

(7)

DELHI DEVELOPMENT AUTHORITY

[Finance & Expenditure]

F&E Circular No. 18/2017

Sub: Implementation of Goods and Service Tax (GST).

This is in continuation to F&E Circular No. 11/2017 and 13/2017. The Goods & Service Tax (GST) has been launched in the Country w.e.f. 1st July 2017, bringing the entire Country under one Indirect Tax Regime. The GST has also been implemented in DDA w.e.f. 1st July 2017. The Competent Authority in consultation with M/s S. K. Mehta & Co., the Tax Consultants has accorded approval towards GST/ Reverse Charges under GST on the following points/issues:-

1. Retainership/Professional/Consultancy Fee.

DDA has hired Consultants and paying Retainership/Professional/ Consultancy Fee to them on monthly basis. Under the GST Act, they all are Service Provider; and as such, DDA would be required to pay Reverse Charges to Government of India @ 18% under GST on their payment on monthly basis.


2. License Fees Income on Commercial Immovable Properties.

As defined in GST Act, 2017, "Service" means anything other than Goods, Money and Securities; and as such, GST for "Renting and Immovable Property Services (License Fees)", DDA would be required to charge GST @ 18% in two parts i.e. CGST @ 9% and SGST @ 9% on the invoice.

3. Ground Rent

Applicability of Service Tax on Ground Rent is already sub-judice, therefore, for the time being no GST is applicable.

This issues with the concurrence of Vice-Chairman, DDA.


17/08/2017

[Santosh Kumar]
Chief Accounts Officer

No. FE. 5(17) 2017/DDA/389

Dated: 17/08/17

Copy to:

1. PS to VC/FM/EM for kind information of the latter;
2. Pr. Commr. (Coord.) with the request to kindly ensure the GST compliance.
3. PC(LD)/PC(Pers., Hort. & LS);
4. All Zonal Chief Engineers/CE (HQ);
5. Commr-cum-Secy./Commissioner(Sports);
6. Chief Legal Advisor;
7. FA(H)/Director, LC/Works/Audit/Nazarat/Finance;
8. All Members of GST Facilitation Cell;
9. All Dy. CAOs/Dy. FA(H)-I & II;
10. All DDOs/Sr. AO, CAU (Sports)/PAO(EW)/AO (PE)/Sr. AO (Cont.);
11. M/s S. K. Mehta & Co., the Tax Consultants;
12. Guard File.

Sr. Accounts Officer(F&E)

47