

# **GST workshop for Mechanical & Electrical related contractors of NMPT**

GST work shop for Mechanical & Electrical related contractors held at port auditorium on 19.07.2017 from 11.00 AM to 1.15 PM. 14 Number of existing civil contractors and 35 number of port staff participated in this work shop. The senior officials of chief mechanical engineering department were also present.

C. Ramani, FA & CAO welcomed all the Contractors to GST awareness program. He introduced Mr. Rajaratnam, the Port Tax Consultant and requested him to give a brief on GST and clarify the queries raised by the Contractors.

The Port Tax Consultant explained about the following aspects:

- Past tax structure of direct tax and indirect tax.
- The indirect taxes which are subsumed into GST.
- Requirement for registration under GST.
- No. of characters and their significances in GST registration number.
- Concept of input tax credit under GST and how it is different from present CENVAT credit under service tax regime.
- Due dates for filing returns under GST.
- Importance of timely filing of returns under GST.

Further, regarding various queries raised by contractors and engineers, Consultant given clarification as below:

- Regarding rates to be charged in composite contracts involving various material & labour, clarified that as per GST acts dominant nature of contracts needs to be studied before deciding rate of tax for the contract.
- Regarding payment of GST, the GST amount mentioned in the invoice needs to be paid to the department irrespective of whether it is recovered from NMPT or not within a due date for the payment of tax.
- Any services provided before 30th June 2017, the invoice can be raised including Service Tax, if it is raised on or before 30th June 2017. Any invoices raised on or after 1st July 2017 needs to be complied with GST Acts.
- The invoice needs to be raised by the Contractors within 15 days from the date of completion of the contract as per Agreement.
- Also clarified the requirement regarding HSN & SAC codes in GST regime.

- If any supply of goods or services taken from unregistered dealer, NMPT has to pay GST on reverse charge basis to department. Can take input credit of same in subsequent month.

FA & CAO explained various requirements of Tax invoice under GST regime & importance uploading various GST returns within due date.

The ongoing contracts/ agreements with existing contractors for the tenure agreement contract/agreement will continue. However invoice from 1<sup>st</sup> July 2017 to be as raised as GST invoice.

Also informed that any queries regarding NMPT works can be communicated through NMPT website.

Also it was decided to conduct the meeting at regular intervals to facilitate the smooth implementation of GST in Port.

# GST Workshop for Mechanical & Electrical engineering department at NMPT held on 19-07-2017

