



उत्तर प्रदेश पावर कारपोरेशन लिमिटेड

(उ०प्र० सरकार का उपक्रम)

U.P. Power Corporation Limited

(U.P. Government Undertaking)

CIN: U32201UP1999SGC024928

GSTN: 09AAACU5088M4ZM

कारपोरेट टैक्स एवं जी०एस०टी० सेल Corporate Tax & GST Cell

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पत्रांक 343 / का०टैक्स एवं जी०एस०टी० / 2020

दिनांक 21 / 08 / 2020

समस्त आहरण एवं वितरण अधिकारी

उ० प्र० पावर कारपोरेशन लि०

लखनऊ।

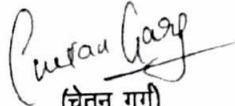
E-MAIL

विषय:- टी०डी०एस० की दर के सम्बन्ध में।

कृपया अवगत कराना चाहेंगे कि केंद्रीय प्रत्यक्ष कर बोर्ड (CBDT) द्वारा विभिन्न टीडीएस एवं टीसीएस प्रावधानों के तहत कम दरों की तालिका प्रदान करते हुए प्रेस रिलीज जारी किया गया है। इस सन्दर्भ में विषयक प्रेस रिलीज (प्रति संलग्न) के अनुसार समस्त Resident अद्वैतनिक भुगतानों अर्थात् वेतन के अतिरिक्त सभी भुगतानों पर लागू टी०डी०एस० की दरों में लागू दर से 25% कम टी०डी०एस० काटा जाना चाहिए।

उक्त विषयक के परिप्रेक्ष्य में कारपोरेशन के आयकर सलाहकार मेसर्स कृष्ण रतन रस्तोगी, चार्टर्ड एकाउन्टेन्ट्स द्वारा ई-मेल के माध्यम से दिये गये अभिमत (छायाप्रति संलग्न) अनुसार दिनांक 14.05.2020 से 31.03.2021 तक के बीजको का भुगतान टी०डी०एस० की नई कमतर दर से किया जाना अनुकूल है। अतः उक्त अवधि के दौरान बीजको का भुगतान टी०डी०एस०/टी०सी०एस० की नई कमतर दर से किया जाना सुनिश्चित करें।


संलग्नक:- यथोपरोक्त।

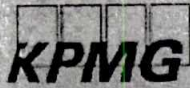

(चेतन गर्ग)
लेखाधिकारी (टैक्स)

पत्र सं० / का०टैक्स एवं जी०एस०टी० / 2020 तददिनांक
प्रतिलिपि निम्नलिखित को सूचनार्थ एवं आवश्यक कार्यवाही हेतु प्रेषित-

1. निदेशक (वित्त), मध्यांचल/पूर्वांचल/पश्चिमांचल/दक्षिणांचल विद्युत वितरण निगम लि०।
2. उप महाप्रबन्धक (लेखा) कानपुर विद्युत आपूर्ति कम्पनी (केस्कॉ) कानपुर।
3. उप महाप्रबन्धक (सामग्री प्रबन्ध), परिक्षेत्रीय लेखा कार्यालय, महानगर, लखनऊ, इस आशय के साथ कि अपने अन्तर्गत आने वाली समस्त इकाईयों को अपने स्तर से सूचित करना सुनिश्चित करें।
4. उप महाप्रबन्धक (सामान्य प्रशासन)/उप महाप्रबन्धक (कारपोरेट लेखा)/उप महाप्रबन्धक (सम्प्रेक्षा), उ०प्र० पावर कारपोरेशन लि०, शक्ति भवन, लखनऊ।
5. अनुसचिव (स०प्र० लेखा), उ०प्र० पावर कारपोरेशन लि०, शक्ति भवन, लखनऊ।
6. लेखाधिकारी (मुख्यालय भुगतान)/लेखाधिकारी (के०भू०प्र०कोष), उ०प्र० पावर कारपोरेशन लि०, शक्ति भवन, लखनऊ।
7. अधिशासी अभियन्ता, वेबसाइट, उ०प्र० पावर कारपोरेशन लि०, रूम 409, चतुर्थ तल, शक्ति भवन को वेबसाइट पर अपलोड करने हेतु।

संलग्नक:- यथोपरोक्त।


(चेतन गर्ग)
लेखाधिकारी (टैक्स)



#KPMGjosh

TAX FLASH NEWS

14 May 2020



CBDT issues press release relating to reduction in TDS/TCS rates

On 13 May 2020, the Prime Minister announced INR 20 lakh crore stimulus package, to make the country self-reliant and to revive the stalled economy due to Covid-19. To give effect to the five pillars of 'Aatmanirbhar Bharat' announced by the Prime minister, the Finance Minister announced the first set of package containing several measures. The Finance Minister, *inter alia*, announced that in order to provide more funds at the disposal of the taxpayers for dealing with the economic situation arising out of COVID-19 pandemic, the rates of Tax Deduction at Source (TDS) for the non-salaried specified payments made to residents and rates for Tax Collection at source (TCS) for the specified receipts has been reduced by 25 per cent for the period from 14 May 2020 to 31 March 2021.

CBDT press release

The Central Board of Direct Taxes (CBDT) has issued a press release¹ providing a table of reduced rates under various TDS/TCS provisions. Therefore, TDS on the amount paid or credited during the period from 14 May to 31 March 2021 shall be deducted at the reduced rates specified in the Annexure below. Similarly, tax on the amount received or debited during the period from 14 May to 31 March 2021 shall be collected at the reduced rates specified in the Annexure below.

