**TDS on Income from Self Pension for the Financial Year 2019-20**

TDS as per provisions u/s 192 of IT Act will be deducted during the Financial year 2019-20 from the payment of Pension as well as arrears of Pension (if any) to the Self Pensioners.

The TDS will be deducted as per following Rates of Income tax on payment of Self Pension excluding Standard deduction of 50,000/- u/s (16)(a)

<table>
<thead>
<tr>
<th>Taxable Income</th>
<th>Super Senior Citizen 80 years and above</th>
<th>Senior Citizen 60 yrs and above but less than 80 yrs</th>
<th>Others</th>
<th>Tax rebate under section 87A of I.T. Act.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Up to Rs.2.50 lakh</td>
<td>NIL</td>
<td>NIL</td>
<td>NIL</td>
<td>-</td>
</tr>
<tr>
<td>Rs.2.50 Lakh to Rs.3 Lakh</td>
<td>NIL</td>
<td>NIL</td>
<td>5%</td>
<td>-</td>
</tr>
<tr>
<td>Rs.3 lakh to Rs.5 lakh</td>
<td>NIL</td>
<td>5%</td>
<td>5%</td>
<td>*Full tax rebate available</td>
</tr>
<tr>
<td>Rs.5 lakh to Rs.10 lakh</td>
<td>20% of Income Exceeding Rs.5 lakh</td>
<td>Rs.10,000 + 20% of income exceeding Rs.5 lakh</td>
<td>Rs.12,500 + 20% of income exceeding Rs.5 lakh</td>
<td>-</td>
</tr>
<tr>
<td>Above Rs.10 lakh</td>
<td>1 lakh + 30% of income exceeding Rs.10 lakh</td>
<td>Rs.1.10 lakh + 30% of income exceeding Rs.10 lakh</td>
<td>Rs.1.125 lakh + 30% of income exceeding Rs.10 lakh</td>
<td>-</td>
</tr>
</tbody>
</table>

*To avail the tax rebate under sec. 87A one must fulfill the following conditions*

1. Must be a RESIDENT INDIVIDUAL
2. Total Income after Deductions (under Section 80) of the tax payer doesn't exceed Rs 5 lakh.
3. The rebate is limited to Rs 12,500. This means that if the total tax payable is lower than Rs 12,500, then that amount will be the rebate under section 87A. This rebate is applied to the total tax before adding the Education Cess (4%).

In addition to the above, Health & Education Cess @ 4%, on income tax will be deducted at source.

**The following may be noted:**

(i) Pensioners are requested not to deposit Advance Tax in respect of their income from pension chargeable to Tax during the financial year 2019-10. No request for deducting the residual amount of Tax will be entertained.

(ii) Pensioners have to submit to the Institute a proof of savings for claiming deduction of qualifying amount under Chapter VI A of IT Act (u/s 80C, 80D & 80E etc).

Pensioners can submit the details of their savings under different sections ONLINE in ERP and then should send the proof of savings by post/mail to the Institute. Without Proof of deposit, such online information will not be considered for any deduction and Tax will be deducted accordingly. Those who can not submit ONLINE, they can send the details directly to the address as mentioned in Para (IX).

(iii) For any donation to approved Institution/charitable trust u/s 80G, the pensioners are requested to claim the deduction directly from the Income Tax Dept. at the time of filling their Annual Income Tax Return.
(iv) TDS on pension will be deducted uniformly based on the yearly projection of total income from pension for the whole year (same as for the employees).

(v) All pensioners are requested to submit their PAN number to avoid tax deduction at higher rate as applicable as per Income Tax Act. They are also requested to update their present contact address with the Pension Cell of the Institute for making correspondence regarding Income Tax. The PAN number and other information can be submitted in the attached format.

(vi) TDS certificates will be issued as per the Income Tax Act.

(vii) All information on Tax matters may be sent by post to the

"Accounts Section, Pension Cell,
IIT Kharagpur, PO- Kharagpur, Dist-West Midnapore, PIN-721302"

OR

can be e-mailed to "pensioncell@adm.iitkgp.ac.in."

For any further information on Pension and TDS matters, the following persons may be contacted:

Sri Atanu Roy  Sr. Asstt  Tele No- 03222 282165
          e-Mail id           pensioncell@adm.iitkgp.ac.in

Sri Rajib Das  Asstt. Registrar (A/Cs)  Tele No.03222 282152
          e-Mail id           rajibdas@adm.iitkgp.ac.in

Registrar

To
All Self Pensioners

Copy to:
1. Chairman ERP, with a request to take necessary action for deduction of Tax from Self pensioners.
2. Dy. Registrar(Accounts)- for necessary action.
3. Assistant Registrar (Accounts, E-I, E-II,E-III)
4. Secretary to the Director
5. Secretary to the Deputy Director
6. Secretary to the Registrar
7. "Former Employee’s Portal in the Institute’s website.
8. File.

Hindi version follows.