



### **Ease in Claiming Credit for TCS Collected/TDS Deducted for Salaried Employees**

Central Board of Direct Taxes (CBDT) has notified amendments in income-tax rules for ease in claiming:

- (I) Credit for TCS collected/TDS deducted for salaried employees for non-salaried income, e.g., interest income (TDS) and foreign payments for travel or children education etc. (TCS)
- (II) TCS credit of minors in the hands of parents. (where the collectee is the minor son/daughter and his/her income is clubbed with his parents)

The CBDT has made amendments vide notification

- (a) No. 112/2024/F. No. 370142/19/2024-TPL, Dated: 15.10.2024
- (b) No. 114/2024/F. No. 370142/21/2024-TPL, Dated: 16.10.2024

Further, the CBDT has also issued the press release to provide clarification regarding the purpose of these amendments.

**(the above-mentioned notifications and press release is enclosed with this blog)**

#### **Credit for TCS collected/TDS deducted for salaried employees**

This amendment will provide relief to salaried taxpayers by allowing consideration of TDS/TCS on non-salary income. The key highlights are:

- Salaried individuals could claim credit of TDS/TCS suffered on non-salary income at the tax withholding stage by declaring its particulars to the employer.

## **Direct Tax/Personal Taxation**

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- Employer shall give credit of such TDS/TCS while computing TDS on salary.
- This would ease the cash outflow issues for salaried individuals by lowering their overall tax burden at the salary tax withholding stage itself.

### **TCS credit of minors in the hands of parents**

Further, sub-section (4) of Section 206C of the Act was amended vide FA (No. 2) to allow the credit of No. 114/2024/F. No. 370142/21/2024-TPLTCS to a person other than the collectee, such as a parent in the case of a minor collectee—when the minor’s income is clubbed with that of the parent. Accordingly Vide CBDT Notification No. 114/2024 dated 16.10.2024 Rule 37-I of the Rules has been amended to allow credit of tax collected at Source to a person other than the collectee, in whose hands the income of the collectee is assessable.

**Government of India  
Ministry of Finance  
Department of Revenue  
Central Board of Direct Taxes**

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New Delhi, 16<sup>th</sup> October, 2024

**Press Release**

**CBDT Notifies Amendments in Income-tax Rules for Ease in Claiming Credit for TCS Collected/TDS Deducted for Salaried Employees and Enabling claiming TCS Credit of Minors in the Hands of Parents**

Sub-section (2B) of Section 192 of the Income-tax Act, 1961 ('the Act') was amended vide the Finance (No. 2) Act, 2024 (FA (No. 2)) to include any tax deducted or collected at source under the provisions of Chapter XVII-B or Chapter XVII-BB, as applicable, for the purpose of making tax deductions in the case of salaried employees.

Vide CBDT Notification No. 112/2024 dated 15.10.2024, the Income-tax Rules, 1962 ('the Rules') have been amended, introducing Form No. 12BAA as the prescribed statement of particulars required under sub-section (2B) of Section 192 of the Act. Employees must provide these particulars to their employers, who are responsible for making payments under sub-section (1) of Section 192. The employer, in turn, shall deduct TDS on salary after taking into account the furnished particulars.

Further, sub-section (4) of Section 206C of the Act was amended vide FA (No. 2) to allow the credit of TCS to a person other than the collectee—such as a parent in the case of a minor collectee—when the minor's income is clubbed with that of the parent. Accordingly Vide CBDT Notification No. 114/2024 dated 16.10.2024 Rule 37-I of the Rules has been amended to allow credit of tax collected at Source to a person other than the collectee, in whose hands the income of the collectee is assessable.

The said notifications are available at [www.incometaxindia.gov.in](http://www.incometaxindia.gov.in)

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(Media & Technical Policy) &  
Official Spokesperson, CBDT

**MINISTRY OF FINANCE**  
**(Department of Revenue)**  
**(CENTRAL BOARD OF DIRECT TAXES)**  
**NOTIFICATION**

New Delhi, the 16th October, 2024

**G.S.R. 645(E).**—In exercise of the powers conferred by section 295 read with section 206C of the Income-tax Act, 1961 (43 of 1961), the Central Board of Direct Taxes hereby makes the following rules further to amend the Income-tax Rules, 1962, namely:—

