



SUGGESTIONS ON TAXATION - POST BUDGET MEMORANDUM

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Item no	Issue	Suggestions	Justification
I	Personal Income Tax :		
1	No change proposed in the basic exemption limit which will remain as under:	The changes are long awaited and hence need to be considered now in the manner given below :	To rationalize the threshold limits
	Sr. Citizen above 80 years - Rs.5.00 Lac Sr. Citizen in age group of 60-80 Years - Rs. 3.00 Lac General - Rs. 2.50 Lac	Sr. Citizen above 80 years - No change suggested Sr. Citizen in age group of 60-80 Years - Rs. 4.00 Lac General - Rs. 3.00 Lac	
2	No change proposed in the rate of income tax for individuals which will remain as under:		To rationalize the slabs and give relief to marginal taxpayers
	Upto respective exemption limit - NIL Amount in excess of respective exemption limit up to Rs. 5.00 Lac - 5% Rs. 5.00 Lac (+1) to Rs.10.00 Lac - 20% Rs. 10.00 Lac (+1) to Rs.15.00 Lac - 30% Above Rs.15.00 Lac - 30%	There should be one more slab between Rs.5.00 Lac (+1) to Rs.7.50 Lac which should be taxed at 10% instead of straight 20%. This rate may be applied from Rs. 7.50 Lac (+1) to Rs.10.00 Lac	
3	No change proposed in the amount exempted u/s 80C which will remain at the same level of Rs.1.50 Lac	This should be increased to Rs.2.00 Lac	It will give boost to savings
4	The benefit of exemption of 40% of the amount received on closure of NPS account or opting out from such account is proposed to be increased to 60% of the amount received.	It should be made exempt up to full amount in case the reason of such closure is any one of these – a) Illness of self or any of dependent family members b) Marriage of ward c) Purchase/Construction/Repair of House for self	To give relief to the Sr. Citizens
5	Date of filing ITR remains same i.e. 31 st of July, though employers get more time to issue Form 16 i.e. by 10 th July which was 15 th of June earlier.	Date of filing ITR should be extended to 31 st August	To provide more time to Assesseees to prepare ITR after obtaining TDS Certificate from Employer

II	TDS Provisions		
1	<p>Due date of filing of TDS & TCS Returns remains the same which are as follows –</p> <p>For TDS – Ist 3 Qtrs. of the year – Within one month of the close of the Qtr. 4th Qtr. of the year - Within 2 months of the close of the Qtr.</p> <p>For TCS – Ist 3 Qtrs. of the year – Within 15 days of the close of the Qtr. 4th Qtr. of the year - Within 45 days of the close of the Qtr.</p>	<p>The due dates for filing of TCS should also be made the same as that of TDS to remove chances of confusion in the mind of depositors</p>	<p>It will ease the compliance of rules as the persons responsible to file the quarterly returns may file all such Returns simultaneously.</p>