



जवाहरलाल नेहरू विश्वविद्यालय
JAWAHARLAL NEHRU UNIVERSITY
New Delhi – 110067
Accounts Section

CIRCULAR

No.IX/2/1/2017-18/Finance/

Dated: 14th July, 2017

Subject: **Reverse Charge under Goods and Services Tax –reg**

It is stated that the Government of India has introduced the Goods and Services Tax Act from 1st July, 2017. The University has already registered under GST Act and is liable to follow the provisions stipulated in the Act.

The GST has established a new term 'Reverse Charge', Reverse charge means the liability to pay tax by the recipient of supply of goods or services or both instead of the supplier of goods or services or both under Section 9 (3) or Section 9 (4) of CGST Act, (Central Goods and Service Tax Act) or Section 5 (3) or Section 5 (4) of the IGST Act (Integrated Goods and Services Tax Act).

Section 9(4) of the CGST Act provides for Central Tax in respect of the supply of Taxable goods or Services or both by a supplier, who is not registered, to a registered person. The Tax is paid by the registered person as the recipient of goods and services. All the provisions of the Act shall apply to such recipient as if he is the person liable for paying the tax.

Thus, every registered entity availing services from an un-registered dealer or purchasing goods from un-registered dealer has to pay the GST under the respective HSN Code of the Service/Goods by raising an Invoice. It means all the registered persons, liable for GST, for un-registered services/goods have to raise Invoice on self and file returns to take 'Input Tax Credit'.

In view of above all the Schools/Centres/Departments/Sections raising bills for availing purchase of goods and services from unregistered GST dealers are required to raise Invoice on behalf of the University to pay GST under reverse charge mechanism.

The link for the schedules of GST rates for Goods and Services is available on JNU website and e-Office.

This issues with the approval of the competent authority.

(Shankar Dhar)

Joint Registrar (Finance)

To:
Deans (All Schools), Chairpersons (All Special Centres/Centres), Dean of Students, Director (AIRF), Librarian, Incharge Engineering, DFO (Bills/Cash), JR (Estate), DR (Admin), PRO, Director (CIS), AFO(Bills), AFO(Cash), AFO(S&P), AO(All Schools).

CC:
PS to Vice Chancellor/Rector-I/Rector-II/Rector-III/ Registrar/Finance Officer.