

## Salient Features of Section 80G of Income Tax Act 1961

### Deduction under Section 80G of Income Tax Act

One of the best ways to **Save Money on Tax** while also doing your bit to contribute to the world is by making donations towards charities that will then give you deductions under *Section 80G*. These have to be trusts or institutions that are eligible.

Section 80G of the **Income Tax Act** primarily deals with donations made towards charity, with an aim to provide tax incentives to individuals indulging in philanthropic activities. This section offers tax deductions on donations made to certain funds or charities. An amount donated by an individual to an eligible charity can be claimed as a tax deduction while filing of an **Income Tax Return**.

### Section 80G Eligibility

All taxpayers (individuals/companies/Hindu Undivided Families) are eligible to make donations to charity under *Section 80G* and claim a deduction. NRIs are also entitled to the benefits under Section 80G, provided their donations are to eligible trusts or institutions.

### Donations Permitted under Section 80G

Individuals who wish to claim deductions under *Section 80G* needs to ensure that the organization they are donating to falls under the purview of this Act. Only those donations made to registered and valid funds or charitable institutions qualify for suitable deductions.

Trusts and charities need to be registered under *Section 12A* post which they qualify for the 80G certificate. Individuals are advised to check the credentials of an organization before donating to it.

Donations made to SPA Delhi shall be 100% deductible without any qualifying limit.

### Scope of Deduction:

There are certain basic criteria which must be met for a donation to be valid under Section 80G. Some of the major points are mentioned below.

- Donations should be paid through taxable or exempted income only. Donations made through other non-taxable income sources do not qualify for deduction.
- Only those donations which are paid by online mode through SBI Collect system of the School are eligible, donations made in the form of clothes, food, medicines, etc. not eligible under Section 80G.
- Only those donations made to valid and registered trusts qualify for deductions.

## Documents Required to Claim Deduction under Section 80G

Individuals wishing to claim deduction under Section 80G needs to have the following documents to support their claim.

**Duly Stamped Receipt:** It is mandatory to have a receipt issued by the trust/charity which receives a donation. This receipt should include details like the name, address and PAN number of the trust, amount donated and the name of donor.

**Form 58:** Form 58 is essential if a donor intends to claim 100% deduction on a donation, without which their donation will not be eligible for 100% deduction.

**Registration Number of Trust:** Each eligible trust is provided with a registration number by the Income Tax Department and donors should ensure their receipt contains this number. This registration number needs to be valid on the date of a particular donation, failing which a donation might be in eligible for deductions.

## Mode of Payment for Donations under Section 80G

An individual can claim deductions against donations made under Section 80G. The payment for the donations can be made in cash or through cheque and drafts. However, one needs to keep a few things in mind in this regard:

- Cash donations exceeding the mark of ₹2,000 will not qualify for the deduction.
- Donations made in kind (food, medicines, clothes, etc.) will not qualify for the deduction.
- To be able to claim deductions under Section 80G, donations of more than ₹2,000 have to be made through SBI Collect of the School.

## Process to Claim Deductions:

The below-mentioned details must be provided when filing ITR to claim deductions:

- Donee's name
- Donee's PAN
- Donee's address
- The amount that can be deducted
- The amount that has been contributed

# FORM NO. 10AC

(See rule 17A/11AA/2C)

Order for provisional approval

1	PAN	AAETS1697R
2	Name	SCHOOL OF PLANNING AND AR
2a	Address	
	Flat/Door/Building	ATCHITECTURE4 BLOCK B
	Name of premises/Building/Village	
	Road/Street/Post Office	A.G.C.R.
	Area/Locality	A.G.C.R.
	Town/City/District	CENTRAL DELHI
	State	Delhi
	Country	INDIA
	Pin Code/Zip Code	110002
3	Document Identification Number	AAETS1697RF2023101
4	Application Number	913653210050123
5	Unique Registration Number	AAETS1697RF20231
6	Section/sub-section/clause/sub-clause/proviso in which provisional approval is being granted	12-Clause (iv) of first proviso to sub-section (5) of section 80G
7	Date of provisional approval	19-01-2023
8	Assessment year or years for which the trust or institution is provisionally approved	From 19-01-2023 to AY 2025-2026
9	Order for provisional approval:	
	a. After considering the application of the applicant and the material available on record, the applicant is hereby granted provisional approval with effect from the assessment year mentioned at serial no 8 above subject to the conditions mentioned in row number 10.	
	b. The taxability, or otherwise, of the income of the applicant would be separately considered as per the provisions of the Income Tax Act, 1961.	
	c. This order is liable to be withdrawn by the prescribed authority if it is subsequently found that the activities of the applicant are not genuine or if they are not carried out in accordance with all or any of the conditions subject to which it is granted, if it is found that the applicant has obtained the provisional approval by fraud or misrepresentation of facts or it is found that the assessee has violated any condition prescribed in the Income Tax Act, 1961.	
10	The approval is granted subject to the following conditions:-	
	a. The registration granted under section 12AB or approval granted under clause (23C) of section 10 has not been cancelled by the Principal Commissioner or Commissioner for specified violations as mentioned in sub-section (4) of section 12AB or under fifteenth proviso to clause (23C) of section 10.	

