

V.O.CHIDAMBARANAR PORT AUTHORITY
FINANCE DEPARTMENT

File No: 1811/FIN-TAX0ITAX/1/2021

Dt:04.05.2023

Circular No.01/2023-24

1. As per CBDT's circular no:4 of 2023 dated 05-04-2023, each employee shall intimate the employer regarding his intended Tax regime for each year.
2. If the employee does not make an intimation, it shall be presumed that the employee continues to be in the default tax regime which is the new regime and the employer shall deduct tax in accordance with the rates** (provided under section 115BAC New Regime). If employee does not prefer the new regime, an intimation for not exercising the new regime shall be provided to the employer. Employees once exercised the option are not allowed to change the tax regime for the purpose of TDS on salary during the financial year. However, the Tax regime can only be changed at the time of filing Income tax return by the Employees.
3. On opting Old Tax regime Form 12BB declaration to be submitted as per Finance department's Circular: 06/2021 dt:11.03.2021(Attachment for reference)
**The rate of Tax on new regime is as follows:

Income range	Income tax rate
Up to Rs. 3,00,000	Nil
Rs. 3,00,000 to Rs. 6,00,000	5% on income which exceeds Rs. 3,00,000
Rs. 6,00,000 to Rs. 9,00,000	Rs. 15,000 + 10% on income more than Rs. 6,00,000
Rs. 9,00,000 to Rs. 12,00,000	Rs. 45,000 + 15% on income more than Rs. 9,00,000
Rs. 12,00,000 to Rs. 15,00,000	Rs. 90,000 + 20% on income more than Rs. 12,00,000
Above Rs. 15,00,000	Rs. 1,50,000 + 30% on income more than Rs. 15,00,000

Note :

- i. Additional Health and Education cess at the rate of 4 % will be added to the Income tax liability.
 - ii. The tax rates in the new tax regime are the same for all categories of Individuals, i.e Individuals upto 60 years of age, Senior citizens above 60 years upto 80 years, and Super senior citizens above 80 years.
5. Available Deductions and Exemptions under the New Regime:
- Standard Deduction of Rs.50,000/- for Salaried Employees
 - Interest on home loan on let out property
 - Rebate u/s 87A up to Rs.25,000/- for Gross Total Income below Rs.7,00,000/-.

This issues with the approval of FA&CAO.


Accounts Officer Gr I(Tax).

1. All HoD's
2. PS to CPA/PA to Dy.CPA
3. Sr.DD/EDP to upload in Intranet.