



PUNJAB STATE TRANSMISSION CORPORATION LIMITED

(Regd. Office: PSEB Head Office, The Mall, Patiala-147001)

Corporate Identity Number: U40109PB2010SGC033814

O/o Accounts Officer/A&R, Shakti Sadan, Patiala

www.pstcl.org e-mail: ao-comp@pstcl.org

Accounts Circular No. 6/2020/PSTCL

To

All Addl. SEs/Sr. Xens/Sr.AOs/AOs (All Accounting Units)
under PSTCL

Memo No. 1112-1157/CFO/A&R-178

Dated: 25.06.2020

Subject: Regarding opening of new Account codes for accounting of deposit of GST on Advance/deposit received towards contribution/deposit works.

As per provisions of CGST Act 2017, if an advance payment is received before delivering the goods and services, then GST has to be paid on the advance amount even if the goods or service has not yet been supplied. Therefore, taxpayer receiving advance has to pay GST on the advance so received.

Deposit and contribution works are being executed by PSTCL on behalf of PSPCL or other agencies. In such cases advance/deposit is received towards contribution/deposit work against which the work is yet to be completed in future. Further, GST paid on advance/deposit received is adjustable from time to time on issue of Taxable Invoice for the Goods/Services provided later on against GST payable thereon.

For proper booking of GST deposited on Advance/deposit received towards contribution/deposit works and to depict the such GST amount as an advance in books of accounts/financial statements of PSTCL (if GST deposited on advance is not adjusted fully in the same year to depict as receivable), it is proposed that the following new Account codes are added in the booklet "Chart of Account (Commercial Accounting System Vol-I Part-I)" under main Account 27.6 – GST deposited on Advance/deposit received:

Main Account Code : 27.6 – GST deposited on Advance/deposit received	
Account Code	Description
27.601	GST deposited on Advance/deposit received towards contribution/deposit works – SGST
27.602	GST deposited on Advance/deposit received towards contribution/deposit works – CGST
27.603	GST deposited on Advance/deposit received towards contribution/deposit works – IGST

The following entries shall be made by the accounting units at the time of making payments to Suppliers/Contractors/Consultants etc. (as per provisions of GST Circular No. 9/2018):

Sr. No.	Event/Transaction	Debit	Credit	Remarks
1	For deposit of GST on Advance/deposit received towards contribution/deposit works	GST deposited on Advance/deposit received towards contribution/ deposit works – SGST/CGST/IGST (GH-27.601/602/603)	Bank Account (GH – 24)	AO CPC/Field Unit by creating receipt voucher as per GST Circular No. 9/2018

2	Adjustment of GST payable on providing services to the firm by AO CPC/Field Unit on contribution/deposit works against GST deposited for such works on Advance received (at the time of issuing Tax Invoice to the firm)	GST Payable - SGST/CGST/IGST (GH- 46.990/91/92)	GST deposited on Advance/deposit received towards contribution/ deposit works – SGST/CGST/IGST (GH-27.601/602/603)	By AO CPC/Field Unit at the time of monthly payment of GST required to be deposited at the time of issuing Tax Invoice to the firm.
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This issues with the approval Chief Financial Officer, PSTCL, Patiala.

Harminder Singh

Accounts Officer/A&R,
PST CL, Patiala.

Endst. No. 1158-1200/CFO/A&R-178

Dated: 25.06.2020

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

1. Chief Engineer/TS/ P&M/ SLDC/HIS&D, under PSTCL.
2. CAO/F&A, PSTCL, Patiala.
3. Company Secretary, PSTCL, Patiala.
4. All Dy.CEs/SEs under PSTCL.
5. All Dy. CAOs/Dy. CAs /Dy. FAs under PSTCL.
6. All Addl.SEs/Sr.Xens/AOs under PSTCL (except DDOs).
7. RAO, PSTCL, Patiala.

Harminder Singh

Accounts Officer/A&R,
PSTCL, Patiala.

CC:

Sr. PS to Director/F&C, PSTCL, Patiala for kind information of Director, please.