



**Government of Jammu & Kashmir**  
**Directorate General of Accounts & Treasuries**  
**Finance Department**

**Subject:** - Deduction of TDS on account of salary arrears of 7<sup>th</sup> pay commission.

**CIRCULAR**

Attention of all the HoDs and drawing & disbursing officers concerned is invited to the instructions conveyed by the office of the Income Tax Officer (TDS), Aayakar Bhawan Rail Head Complex, Jammu vide F No: ITO (TDS)/JMU/2018-19/1169 dated 17-10-2018 regarding the above captioned subject. The Income Tax Department has advised that while drawing the arrears on account of 7<sup>th</sup> pay commission, the DDOs should take into account the arrear amount as well as the salary drawn by each employee during the financial year 2018-19. The income tax on the gross arrear amount should be worked out at the slab rate applicable to the particular employee and the amount of TDS be deducted from the arrear amount and the balance net amount be credited to the employees GP Fund account. The TDS amount so deducted may be deposited by the DDOs concerned into Central Government Account within the due date. The Income Tax Department has also advised that the DDOs should ensure deduction of TDS on salary on average monthly basis and it should not be restricted to the last quarter(s).

In view of above, it is impressed upon all the DDOs to follow the instructions issued by the Income Tax Department and ensure that tax is deducted at source for the salary drawn together with 7<sup>th</sup> pay commission arrears on the gross amount at the slab rate applicable to the particular employee and no deviation be made in the said procedure. The Treasury officers concerned should also ensure that the above said instructions are followed by all the DDOs in letter and spirit while deducting income tax at source on account of payment of arrears of 7<sup>th</sup> pay commission.

**Sd/-**  
**(M. Y. Pandith)**  
Director General,  
Accounts & Treasuries,  
Finance Department.

No: DGAT/T-Misc/TDS/2018/373

Dated: 24-10-2018

Copy for information to the:-

1. Accountant General, J&K
2. All HoDs/DDOs.
3. Director Accounts & Treasuries, Kashmir/Jammu
4. Income Tax Officer (TDS) Aayakar Bhawan, Rail Head Complex, Jammu.
5. All Treasury Officers.
6. Incharge website, DGA&T for uploading the circular on official website.

  
Accounts Officer (TA)  
Accounts & Treasuries,  
Finance Department