	b. The form for approval in Form No. 10A has been duly filled in by providing all the information or document and no false or incorrect information or documents have been provided.	
	c. The institution or fund shall apply for approval within 6 months of commencement of the activities or at least 6 months prior to the expiry of period of provisional approval, whichever is earlier.	
AND	d. The registration granted under section 12AB or approval granted under clause (23C) of section 10 has not been cancelled by the Principal Commissioner or Commissioner as authorised by the Board for non-compliance of conditions mentioned in rule 2C or rule 17A of the Income- tax Rules, 1962.	
K R	Name and Designation of the Approving Authority	Principal Commissioner of Income Tax/ Commissioner of Income Tax  (Digitally signed)

1	Document Identification Number	AR21697RT2021
2	Application Number	AR21697RT2021
3	Unique Registration Number	AR21697RT2021
4	Pin Code/Zip Code	110001
5	Country	INDIA
6	State	Delhi
7	Town/City/District	CENTRAL DELHI
8	Area/Locality	A.G.C.R.
9	Road/Street/Post Office	A.G.C.R.
10	The assessee is liable to pay tax under section 10A or under license proviso to clause (23C) of section 10	

Signature Not Verified  
Digitally signed by AMRITA RAMJAN  
Date: 2023.01.19 23:12:41 IST

# FORM NO. 10AC

(See rule 17A/11AA/2C)

Order for provisional registration

1	PAN	AAETS1697R
2	Name	SCHOOL OF PLANNING AND AR
2a	Address	
	Flat/Door/Building	ATCHITECTURE4 BLOCK B
	Name of premises/Building/Village	
	Road/Street/Post Office	A.G.C.R.
	Area/Locality	A.G.C.R.
	Town/City/District	CENTRAL DELHI
	State	Delhi
	Country	INDIA
	Pin Code/Zip Code	110002
3	Document Identification Number	AAETS1697RE2022101
4	Application Number	913637170050123
5	Unique Registration Number	AAETS1697RE20221
6	Section/sub-section/clause/sub-clause/proviso in which provisional registration is being granted	02-Sub clause (vi) of clause (ac) of sub-section (1) of section 12A
7	Date of provisional registration	19-01-2023
8	Assessment year or years for which the trust or institution is provisionally registered	From AY 2023-24 to AY 2025-2026
9	Order for provisional registration:	
	a. After considering the application of the applicant and the material available on record, the applicant is hereby granted provisional registration with effect from the assessment year mentioned at serial no 8 above subject to the conditions mentioned in row number 10.	
	b. The taxability, or otherwise, of the income of the applicant would be separately considered as per the provisions of the Income Tax Act, 1961.	
	c. This order is liable to be withdrawn by the prescribed authority if it is subsequently found that the activities of the applicant are not genuine or if they are not carried out in accordance with all or any of the conditions subject to which it is granted, if it is found that the applicant has obtained the provisional registration by fraud or misrepresentation of facts or it is found that the assessee has violated any condition prescribed in the Income Tax Act, 1961.	
10	The registration is granted subject to the following conditions:-	
	a. Any income derived from property held under trust, wholly or in part for charitable or religious purposes, shall not be applied, other than for the objects of the trust or institution.	

b. The trust or institution shall not have income from profits and gains of business which is not incidental to the attainment of its objectives.	
c. Separate books of account shall be maintained by such trust or institution in respect of the business which is incidental to the attainment of its objectives.	
d. The trust or institution shall not apply any part of its income from the property held under a trust for private religious purposes, which does not enure for the benefit of the public.	
e. The trust or institution established for charitable purpose created or established after the commencement of this Act, shall not apply any part of its income for the benefit of any particular religious community or caste.	
f. No non-genuine activity shall be carried out by the trust or institution.	
g. No such activity shall be carried on by the trust or institution which is not in accordance with all or any of the conditions subject to which it was registered.	
h. The trust or institution shall comply with the requirement of any other law, as referred to in item (B) of sub-clause (i) of clause (b) of sub-section (1) of section 12AB.	
i. The form for registration in Form No 10A has been duly filled in by providing all the information or documents and no false or incorrect information or documents have been provided.	
j. The trust or institution shall apply for registration within 6 months of commencement of the activities or at least 6 months prior to the expiry of period of provisional registration, whichever is earlier.	
k. Where the trust or institution has adopted or undertaken modifications of the objects which do not conform to the conditions of registration, the trust or institution shall make an application in the prescribed form and manner to the Principal Commissioner or Commissioner, for registration of the trust or institution, within a period of thirty days from the date of the said adoption or modification.	
Name and Designation of the Registration Granting Authority	Principal Commissioner of Income Tax/ Commissioner of Income Tax  (Digitally signed)

Signature Not Verified

Digitally signed by  
AMRITA RAMJAN  
Date: 2023.01.19  
23:12:28 IST