However, there will be no reduction in rates of TDS or TCS, where the tax is required to be deducted or collected at a higher rate due to non-furnishing of PAN/Aadhaar. For example, if the tax is required to be deducted at 20 per cent under Section 206AA of the Income-tax Act, 1961 due to non-furnishing of PAN/Aadhaar, it shall be deducted at the rate of 20 per cent and not at the rate of 15 per cent.

Our comments

Due to COVID-19 pandemic, the taxpayers are facing acute difficulty of managing the cash flow. In order to enhance liquidity in the hands of taxpayers, the finance minister announced reduction in the rate of TDS and TCS by 25 per cent.

However, the relief in the form of lower TDS has not been extended to salaried individuals. Further, the benefit of lower rate of TDS has been provided for specified payments made to residents and the same is not available for payments made to non-resident.

The press release also states that legislative amendments with respect to reduction of TDS/TCS rates will be made in due course.

¹ CBDT press release, dated 13 May 2020

Annexure

TDS rates

Sr. No.	Section	Nature of payment	Existing rate of TDS (in per cent)	Reduced rate from 14 May 2020 to 31 March 2021 (in per cent)
1	193	Interest on securities	10	7.5
2	194	Dividend	10	7.5
3	194A	Interest other than interest on securities	10	7.5
4	194C	Payment of contractors and subcontractors	1 (individual/HUF) 2 (others)	0.75 (individual/HUF) 1.5 (others)
5	194D	Insurance commission	5	3.75
6	194DA	Payment in respect of life insurance policy	5	3.75
7	194EE	Payments in respect of deposits under National Savings Scheme	10	7.5
8	194F	Payments on account of re-purchase of units by mutual funds or UTI	20	15
9	194G	Commission, prize etc., on sale of lottery tickets	5	3.75
10	194H	Commission or brokerage	5	3.75
11	194-I(a)	Rent for plant and machinery	2	1.5
12	194-I(b)	Rent for immovable property	10	7.5
13	194-IA	Payment for acquisition of immovable proper	1	0.75
14	194-IB	Payment of rent by individual or HUF	5	3.75
15	194-IC	Payment for joint development agreements	10	7.5
16	194J	Fee for Professional or Technical Services (FTS), royalty, etc.	2 (FTS, certain royalties, call centre) 10 (others)	1.5 (FTS, certain royalties, call centre) 7.5 (others)
17	194K	Payment of dividend by mutual funds	10	7.5
18	194LA	Payment of compensation on acquisition of immovable property	10	7.5
19	194LBA(1)	Payment of income by business trust	10	7.5
20	194LBB(i)	Payment of income by investment fund	10	7.5
21	194LBC(1)	Income by securitization trust	25 (Individual/HUF) 30 (Others)	18.75 (Individual/HUF) 22.5 (Others)

22	194M	Payment to commission, brokerage etc. by individual and HUF	5	3.75
23	194-O	TDS one-commerce participant	1 (with effect from 1 October 2020)	0.75

TCS rates

S. No.	Section	Nature of Receipts	Existing rate of TCS (in per cent)	Reduced rate from 14 May 2020 to 31 March 2021 (in per cent)
1	206C(1)	Sale of		
		(a) Tendu Leave	5	3.75
		(b) Timber obtained under a forest lease	2.5	1.875
		(c) Timber obtained by any other mode	2.5	1.875
		(d) Any other forest produce not being timber/tendu leaves	2.5	1.875
		(e) Scrap	1	0.75
		(f) Minerals, being coal or lignite or iron ore	1	0.75
2	206C(1C)	Grant of license, lease, etc. of	2	1.5
		(a) Parking lot		
		(b) Toll plaza	2	1.5
		(c) Mining and quarrying	2	1.5
3	206C(1F)	Sale of motor vehicle above 10 lakhs	1	0.75
4	206C(1H)	Sale of any other goods	0.1 (with effect from 1 October 2020)	0.075 ²

² There seems to be an inadvertent error. The existing rate under Section 206C(1H) for sale of any other goods is 0.1%. Accordingly, the reduced rate should be 0.075% and not 0.75%.



DGM CORPORATE TAX <dgmtaxuppcl@gmail.com>

Need your opinion regarding Press Release of TDS and TCS rate.

K.R. Rastogi <kr_rastogi@rediffmail.com>
To: DGM CORPORATE TAX <dgmtaxuppcl@gmail.com>

Fri, Aug 7, 2020 at 1:10 PM

Dear Sir,

Please refer to your letter dated 06/08/2020 regarding opinion on reduction of TDS and TCS as per press release issued by CBDT vide letter notification dated 13.05.2020.

We are of the opinion that the reduction in rate of TDS and TCS for the non salaried specified payments made to residents has been reduced by 25% for the period from 14/05/2020 to 31/03/2021 as per CBDT press release notification dated 13/05/2020 where existing rates and reduced rates from 14/05/2020 to 31/03/2021 under different sections has been specified is applicable for the period specified therein.

In view of the above TDS with effect from 14/05/2020 till 31/03/2021 can be deducted on reduced rate as specified in the said letter dated 13/05/2020 under different sections.

Thanks & Regards
CA. K.R.Rastogi
B.Com, LL.B, FCA

c/o KRISHNA RATAN & CO.
Chartered Accountants

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