1. (1) These rules may be called the Income-tax (Ninth Amendment) Rules, 2024.  
 (2) They shall come into force on the date of their publication in the Official Gazette.
2. In the Income-tax Rules, 1962,—
  - (a) in rule 31AA, in sub-rule (4),—
    - (i) in clause (vi),—
      - (A) in sub-clause (b), for the words “fourth proviso”, the words “fifth proviso” shall be substituted;
      - (B) in sub-clause (c), for the words “fifth proviso”, the words “sixth proviso” shall be substituted;
    - (ii) in clause (vii), for the word, figures and letter “section 206C.” occurring at the end, the word, figures and letter “section 206C;” shall be substituted;
    - (iii) after clause (vii), the following clause shall be inserted, namely:—  
*“(viii) furnish particulars of amount received or debited on which tax was not collected or tax was collected at a lower rate in view of any notification issued under sub-section (12) of section 206C.”;*
  - (b) in rule 37-I,—
    - (i) in sub-rule (1), after the words “has been collected”, the brackets and words “(hereinafter referred to as the collectee)” shall be inserted;
    - (ii) after sub-rule (1), the following sub-rule shall be inserted, namely: —  
*“(1A) (a) Where under any provisions of the Act, the income of the collectee is assessable in the hands of any person other than the collectee, the credit for the tax collected at source, shall be given to such other person and not to the collectee:*  
**Provided** that the collectee shall file a declaration with the collector and the collector shall report the tax collection in the name of the other person in the information relating to collection of tax referred to in sub-rule (1).  
 (b) The declaration filed by the collectee under the proviso to clause (a) shall contain the name, address, permanent account number of the person to whom credit for the tax collectible at source is to be given, amount of payment in relation to which credit is to be given and reasons for giving credit to such person.  
 (c) The collector shall issue the certificate for collection of tax at source under sub-section (3) of section 206C of the Act, in the name of the person in whose name credit is shown in the information relating to collection of tax referred to in sub-rule (1) and shall keep the declaration in his safe custody.”;
  - (c) in Form No. 27EQ, in the Annexure, after Verification, in the Notes, after Note 8, the following Note shall be inserted, namely:—  
*'8A. Write “J” if no collection or lower collection is in view of notification issued under sub-section (12) of section 206C.'*

[No. 114/2024/F. No. 370142/21/2024-TPL]

KHUSHBOO LATHER, Under Secy.

**Note :** The Income-tax Rules, 1962 were published in the Gazette of India, Extraordinary, Part II, section 3, sub-section (ii) *vide* notification number S.O. 969 (E), dated the 26th March, 1962 and were last amended *vide* notification number G.S.R 639 (E), dated the 15<sup>th</sup> October, 2024.

**MINISTRY OF FINANCE**  
**(Department of Revenue)**  
(CENTRAL BOARD OF DIRECT TAXES)

**NOTIFICATION**

New Delhi, the 15th October, 2024

**G.S.R. 639(E).**— In exercise of the powers conferred by section 295 read with section 192 of the Income-tax Act, 1961 (43 of 1961), the Central Board of Direct Taxes hereby makes the following rules further to amend the Income-tax Rules, 1962, namely:—

1. (1) These rules may be called the Income-tax (Eighth Amendment) Rules, 2024.  
  
(2) They shall come into force on the date of their publication in the Official Gazette.
2. In the Income-tax Rules, 1962,—
  - (a) in rule 21AA, —
    - (i) in the marginal heading, for the word, figures and brackets “section 89(1)”, the word and figures “section 89” shall be substituted;



2.	Details of Tax Collected at Source –					
	Section under which tax collected at source	Name of collector	Address of collector	TAN of collector	Amount of tax collected (Rs.)	Any other relevant details
	(a)	(b)	(c)	(d)	(e)	(f)
3.	Loss under the head “Income from house property”					
	Amount (Rs.)			Details		
	(a)			(b)		

### Verification

I, ..... son/daughter of ..... do hereby certify that the information given above is complete and correct.

Place .....

Date .....

Designation .....

.....

(Signature of the employee)

Full Name:.....”;

(C) in Form No. 16, in Part B (Annexure-I), in the table, for the row numbered 19 and the entries relating thereto, the following shall be substituted, namely :—

“19.	Less: Tax deducted at source as per Form No. 12BAA submitted under provisions of section 192(2B)			Rs.
20.	Less: Tax collected at source as per Form No. 12BAA submitted under provisions of section 192(2B)			Rs.
21.	Net tax payable ( 17-18-19-20)			Rs.”;

(D) in Form No. 24Q, in Annexure II, in the table,—

- (i) in column (388), the words and brackets “or deductor(s)” shall be omitted;  
(ii) after column (388), the following column shall be inserted, namely:—

“Amount reported as per section 192(2B), of other tax deducted at source or tax collected at source, other than (388)
(388A)”;

- (iii) in column (389), –  
(I) after the word “deducted”, the word “/collected” shall be inserted;  
(II) after the figures “388”, the figures and letter “+388A” shall be inserted.

[No. 112/2024/F. No. 370142/19/2024-TPL]

KHUSHBOO LATHER, Under Secy.

**Note :** The principal rules were published in the Gazette of India, Extraordinary, Part II, section 3, sub-section (ii) *vide* notification number S.O. 969 (E), dated the 26th March, 1962 and were last amended *vide* notification number G.S.R 638 (E), dated the 15<sup>th</sup> October, 2024.