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Chairman, CBDT &
Special Secretary to the Government of India

भारत सरकार

GOVERNMENT OF INDIA

(वित्त मंत्रालय/ राजस्व विभाग)

Ministry of Finance/Department of Revenue

केन्द्रीय प्रत्यक्ष कर बोर्ड

Central Board of Direct Taxes

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F. No. 385/17/2016-IT (B)

Dated the 17th March, 2017.

Dear Principal Chief Commissioner of Income Tax,

Subject: Unsatisfactory performance in the area of recovery from arrear and current demand- Need to achieve Action Plan targets.

On review of the position of collection out of arrear and current demand as on 28.02.2017, it is noted that the performance of the Department as a whole and of almost all Pr. CCIT Regions individually is much below the targets given in the Central Action Plan 2016-17.


2. With regard to arrear demand, as against the Action Plan target of collecting Rs.53,983 crore, only Rs.29,811 crore has been collected till February, 2017, which works out to be only 55.2% of the target. This is the all-India position and the achievement of some of the Regions is even worse than the national average, which itself is very low. A chart showing the Region-wise position of collection out of arrear demand is enclosed for ready reference.

3. As regards collection out of current demand, it is noted that at the all-India level, net current demand (after reducing pre-paid taxes) of Rs.3,60,707 crore has been raised till February. As per the Action Plan target, 20% of the demand raised i.e. Rs.72,141 crore should be collected during the current financial year. However, till February, 2017, only Rs.11,846 crore has been collected from current demand, which works out to be a miserably low ratio of 3.3% of the current demand raised and 16.4% of the target amount. This is the situation when an entire last quarter of the year has been dedicated to the recovery work as the time-barring assessments were finalized by 31.12.2016. A chart showing the target and achievement of current demand collection for different regions is enclosed for ready reference.

4. There is no reason that these targets cannot be met when the Net Collectible Demand as per CAP-I is Rs.59,110 crore. In several high demand cases and in cases involving arrears of Rs.100 crore or more, the demand may have been confirmed by CIT (A). Maximum amount of confirmed demand in these cases must be recovered immediately. Apart from the above, you may direct all assessing officers and TROs to make concerted efforts towards recoveries from arrear and currents demands in the remaining period of the year so that the targets set in this regard are achieved without fail.

With *Best wishes.*

Enclosure: As above.

Yours *Sincerely,*

(Sushil Chandra)

All Principal Chief Commissioners of Income Tax

Copy to: All Members of CBDT.

Position of Achievement of Cash Collection out of Arrear Demand**Till February 2017**

CCIT/DGIT REGION	ACTION PLAN TARGET	CASH COLLECTION	%age of Target Achieved
	(Crore)	(Crore)	
LUCKNOW, UP EAST	1589	297	18.7%
WEST BENGAL & SIKKIM	5204	1307	25.1%
NAGPUR	294	78	26.5%
CCIT (INT. TAXATION)	4010	1253	31.2%
NORTH EAST REGION	188	80	42.6%
UP WEST AND UTTARAKHAND	861	374	43.4%
PUNE	1895	850	44.9%
AP & TELANGANA	2337	1060	45.4%
DELHI	10598	5754	54.3%
BHUBANESWAR	763	439	57.5%
BIHAR AND JHARKHAND	285	166	58.2%
NORTH WEST REGION	1364	807	59.2%
MUMBAI	10836	6429	59.3%
KERALA	640	425	66.4%
GUJARAT	1530	1018	66.5%
BENGALURU	6988	5462	78.2%
TAMIL NADU	3103	2561	82.5%
RAJASTHAN	416	383	92.1%
BHOPAL	1082	1068	98.7%
Grand Total	53983	29811	55.2%

Source: All-India CAP-I Report for February, 2017

Position of collection from current demand at the end of February 2017

CCIT/DGIT REGION	A. Demand raised from 1st April	B. Reduction by way of prepaid taxes	Net Demand for collection (A-B)	Target of cash Collection (20%)	Actual Cash Collection	
					(Amount)	(%age)
UP WEST AND UTTARAKHAND	33256	11142	22114	4423	61	0.3%
CCIT (INT. TAXATION)	48745	1401	47344	9469	405	0.9%
LUCKNOW, UP EAST	6330	804	5526	1105	60	1.1%
PUNE	29576	17418	12159	2432	294	2.4%
DELHI	112139	383	111756	22351	3086	2.8%
BHUBANESWAR	3825	2043	1782	356	62	3.5%
MUMBAI	70044	835	69210	13842	2474	3.6%
WEST BENGAL & SIKKIM	24015	12384	11631	2326	429	3.7%
GUJARAT	33406	13629	19777	3955	764	3.9%
KERLA	13159	10424	2734	547	114	4.2%
NORTH WEST REGION	8240	1690	6550	1310	309	4.7%
AP & TELENGANA	16905	8439	8466	1693	404	4.8%
RAJASTHAN	3141	497	2645	529	151	5.7%
BENGALURU	36815	18193	18622	3724	1294	7.0%
TAMIL NADU	38507	29265	9242	1848	783	8.5%
NER	3113	2816	296	59	26	8.6%
NAGPUR	3916	3542	375	75	37	9.9%
BHOPAL	10056	1773	8282	1656	861	10.4%
BIHAR AND JHARKHAND	3016	819	2197	439	231	10.5%
Grant Total	498204	137496	360707	72141	11846	3.3%

Source: All-India CAP-I Report for February, 2017