



# PUNJAB STATE TRANSMISSION CORPORATION LIMITED

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

Corporate Identity Number: U40109PB2010SGC033814

O/o Chief Financial Officer (A&R Section), Shakti Sadan, Patiala

www.pstcl.org e-mail: [ao-comp@pstcl.org](mailto:ao-comp@pstcl.org)

Accounts Circular - 02/2024

To

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

Memo No: 176/CFO/GST-38

Dated: 07-03-2024

**Subject: Accounting Procedure for the accounting of Input Tax Credit (ITC) available on Contributory /Deposit works under GST.**

A letter no.7-11 /CFO/GST-Tax-47 dated 12-01-2024 has been issued by the office of CFO, PSTCL, Patiala to all HODs, in which it was stated that Hon'ble Punjab Authority of Advance Ruling gave its ruling vide order number AAR/GST/PB/33 dated: - 30-05-2023 and decided that **PSTCL is eligible for claiming Input Tax Credit on Deposit/contributory works executed by it.** Therefore, the purchasing agency shall clearly mention the same in purchase/work order.

In view of that, in order to claim Input Tax Credit of GST paid on goods/materials/services which are directly attributable/mappable to deposit/contributory works, the accounting procedure being followed at present was reviewed and for proper accounting of ITC on GST transactions it is stated as under: -

Sr. No	By whom	Particulars	Dr./Cr.	Timing
1.	Concerned payment section/ Accounting unit	Account code - 35 / 76 / Other GH Account code - 28.990/91/92 To Account code - 46.450/24.401 To Account code - 46.925* (Being payment for purchase of material/service made)	Dr. Amt. including GST Dr. GST Amount Cr. Amt. including GST Cr. GST Amount	At the time of payment of material / service received for the deposit/contributory work
2. AO/GST (Currently AO/CPC) will download GSTR-2B for the month and will send it to all the accounting units on or before 16 <sup>th</sup> of the following month. Then the concerned accounting units will check the GSTR-2B file (GST inward purchase return) and will issue IUT bill to the office of AO/GST for those invoices appearing in GSTR-2B on which ITC (Net of credit notes) is admissible as per ITC rules under GST.				
3.	Concerned payment section/ Accounting unit (except CPC section)	Account code - 35.100 To Account code - 28.990/91/92 (Being IUT raised for ITC availed.)	Dr. Amount of ITC Cr. -----do-----	To raise IUT Bill on GST section for ITC claimed on bills as per GSTR-2B & GST rules

4.	GST/CPC section	Account code – 28.990/91/92 To Account code – 37000 (Being U-cheque issued after verification from GSTR-2B)	Dr. Amount of ITC Cr. ----do-----	U-cheque will be issued to concerned accounting unit after verification from GSTR-2B.
5.	Concerned payment section/ Accounting unit	Account code – 46.925 To Account code- 47.305/309 (With the amount of U-cheque & crediting the respective work.)	Dr. Amount of ITC Cr. ----do-----	Entry to passed as and when U-cheque is issued by GST Section as per Sr.4
6.	Concerned payment section/ Accounting unit	Account code – 47.309 To Account code – 14/15(CWIP)	Dr. Amount of ITC (-Dr.) ----do-----	In case of Contributory work, cost of work will be reduced to the extent of ITC availed as per Sr. 4&5 above.
7.	Concerned payment section/ Accounting unit	Account code – 55.199 To Account code – 10  Account code – GH 12 To Account code – GH 77 (Being value of asset reduced to the extent of ITC availed in case where work has been completed and reducing depreciation, if any)	Dr. Amount of GST (-Dr.) ----do----- Dr. Amount of Dep. (-Dr.) ----do-----	In case Contributory work has been completed and transferred to the fixed assets, then the ITC amount will be reduced from the value of asset.
8.	Concerned payment section/ Accounting unit	Account code – 46.925 To Account code- 37000 (Being benefit of ITC transferred to concerned accounting unit where Contributory/Deposit is accounted for after verifying from GSTR-2B and ITC rules under GST)	Dr. Amount of ITC Cr. ----do-----	To issue u-cheque for ITC availed on material/service paid directly for Contributory / Deposit work.
Accounting unit, who makes direct payment shall intimate the concerned office where Contributory/Deposit is being accounted for to raise IUT Bill.				
9.	Concerned payment section/ Accounting unit	Account code – 37000 To Account code- 47.305/309 (With the amount of U-cheque & crediting the respective work. Entries at Sr.no 6,7 shall be passed accordingly)	Dr. Amount of ITC Cr. ----do-----	On receipt of U-cheque

\*New Accounting Code <sup>15</sup> added in Charts of Account: 46.925 - GST-ITC corresponding Control A/c of 28.990/91/92(Not to be paid)

This issue with the approval of competent authority.

*Kp Kaur*  
07/03/2024  
Accounts Officer/A&R,  
PSTCL, Patiala.

177  
Endst No: /CFO/GST-38

Dated: 07/03/2024

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

1. All EICs/Chief Engineers under PSTCL.
2. CAO/F&A, PSTCL Patiala.
3. Company Secretary, PSTCL, Patiala.
4. All Dy.CEs/SEs under PSTCL.
5. All Joint/Dy. CAOs/Dy. CAs/Dy. FAs under PSTCL.
6. All AOs under PSTCL (Except DDOs).

Kp Kaw  
07/03/2024  
Accounts Officer/A&R,  
PSTCL, Patiala.