

NOTICE ON IMPLICATIONS OF GST ON THE UNIVERSITY RECEIPTS

This is for information of all employees (Teachers, Officers & Non-teaching staff) that a new tax regime is going to start from 1st July 2017, with the introduction of Goods and Service Tax (GST), by replacing almost all the indirect taxes, like Excise duty, Customs Duty(CVD), VAT, Service Tax, Entry Tax or alike. To be more aware on the issue, on 28th June 2017 a 'Workshop' was organised in JU on 'GST', which was inaugurated by our Vice Chancellor. We have to implement a few steps for the overall benefits of the University community.

There are two aspects of the GST; (i) As receiver of good and service, we have to pay GST, as we are paying now VAT, Duty etc; (ii) As a provider of service on testing, consultancy and similar other receipts, we have to collect GST (replacing Service Tax) and deposit to Govt. account, and (iii) The adjustment of GST payable to Govt. as at (ii) with the GST paid on supply and services as at (i), by way of 'Input Credit'. JU GST number (ID) is "19AAAJJ0500E1ZU"

After the introduction of the "Goods and Services Tax" in our country from 1st July, 2017, there are lot of changes in the Service Tax collection and payment mechanism, including the rate of tax from the present 15% to 18%(general) on all the services of 'Testing & Consultancy' provided by us. The precautionary steps required are as follows:

1. The GST No. of all the service receivers must be obtained, at the time of issuing quotation/offers and the confirmation order by them.
2. JU will issue system generated 'Invoice' for all such jobs centrally, to be executed by us, with the GST Registration numbers of the party (to whom the Invoice will be issued); thus no such Invoices of any manner should be issued by the deptt.
3. Thus, no job can be executed for any unregistered party.
4. All such Invoices need to be uploaded to the GST website every month.

All HoDs, Section-in-charges and all concerned associated with "Testing & Consultancy Jobs" is being cautioned in this issue and is being requested to strictly follow the new rules and deal with only GST registered parties. All payments received upto 30th June must be identified for payment of Service Tax by 5th July 2017.

We are still trying to learn more & more on the issues of (i) Applicability, (ii) Input Credit, (iii) Transitory provisions thereof and other similar issues, which will be clear by next few days. We will update all from time to time, as available.


FINANCE OFFICER