Section 51 of the CGST Act, 2017, provides that every Government of the State and the Central Government or any other authority or establishment of the Central Government or the State shall deduct tax in respect of the supply of goods or services made to it as a deductible tax at a rate prescribed by the Central Government or the State Government, as the case may be.

The following procedure for registration of a deductor, payment of tax, etc. are explained hereunder:

1. Deductor

The relevant procedure for registration of a deductor, payment of tax, etc. are explained hereunder:

(i) Government Authorities, etc.

(ii) Local Authorities or

Government or Government Authorities, etc. of the State

Government or Government Authorities, etc. of the State and District Government or any other authority or establishment of the Central Government or the State shall deduct tax at a rate prescribed by the Central Government or the State as under:

Subject: Tax Deduction at Source as per Section 51 of the Central Goods and Services Tax Act, 2017 and Section 51 of the Goods and Services Tax Act, 2017

Date: 25/07/2017

Sub: CIRCULAR

No. 8/1/2017-PIT (P & C)
For any purchase done by Government above Rs. 30,000/- a deduction to be charged by the local dealer is 18% (i.e. 9% CGST plus 9% SGST).

On such a purchase incidence of CGST as notified for such supplies.

20,000/- basic price (from a local dealer).

DO  \[XYZ\] purchases computers for the office costing Rs.

Illustration:

If supply is different from the place of registration of the DDO.

The place of supply is different from the place of registration of the DDO.

In such cases, the place of supply is the place of registration of the DDO.

Section 31 of Goods and Services Act, 2017 provides the procedure for deduction of tax at source (TDS) at the rate of 02% by a procedure for deduction of tax at source (TDS) at the rate of 02% by a

3. TDS under GST:

Section 31 of Goods and Services Act, 2017 provides the procedure for deduction of tax at source (TDS) at the rate of 02% by a

Note 1: The registration process for DDO’s is expected to commence from 28th June, 2017 on the GST Portal.

Accounts by 14th August, 2017.

(e) Each DDO should intimate the GSTN allotted to the Directorate of

Identification Number.

(f) The GST Portal will allocate an unique GSTIN (Goods & Services Tax)

Permanent Account Number).

(g) During the registration process, DDO is advised to quote TAN (Tax

ID / address.

(h) The applicant / DDO should have a valid TAN as also valid e-mail

Network (GSTN) viz. www.pickle.in

as deduction. An application in Form "RGC 07" will have to be filed

deduction officer (DDO) in the form of FCA. For obtaining registration

2. Registration:

Government on the recommendations of the Council (viz. Goods

Such persons or category of persons as may be notified by the
the DDO, in any branch of State Bank of India only.

The amount of TDS so deducted, shall be remitted into a separate bank account (containing account) permitted to be opened in the name of the local dealer.

<table>
<thead>
<tr>
<th>Amount Payable to</th>
<th>Rs. 23,000/-</th>
<th>Rs. 40,000/-</th>
<th>Rs. 26,000/-</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Payable</td>
<td>Rs. 23,000/-</td>
<td>Rs. 40,000/-</td>
<td>Rs. 26,000/-</td>
</tr>
<tr>
<td>Less: TDS @ 2%</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The following bill in the PDC, where in the amount payable to the local dealer shall be as shown in the bill of invoice.

Note 3: "Basic Price" means price after including basic price, charges towards packaging & Forwarding, C & F Insurance, Freight etc. except SGST, CST or IGST (Integrated Goods and Services Tax) and CGST and SGST plus cess. That is to say, no tax shall be deducted on the above details as per illustration (as given in (a) above) shall be provided.

SGST, CST or IGST (Integrated Goods and Services Tax) and CGST and SGST plus cess. That is to say, no tax shall be deducted on the above details as per illustration (as given in (a) above) shall be provided.

Comes into force.

Such supplies which are billed on or after the date on which section 51 Act has not been brought into force and the above levy shall be made on the invoices in terms of Notification No. 38/2017 - Rn (Rec'd) dated 30/06/2017, section 51 of the GST Act as also, section 51 of the CGST Act and CST Act, in the following manner:

The DDO "XYZ" shall deduct 02% TDS in terms of Section 51 of the Act has been done from a dealer outside the State of Goa. Of TDS @ 2% (i.e., 1% GST and 1% CST) has to be made except in the case of procurement done from a dealer outside the State of Goa.

