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TDS-TCS

TAX DEDUCTED AT SOURCE

IMP. POINTS

- Rate of TDS = **2%** (Intra:- CGST @ 1% SGST@ 1%
Inter:- IGST@ 2%)
- Deductors of tax - CG/SG/ Local Authority/Government agencies/
Notified persons* (refer next page)
- Threshold- Total Value of supply of taxable goods/or services under
a contract exceeds **₹2,50,000** (exclusive of tax and cess as per the
invoice)
- TDS@2% of to be deducted on amount paid & not on contract value
- Delayed payment of TDS = **Interest @18% p.a.**
- Return = Form No:- GSTR - 7
- Due date:- 10th of next month
- TDS certificate- GSTR 7A
- Delayed return; Late fees - **₹100 every day, maximum ₹5000**
- Applicable on sale of metal scrap too

Categories of persons not liable to deduct TDS

1. When Goods/Services are supplied from one PSU to another PSU
(Whether or not distinct person)
2. If any supply of Goods/Services takes place between 'Specified
Recipients' of section 51*
3. **No TDS shall be deducted when supplier and place of supply are of
same state, but recipient different state**

TCS not applicable

- If services are falling under section 9(5)
Collected TCS will be shown in F.lec.cash ledger

TAX COLLECTED AT SOURCE

Every ECO who supplies goods & collects consideration on behalf of supplier from customer on net value of taxable supplies made through it by suppliers has to collect TCS.

Net Value of taxable supplies:

Add: Aggregate value of taxable supplies of G/S
(other than notified services under section 9(5) by all RP
through operator)

Less: Taxable supplies returned to suppliers

IMP. POINTS

- Rate of TCS = **0.5%** (Intra:- CGST @ 0.25%SGST@ 0.25%
Inter:- IGST@ 0.5%)
- Due date of TCS = 10th of next month
- Delay in Depositing TCS = **Interest @ 18% p.a.**
- Return = Form No:- **GSTR-8**
- Due date of filing Annual Statement = **31st Dec of next FY.**
- The TCS amount collected by eco has to be remitted to
the government treasury **within 10 days** after the end of
the month
- An electronic statement has to be filed containing details
of the outward supplies during the month **within 10 days**
after the end of each month.
- An officer not below the rank of deputy commissioner
can issue notice to furnish details, the ECO is required
to furnish details **within 15 working days.** in case of
failure, there is liability up to 25,000/-

***Notified persons**

TDS Metal Scrap

- (a) an authority or a board or any other body -
 - (i) set up by an act of Parliament or a state legislature; or
 - (ii) established by any government, with 51% or more participation by way of equity or control, to carry out any function.

1. Usually TDS is applicable on the supply to the govt. and govt deducts TDS

Exception - RP \longrightarrow RP \rightarrow TDS is applicable
Metal scrap

- (b) Society established by the central government or the state government or a local authority under the societies registration act, 1860

2. TDS is not applicable where supply is made by PSU to PSU or one specified person to another specified person (except for metal scrap)

- (c) public sector undertakings

- (d) any registered person receiving supplies of metal scrap from other unregistered person