay)

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5. Net Taxable Income

: ` _____

| General/ Women | Tax calculation | Senior Citizen | Tax calculation |
|----------------------|---|---------------------|---|
| Up to 2,50,000 | Nil | Up to 3,00,000 | Nil |
| 2,50,001 - 5,00,000 | 10% on the amount above 2,50,000 | 3,00,001- 5,00,000 | 10% on the amount above 3,00,000 |
| 5,00,001 - 10,00,000 | 25000+ 20% on the amount above 5,00,000 | 5,00,001- 10,00,000 | 20000+ 20% on the amount above 5,00,000 |
| 10,00,001 & Above | 125000+ 30% on the amount above 10,00,000 | 10,00,001 & Above | 120000+ 30% on the amount above 10,00,000 |

6. Income Tax to be paid on amount at col. (5) : ` _____

7. Tax Rebate U/s 87-A (Upto Rs. 2000/-) : _____

8. Add Education Cess @ 3% on total of col.(6-7) : ` _____

9. Total Tax to be paid : ` _____

10. Tax already recovered if any : ` _____

| Month | Amount of Tax recovered including Education cess | Office where recovery effected |
|---------|--|--------------------------------|
| 3/2015 | | |
| 4/2015 | | |
| 5/2015 | | |
| 6/2015 | | |
| 7/2015 | | |
| 8/2015 | | |
| 9/2015 | | |
| 10/2015 | | |

11. Balance of Tax : _____

12. Proposal for Recovery of Tax:

| | I.TAX | E.CESS |
|---------|-------|--------|
| 11/2015 | | |
| 12/2015 | | |
| 01/2016 | | |
| 02/2016 | | |

I will submit all Proof of savings pending if any by 31/Dec/2015.

DATE:

SIGNATURE
Name/Disg/AC.NO.

SALARY STATEMENT FOR THE YEAR 2015-16

NAME:
DESGN:
ACCOUNT NO.:

OFFICE:
PAN :

| MONTH YEAR | BASIC PAY | Grade Pay | DA | HRA | Others | FPA | TPAL | GROSS SALARY | GPF | CGEG IS | HBA | LIC | CGHS u/s 80D |
|--------------|-----------|-----------|----|-----|--------|-----|------|--------------|-----|---------|-----|-----|--------------|
| 03/2015 | | | | | | | | | | | | | |
| 04/2015 | | | | | | | | | | | | | |
| 05/2015 | | | | | | | | | | | | | |
| 06/2015 | | | | | | | | | | | | | |
| 07/2015 | | | | | | | | | | | | | |
| 08/2015 | | | | | | | | | | | | | |
| 09/2015 | | | | | | | | | | | | | |
| 10/2015 | | | | | | | | | | | | | |
| 11/2015 | | | | | | | | | | | | | |
| 12/2015 | | | | | | | | | | | | | |
| 01/2016 | | | | | | | | | | | | | |
| 02/2016 | | | | | | | | | | | | | |
| TOTAL | | | | | | | | | | | | | |

TOTAL GROSS SALARY FROM THE ABOVE STATEMENT

- ADD:** A/o D.A. 1/2015 TO 3/2015
- A/o D.A. 7/2015 TO 9/2015
- Ad hoc Bonus
- Children Education Allowance
- HONORARIUM
- Encashment of leave on LTC
- PAY FIXATION ARREARS
- TOTAL INCOME

.....

(Signature)

FORM NO. 10BA
(See rule 11B)
DECLARATION TO BE FILED BY THE ASSESSEE
CLAIMING DEDUCTION U/S 80GG

I/We _____

(Name of the assessee with Permanent Account Number) do hereby certify that during the previous year _____ I/We had occupied the premise

_____ (full address of the premise) for the purpose of my/our own residence for a period of _____ months and have paid Rs. _____ in cash / through crossed cheque, bank draft towards payment of rent to Shri/Smt/Ms

_____ (name and complete address of the landlord).

It is further certified that no other residential accommodation is owned by

(a) me / my spouse / my minor child / our family (in case the assessee is HUF), at _____ where I / We ordinarily reside / perform duties of officer or employment or carry on business or profession.

Or

(b) me / us at any other place, being accommodation in my occupation, the value of which is to be determined u/s 23(2)(a)(i) of u/s 23(2)(b).

Signature of the Assessee