Method to pay CST:

<table>
<thead>
<tr>
<th>Amount Payable to</th>
<th>Rs. 23,000/-</th>
<th>Rs. 40,000/-</th>
<th>Rs. 26,000/-</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CST @ 9%</td>
<td>Rs. 1,800/-</td>
<td></td>
<td></td>
</tr>
<tr>
<td>CGST @ 1%</td>
<td>Rs. 2,000/-</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Basic Price</td>
<td>Rs. 20,000/-</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
issued so as to enable the deductee to avail credit of TDS.

which is generated after the challan is paid, on the TDS certificate before
Note 2: DDO should mention the CIN (Challan Identification number),

2017.

2017: when the TDS certificate has to be issued on or before 15th August,

payment of TDS deducted was paid to the Government on 10th August,

Illustration: In the example given under clause 2)(b) above, if the

the days from the date of making payment to the Government.

The certificate shall have to be issued not later than

the Government. This certificate shall have to be issued not later than

correct value, i.e., the amount deducted and amount paid to

the Government: clearly mentioning therein the

declared amount, and paid to the Government: clearly mentioning herein the

declaration (viz., the dealer) declaratively, in respect of the TDS

Illustration: The DDO shall furnish a certificate in Form «GSTR-7A»

(11) The DDO shall furnish a certificate in Form «GSTR-7A»

clearly visible and quoted during this transaction.

Note: DDO should ensure that while making payments CPIN is

(1) through online payment, using SBL payment gateway or SBI

Internet Banking facility, or

through NEFT/RTPs at any SBI branch only.

processed the PFC Bill for payment to the Directorate of Accounts, which

was done by the dealer on 22nd July, 2017. Then the payment of TDS shall

have to be made on or before 10th August, 2017.

in turn was cleared on 22nd July, 2017: then the payment of TDS shall

been cleared and paid by the Directorate of Accounts.

to say, by the tenth day of succeeding month, in which the PFC Bill has

days after the end of the month in which such deduction is made. That is

and CGST act, make the payment of CGST as well as CGST, within ten

Illustration: In the example given above, if the invoice and supply

(15) The DDO shall as per the sub-section (2) of section 51 of the CGST
Allottees.

According to the default, where the interest is not paid within the specified time limit, deduction is made under the TDS certificate is not issued. In case the TDS certificate is not issued in case of the deduction within 48 hours after the end of the tax paid by the allottees.

Illustration:
In the example given above, if the TDS deducted is paid for the period 11th August, 2017 to 30th September, 2017 (i.e. 51 days) at the rate of 18% and the amount is paid by 10th August, the deduction will be made.

In case the TDS fails to pay the government, the amount of the TDS will be the penalty.

Illustration: In the example given under clause 3(a)(iv) above, since 39 of the TDS is paid, as well as the GST.

With deduction are made, as provided under sub-section (3) of section 39 of the TDS, within ten days after the end of the month in which deduction are made. A monthly return, electronically, in the prescribed form "GSTR-7" is required to file a monthly return, electronically, in the prescribed form "GSTR-7A".

DDO should note the provision of sub-sections (3) (a) and (6) of section 31 of the GST as well as the TDS.

In the prescribed form "GSTR-7A", the DDO should note the provision of sub-sections (3) (a) and (6) of section 31 of the GST as well as the TDS.

In the prescribed form "GSTR-7A", the DDO should note the provision of sub-sections (3) (a) and (6) of section 31 of the GST as well as the TDS.
All DDOS / Heads of Departments / Offices

To

Finance Secretary
(Deputee A. Hasmadeer, Ins)

1132/P (1400034945) dated 21/07/2017.

6. This issues with the approval of the Government vide U.O. No.

Provisions of law as in force.

Clarity by clarifying the nature and cannot be made use for interpretation of the

Provisions.

5. Instructions contained in this Circular are for the guidance of the

Performing Officers and personnel who are responsible for the implementation of the

The above referred instructions and ensure timely deduction of TDS, it is

allowances.

section 120(6) of the Act 18, as per section (1) of

or Rs. 10,000/- whichever is higher. In terms of sub-section (1) of

Section 120(6) of the Act 18, as well as CST Act.

Or in case of deduction of short deducted but not paid to the Government

If a deduction is less than the amount required to be deducted or fails to pay the

51 of CST as well as CST Act, or deducts an amount which is less