



**PUNJAB STATE TRANSMISSION CORPORATION LIMITED**  
(Regd. Office: PSEB, Head Office, The Mall, Patiala-147001, Punjab, India)  
Corporate Identity Number - U40109PB2010SGC033814,  
Office of CFO, AO/Taxation, Shakti Sadan, Patiala  
E-mail: [ao-taxation@pstcl.org](mailto:ao-taxation@pstcl.org)

**GST Circular no. 05/2019**

To

All Addl. SEs/Sr. Xens/AOs (DDOs)  
Under PSTCL

**Memo No: -2461-2507/CFO/Taxation/38**

**Dated: - 10.10.2019**

**Subject:- Payment of GST under Reverse Charge Mechanism in case of services received on account of Renting of Motor Vehicle by PSTCL.**

Government of India, Central Board of Indirect Taxes and Customs vide Notification no. 22/2019 Central tax (Rate) dated 30<sup>th</sup> September, 2019 has amended Notification no. 13/2017 Central tax (Rate) dated 28th June, 2017 (earlier notification regarding services covered under RCM) by inserting following entry at serial no. 15 (copy of Notification attached):

S. No	Category of Supply of Services	Supplier of Services	Recipient of Services
"15	Services provided by way of renting of a motor vehicle provided to a body corporate.	Any person other than a body corporate, paying central tax at the rate of 2.5% on renting of motor vehicles with input tax credit only of input service in the same line of business.	Any body corporate located in the taxable territory.


As per above Notification, w.e.f. 1<sup>st</sup> October, 2019, in case a registered person (other than a body corporate) providing motor vehicle designed to carry passengers on rent to PSTCL and charging GST @ 5% (2.5% CGST + 2.5% SGST or IGST 5%) in his bills (where the cost of fuel is not paid separately), will not be paid GST to the said service provider, rather it will be got deposited by PSTCL directly to the GST Department under Reverse Charge Mechanism (RCM) as per Section 9 (3) of CGST Act, 2017.

Further no GST TDS is to be deducted under GST Act on such services, where tax is to be paid on reverse charge basis by PSTCL (Refer this office GST Circular 12/2018 dated 01.10.2018).

**Example:** PSTCL receives a bill from contractor 'A' who is registered under GST (not Body Corporate), for the **services received on or after 01.10.2019** on account of renting of vehicle designed to carry passengers and charging GST @ 5% i.e. Taxable Value Rs.100 + GST Rs.5 = Total invoice value Rs.105. in this case GST amount charged in bill @ 5% i.e. Rs.5 will be paid by PSTCL directly to GST Department under reverse charge provisions (through GST software). Further GST-TDS is not required to be deducted on this bill (if applicable).

This is for your information and further necessary action please.

DA/as above


  
Accounts Officer/ Taxation  
PSTCL, Patiala.

Endst No: -2508-2543/CFO/Taxation/38

Dated: - 10.10.2019

Copy of the above is forwarded to the following for information and further necessary action please.

1. Chief Engineer/TS, PSTCL, Patiala.
2. Chief Engineer/SLDC, PSTCL, Patiala.
3. Chief Engineer/P&M PSTCL Ludhiana
4. Chief Engineer/HIS&D PSTCL, Patiala.
5. CAO/F&A, PSTCL Patiala.
6. Company Secretary, PSTCL.
7. All Dy.CEs/SEs under PSTCL.
8. All Dy. CAOs under PSTCL.
9. All Addl. SEs/Sr. Xens under PSTCL (other than DDOs)
10. All AOs under PSTCL (other than DDOs).
11. SE/IT, PSTCL, Patiala for uploading the circular on website of PSTCL.

  
Accounts Officer/Taxation  
PSTCL, Patiala.

CC:

1. PS to CMD, PSTCL, Patiala for kind information of CMD, please.
2. PS to Director/F&C, PSTCL, Patiala for kind information of Director/F&C, please.
3. Joint. Secy. to Director/Tech., PSTCL, Patiala for kind information of Director/Tech., please.
4. Sr. PS to Director/Admn., PSTCL, Patiala for kind information of Director/Admin, please.

[TO BE PUBLISHED IN THE GAZZETE OF INDIA, EXTRAORDINARY, PART II, SECTION 3, SUB-SECTION (i)]

Government of India  
Ministry of Finance  
(Department of Revenue)

**Notification No. 22/2019- Central Tax (Rate)**

New Delhi, the 30<sup>th</sup> September, 2019

GSR.....(E).- In exercise of the powers conferred by sub-section (3) of section 9 of the Central Goods and Services Tax Act, 2017 (12 of 2017), the Central Government, on the recommendations of the Council, hereby makes the following further amendments in the notification of the Government of India, in the Ministry of Finance (Department of Revenue), No.13/2017- Central Tax (Rate), dated the 28<sup>th</sup> June, 2017, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i), *vide* number G.S.R. 692(E), dated the 28<sup>th</sup> June, 2017, namely:-

In the said notification, in the Table, -

- (i) for serial number 9 and the entries relating thereto, the following shall be substituted, namely: -

(1)	(2)	(3)	(4)
“9	Supply of services by a music composer, photographer, artist or the like by way of transfer or permitting the use or enjoyment of a copyright covered under clause (a) of sub-section (1) of section 13 of the Copyright Act, 1957 relating to original dramatic, musical or artistic works to a music company, producer or the like.	Music composer, photographer, artist, or the like	Music company, producer or the like, located in the taxable territory.”;

- (ii) - after serial number 9 and the entries relating thereto, the following serial number and entries shall be inserted, namely: -

(1)	(2)	(3)	(4)
“9A	Supply of services by an author by way of transfer or permitting the use or enjoyment of a copyright covered under clause (a) of	Author	Publisher located in the taxable territory:



<p>sub-section (1) of section 13 of the Copyright Act, 1957 relating to original literary works to a publisher.</p>		<p>Provided that nothing contained in this entry shall apply where, -</p> <p>(i) the author has taken registration under the Central Goods and Services Tax Act, 2017 (12 of 2017), and filed a declaration, in the form at Annexure I, within the time limit prescribed therein, with the jurisdictional CGST or SGST commissioner, as the case may be, that he exercises the option to pay central tax on the service specified in column (2), under forward charge in accordance with Section 9 (1) of the Central Goods and Service Tax Act, 2017 under forward charge, and to comply with all the provisions of Central Goods and Service Tax Act, 2017 (12 of 2017) as they apply to a person liable for paying the tax in relation to the supply of any goods or services or both and that he shall not withdraw the said option within a period of 1 year from the date of exercising such option;</p>
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			(ii) the author makes a declaration, as prescribed in Annexure II on the invoice issued by him in Form GST Inv-I to the publisher.”;
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- (iii) after serial number 14 and the entries relating thereto, the following serial numbers and entries shall be inserted, namely: -

(1)	(2)	(3)	(4)
“15	Services provided by way of renting of a motor vehicle provided to a body corporate.	Any person other than a body corporate, paying central tax at the rate of 2.5% on renting of motor vehicles with input tax credit only of input service in the same line of business	Any body corporate located in the taxable territory.
16	Services of lending of securities under Securities Lending Scheme, 1997 (“Scheme”) of Securities and Exchange Board of India (“SEBI”), as amended.	Lender i.e. a person who deposits the securities registered in his name or in the name of any other person duly authorised on his behalf with an approved intermediary for the purpose of lending under the Scheme of SEBI	Borrower i.e. a person who borrows the securities under the Scheme through an approved intermediary of SEBI.”.

2. This notification shall come into force on the 1<sup>st</sup> day of October, 2019.