

ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION

O/o the VC & MD:: Finance Wing

RTC House:: APSRTC:: VJA

Date: 24.08.2022

No.SUP(F)/GST(2)/2022-23-FW

To
All the Unit Officers,
APSRTC,

Sub: **GST-** Renting of Rest rooms by APSRTC for our Crew – Information
Called for – Reg.

Ref: Notification no. 04/2022- Central Tax (Rate) dt.13.07.2022.

Vide notification at reference cited, Govt. of India has stated that the registered GST dealer is liable to pay GST under Reverse Charge Mechanism (RCM) on the Rent amount towards the residential property taken for rent purpose from Un-registered dealer.

You are aware that, APSRTC is taking residential property as rest rooms for our crew performing night duties and the payment of rent is being made on monthly basis and hence APSRTC is liable to pay GST under RCM for the Rent amount.

However, if flats/buildings taken from Unregistered dealers, for commercial purpose like sale of tickets, for office purpose etc., then GST is not applicable.

All the Unit Officers are hereby advised to instruct the concerned to calculate GST @ 18% on the rent amounts paid towards rest rooms under RCM and to send a Credit Advice for the GST amount (AH.1070, AH.1071) or (AH.1072) arrived under RCM to the respective DACs, duly passing separate Journal Entries as enclosed in Annexure-1.

The Dy.CAOs, AOs and Accounts In-charges of DPTOs are advised to obtain the data as above from the units under your jurisdiction and verify the same with the C.I.R of respective unit and to consolidate the information and to send the GST amount (AH.1070, AH.1071) or (AH.1072) to AO(GST)/HO on or before 05th of every month with out fail.

Hence all unit officers are hereby advised to follow the above instructions scrupulously to comply with the provisions of GST Act,2017.


FA & CAO

Suppose rest room rent paid for Rs.5,000/-
on 05-08-2022

If residential property is located in AP

Entries to be passed at Unit Level

1 Entry passed through CIR as follows

Debit AH	Rs	Credit AH	Rs
68 Group	5000	Bank AH	5000

2 JE to be passed on calculation of GST @ 18% under RCM at the end of the month for the amounts paid towards rest rooms

Debit AH	Rs	Credit AH	Rs
68 Group	900	1070	450
		1071	450

3 Sending of GST amount through CA to the DAC

Debit AH	Rs	Credit AH	Rs
1070	450	3284	900
1071	450		

Entries to be passed at DAC

4 Accepting of CA received from Units in the books of DAC

Debit AH	Rs	Credit AH	Rs
3284	900	1070	450
		1071	450

5 Sending of GST amount through CA to the HO by DAC

Debit AH	Rs	Credit AH	Rs
1070	450	3282	900
1071	450		

Suppose rest room rent paid for Rs.5,000/-
on 05-08-2022

If residential property is located in outside AP

Entries to be passed at Unit Level

1 Entry passed through CIR as follows

Debit AH	Rs	Credit AH	Rs
68 Group	5000	Bank AH	5000

2 JE to be passed on calculation of GST @ 18% under RCM at the end of the month for the amounts paid towards rest rooms

Debit AH	Rs	Credit AH	Rs
68 Group	900	1072	900

3 Sending of GST amount through CA to the DAC

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1072	900	3284	900

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Debit AH	Rs	Credit AH	Rs
1072	900	3282	900