



**INDIAN INSTITUTE OF TECHNOLOGY KANPUR**  
**FINANCE AND ACCOUNTS SECTION**

IITK/ACCT/GST/2017-18/445  
Dated: 06 September 2017

**Sub: GST Impact on IIT Kanpur**

Please be informed that Goods and Services Tax (GST) is implemented w.e.f. 1 July 2017 with all existing systems of indirect taxes viz. Service Tax, VAT, Excise etc. now subsumed under the new system and all supplies, subject to certain exemptions, covered under the provisions of GST.

2. In view of the foregoing, it may please be noted that the Institute Main Account (earlier called Account I) has been allotted a Certificate of Provisional Registration with **GSTIN No. 09AAAJI0169A1ZN**. This GSTIN No. is to be mentioned mandatorily on all the Tax Invoices/Bills of Supplies for all the services/supplies and other expenditures related to Institute Main Account activities only and not for the activities related to Projects Account, JEE Office, GATE Office and DOSA Office or for any other Account which has its own separate GSTIN registration no.

3. It may please be noted that in the GST Regime, services provided by an educational institution **other than to its own students and employees** are liable to GST. This means that services of Renting of Immovable Property, Consultancy, Testing and Research provided by IIT Kanpur to non-employees/non-students are subject to GST.

4. The GST Council has broadly approved GST rates for services at Nil, 5%, 12%, 18% and 28% on 19 May 2017 during the 14th GST Council meeting. The rate of GST on all services not specified in the rate list is 18% with Full Input Tax Credit. Hence, services of consultancy, testing and research shall be liable to 18% GST with full Input Tax Credit (9% CGST/ 9% SGST (intra-state supplies) or 18% IGST (inter-state supplies).

5. Subsidies given by the Central or State Governments are out of purview of GST as the term consideration excludes the same:- *any payment made or to be made, whether in money or otherwise, in respect of, in response to, or for the inducement of, the supply of goods or services or both, whether by the recipient or by any other person but shall not include any subsidy given by the Central Government or a State Government.*

6. Reverse charge under GST is applicable for both services as well as goods. These provisions are applicable in case of supply of goods or services or both by an UNREGISTERED person to a REGISTERED person, where such supply is of taxable goods or services. However, if the person is located in non-taxable territory but has an office or an agent located in India and has obtained registration in India then in such a case, the location of supplier of service shall be deemed to be in India and the location of service provider and service recipient being in India, it shall not be considered as Import of service and henceforth GST shall be charged through such

fixed establishment/office in India and no liability shall arise under Reverse Charge Mechanism (RCM). **Please note that Manpower supply services and Works Contract services are not covered under reverse charge in GST. Hence, there is no liability of IIT to discharge GST on these two services under reverse charge mechanism.**

7. In compliance with GST Act, it may please be ensured that proper tax invoice, where tax is charged by the supplier, or proper bill of supply [where the supplier is not allowed to charge any tax (on exempted goods or services)], is obtained from the supplier by the recipient of goods/services to avoid unnecessary liability on the Institute.

8. Institute Works Department (IWD) is requested to review all contracts awarded by them prior to 1 July 2017 where landed costs were considered keeping in mind various taxes like Service Tax, VAT, Excise etc., but now the same may cost us less after implementation of single tax i.e. GST.

9. This issues with the approval of Director.

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