

JPD- 216

JAIPUR VIDYUT VITRAN NIGAM Ltd.

No. JVN/CAO/Tax/F.190 /D. 1955 Jaipur ; dated 18-12-06

CIRCULAR

The transactions of material arrangement by the JVVNL with other successor companies of erstwhile RSEB are covered under the purview of Value Added Tax (VAT) Act. same is treated as sale from one registered dealer to another registered dealer .The certificate prescribed for purchasing the goods can be issued by the purchaser who purchases the goods provided that they are meant for generation ,distribution and transmission and in that case the VAT rate would be 4% .In case the goods sold to another Nigam has been shown in the stock as on 01.04.2006 as ordered by the Commissioner ,input credit can be claimed . Similarly, if VAT has been paid in the state, input credit can be claimed .If the goods are purchased from outside the state ,no input credit can be claimed .Input tax credit shall be allowed within three months from the dated of such invoice .

In order to ensure that necessary action in regard to Value Added Tax is taken timely, Sr. Accounts officer (MM),Jaipur Discom, Jaipur is hereby nominated as the Nodel Officer.

The following instructions are issued for compliance by Circle AOs and Sr. AO (MM), JVVNL:-

By Circle Accounts Officers

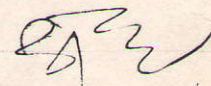
On issue of the goods, the output tax is recovered by them and the credit balance on this account after adjustment of input tax will be transferred by them to Sr. AO (MM) on weekly basis through ATC, attaching therewith the copies of bills and other related documents.

By Sr. Accounts Officer(MM)

Based on the ATCs, as above, he will deposit the Value Added Tax timely to the state government , file the prescribed return (s) and get the assessment done on time, so as to avoid any default/penal action(s).

The detailed accounting procedure to be followed by the Circle AOs and Sr. AO (MM), JVVNL in this regard is indicated below .

It may be noted that the Value Added tax is a statutory liability and any lapse in the matter will be viewed seriously for which the defaulting officers/officials will be held personally responsible.



(A. K. Jain)

Chief Accounts Officer