



दक्षिण मध्य रेलवे
SOUTH CENTRAL RAILWAY

Headquarters Office,
Personnel Branch,
4th Floor, Rail Nilayam,
Secunderabad -500 025.
दिनांक /Date: 30.04.2020.

सं No.SCR/P-HQ/563/Bills.

ALL CONCERNED

Sub: Declaration for exercising option for TDS to be deducted from salary under
Old Tax regime or new tax regime.
Ref : PFA's letter NO: AAD/Estt/2020-21 Dated : 30.04.2020.

In the year 2019 Government of India came up with the concessional tax provision for individuals /HUF by inserting a new section 115 BAC under the Income Tax Act, 1961 w.e.f Financial Year 2020-2021. Under the provisions of the Act individuals are required to exercise an option for deductions of TDS under old OR new regime of taxation.


Accordingly, a declaration form is required to be submitted by the officers/ employees of this Railway. A copy of format of requisite declaration (option) is enclosed as Annexure A. This may be given wide publicity amongst officers/ staff. DDOs should ensure that all officers/ employees under their pay bill unit to submit the said declaration within the stipulated time. It is also worthwhile to mention that in case declaration (option) form is not received within the due date in respect of any officer/employee, it shall be presumed that such officer /employee is not willing to opt for new tax regime and Income tax will be deducted as per old regime. Action may also be taken to enter these options in Service cards /service records especially in cases of officers/ staff who are due to superannuate or retire in the current financial year.

For ready reference summarised tax rate as per new/old (existing) regime is as under (Sec 115 BAC).

Income Tax Slab for New FY 2020-21	New Tax Rate	OLD (Existing) Tax Rate
Upto Rs 2.5 Lakhs	Exempt	Exempt
Rs 2.5- Rs 5 Lakhs	5%	5%
Rs 5- Rs 7.5 Lakhs	10%	20%
Rs 7.5 -Rs 10 Lakhs	15%	20%
Rs 10 – Rs 12.5 Lakhs	20%	30%
Rs 12.5 – Rs 15 Lakhs	25%	30%
Above Rs 15 Lakhs	30%	30%

Last date for submission of declaration (option) form is 15th May 2020. If the lockdown is extended in such case options can be submitted either through email or whatsapp. Divisions/workshops/units may circulate such mail ids and whatsapp nos accordingly.

Encl: Annexure – A


(G. KALPANA) 30.4.2020

Senior Personnel Officer/ Bills
For Principal Chief Personnel Officer

Copy to : PFA/SCR, All POs of HQrs,
Copy to : GS/SCRES , GS/SCRMU, GS/AISCSREA & GS/OBCREA.

**FORMAT FOR DECLARATION TO BE SUBMITTED TO BILL COMPLAINING OFFICER UNDER
THE PROVISIONS OF SECTION 115 BAC , UNDER THE INCOME ACT 1961 FOR
CURRENT FINANCIAL YEAR 2020-2021.**

(To Be submitted through Proper Channel)

To,

Sub : Declaration of option for TDS to be deducted from salary under Old/New Tax regime.

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Sir/Madam,

I hereby declare that I understand the provisions of Section 115 BAC under Income Tax Act 1961 w.e.f. financial year 2020-2021. That, if I opt for TDS to be deducted New tax regime I will not be able to claim any deductions or exemptions.

I also understand that once I exercise this option i.e. Old tax regime OR New tax regime, I shall not have option to change the same during the current financial year i.e. 2020-2021.

I have opted for my deductions of TDS for Income Tax for the current financial year 2020-2021 under _____ TAX REGIME (Mention OLD or NEW). I understand that the option exercised is final and no change in this option is allowed under any circumstances. (Officer/ employee to fill in the blank in own hand writing).

Name : _____

Design : _____

Office : _____

Bill unit No : _____

PF No / T.No: _____