

MOST URGENT

ALL INDIA INSTITUTE OF MEDICAL SCIENCES
(FINANCE DIVISION)

No.F.FA/GST/2017

02 AUG 2017

August 01, 2017

Subject : Review of GST cases and rate contract cases.

Finance division has been receiving the files with the old system of taxations i.e. Vat etc despite it is more than one month since GST has been implemented which has subsumed all the taxes i.e. excise, other local taxes and vat etc .. Therefore, there is need to reassess the incidence of the pre GST and Post GST taxation and take the credit from the suppliers/vendors, where the taxation after the introduction of GST has been lowered in many of the cases, such as X-rays films etc. The Cases , where the tenders were invited and submitted before the introductions of GST, there is need to make exercise to ensure that if post incidence GST taxation incidence is reduced, the same need to be passed on to the consumer , in this case AIIMS . The GST taxation prescribed anti profiteering clause/rules, which prescribe that rates are not unduly increased and benefit of lower incidence of taxation is passed on to the consumer since the vendor/suppliers are expected to take the benefit of input credits.

In view of the above, the Store Section should certify that proposal vetted/cleared by them, all aspect of GST has been taken care of and there is no loss/reduced benefit to the Institute and there is no undue gain/benefit to the vendor/supplier is extended / available to the vender / supplier. The following information may also be submitted to the Finance Division so that there is no delay in clearance/concurrence.

1. Tax incidence in the pre-GST period:- Rate of excise, VAT and other local taxes (total incidence)
2. Tax incidence in the post GST period:- Applicable GST RATE now
3. Certificate from the vendor /supplier that the overall tax incidence has not decreased and if decreased , the same has been passed to the AIIMS in the form of lower rate indicating the lower rate
4. Certificate from the store section that information furnished by the vender /supplier has been verified and found correct.

CPO/Sr. Stores officer is requested to kindly ensure proper vetting of GST aspect in all cases floated in Pre-GST regime and all Rate Contract cases in the Institute and issue appropriate instructions.

Further, some of the Rate contract (RC) cases are being continued from last 8 to 10 years, in some cases even more possibly without calling for fresh tenders and these have very serious issues relating to GST and ensuring the reasonability of prices. Continuation of Rate Contracts beyond permissible period as per rules or reasonable period should be avoided to ensure reasonable and competitive prices for the Institute. The practice may be reviewed and list of rate contract, which are valid currently may please be furnished alongwith original date of Rate Contract and items covered to assess the position of Rate Contract within a weeks time.

(JAIRAM BHOJWANI)
FINANCIAL ADVISOR

- i) Chief Procurement Officer
ii) Sr. Stores Officer (DO)

Forwarded to all Store Section

Copy to -

PS to Dy. Director (Admn.)/PA to Sr. Financial Advisor



अनिल भाटिया, आई.एस.एस.
Anil Bhatia, ISS
मुख्य क्रय अधिकारी
Chief Procurement Officer
अ.भा.आ.सं., नई दिल्ली-29
A.I.I.M.S., New Delhi-29

Payan, to kindly create

*a email list (group) of all store officers / ASOs
store related information.*

*for dissemination of
pretty to coordinate*