

ANDHRA PRADESH STATE ROAD TRANSPORT CORPORATION

No.MA1/4(13)/2019-20-AD.

Office of the VC&MD,
RTC House, Accounts wing,
Vijayawada, Dt.18.07.2019.

Accounts Circular No. 05 / 2019-20, Dt. 25.06.2019

Sub:- Modification of Nomenclature under Income groups-Reg.,

Ref:- 1. Accounts Circular No. 1 / 2019-20, Dt. 30.04.2019 (Revised)
2. AO(NEC) letter dated 11.06.2019

The Accounts Classification under income group Account Heads (Nomenclature) are modified with respect to the applicability of GST as under

| S.No | AH No | Nomenclature (Existing) | Nomenclature (Modified) |
|------|-------|------------------------------------|--|
| 1 | 8722 | S/S-Batteries-GST 28% | S/S-Batteries-GST 18% |
| 2 | 8725 | S/S-Waste Paper-GST 18% | S/S-Waste Paper-GST 5% |
| 3 | 9209 | Incidental Charges-GST 18% | Incidental and Clerical Charges-GST 18% |
| 4 | 9219 | Clerical / Service Charges-GST 18% | Miscellaneous Income - without GST |

Miscellaneous Income - without GST includes cost of application forms for bus passes, cost of identity cards for bus passes, service charges for issue of bus passes, employee id cards and retired employee medical cards, unclaimed cancelled cheques, any other penalties and fines on passengers, Reservation charges, Passenger luggage earnings, amounts collected from the employees for non return the family passes, Passenger cancelation / retained amount on non AC Buses.

Note:

> Amount collected from the Hire bus drivers and sale of old news papers:

Any income realised towards penalties collected from the Hire bus drivers and sale of Old newspapers shall be treated as supply. Therefore, GST should be collected from the Suppliers at relevant rates. Further the amounts collected from the above may be treated as cum-tax basis, i.e., inclusive of GST. Example is furnished hereunder.

| | |
|---|-------------|
| Amount collected towards sale of old newspapers | 1000 |
|---|-------------|

Accounting treatment

| | |
|------------------------------|------|
| Income to be booked (a) | 952 |
| GST to be Accounted @ 5% (b) | 48 |
| Total amount to be accounted | 1000 |

| | |
|---|----|
| GST amount to be remitted to the GST Dept | 48 |
|---|----|

$$(a) \quad \frac{1000}{105} \quad *100 = 952-00$$

$$(b) \quad \frac{1000}{105} \quad *5 = 48-00$$

| NOMENCLATURE | AH | GST RATE |
|--|------|----------|
| SALE OF OLD NEWS PAPERS | 8725 | 5% |
| AMOUNT COLLECTED FROM HIRE BUS DRIVERS | | 18% |

Note :- If the amount collected towards penalties from hire bus drivers is adjusted against Hire bus payments, then GST is not applicable.

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- **Penalties and fines on Passengers, Reservation Charges and Passenger Luggage earnings:**

As per the notification no. 12/2017-Central Tax (Rate) dated 28.06.2017, Transport of passengers, with or without accompanied belongings in an Air Conditioned Stage Carriage/ Contract Carriage is taxable @ 5%. Therefore, the income realised towards penalties and fines on Passengers, Reservation Charges and Passenger Luggage earnings collected from AC buses are taxable @ 5% and the income realised towards penalties and fines on Passengers, Reservation Charges and Passenger Luggage earnings collected from non AC buses is exempted.


- **Unauthorized vehicle parking charges imposed by Security Personnel:**

In respect of unauthorized vehicle parking charges/ Seized vehicle parking charges the applicable GST rate is 18% and the separate Account Head - **9150** is given with nomenclature – Parking charges – GST, 18% vide Accounts Cir. No. 01/2019 dated.30-04-2019.

- **Passenger Cancellation/ Retained amount:**

Passenger Cancellation amount pertains to AC bus earnings attracts GST @ 5%, being earnings realised from AC buses are taxable @ 5%. However, GST would be levied on the amount of cancellation charges only.

All the Dy.CAOs / AOs are advised to follow the revised Nomenclature under Income groups w.e.f., 01.04.2019.


Financial Advisor &
Chief Accounts Officer

To
The All EDs/RMs
The All Dy.CAOs & AOs,
The All Depot Managers,
A P S R T C.