



केन्द्रीय भण्डारण निगम  
(भारत सरकार का उपक्रम)  
**CENTRAL WAREHOUSING CORPORATION**  
(A Govt. of India Undertaking)  
जन-जनकेलिएभण्डारण/ Warehousing for Everyone



**No. CWC-FD/CA-Accounts Circular/20-21**

**30<sup>th</sup>September, 2020**

**ACCOUNTING CIRCULAR No-35**

**Subject:Accounting for “Property Tax- Rates and Taxes” and “Provision for Capital Works”**

**Rates and Taxes (40800)**

At Present in Tally ERP,there is only ledger code 40804 of Rates & Taxes under the Group Code 40800, in which all types of Taxes have been booked (including property tax). Based on the representations received to identify the Property Tax Expense separately, a new ledger by name of “**Property Tax**” with Ledger code of **40806** has been opened.

Accordingly, henceforth,for accounting of property tax expense during the year 2020-21, Account head code 40806 is to be used.

Any rates and taxes **other than property tax**such as municipal taxes, water tax, sewerage tax etc. shall continue to be accounted under Ledger code 40804 which has been renamed as Rates and taxes (other than Property Tax)(40804).

Property Tax Expense booked till date in FY 2020-21 under 40804 be shifted to 40806 by passing accounting entries and thereafter, there should be no property tax expense under 40804.

**Provision for capital works(Ledger Code13800)**

In order to separate Provision made for capital expenditure from the Provision made for expense (other than of capital nature) , a new ledger code 13800 has been opened in Tally, ERP.

This ledger is to be used only in exceptional circumstances, where the provisions need to be created and the TDS cannot be deposited with the Income Tax authorities due to vendor not known or there is an uncertainty of the liability for capital works getting materialized. In such cases, the estimated liability is to be created by debiting the “Work in progress” or assets head or

other appropriate head (other than expense head) and crediting the Provision for Capital Works (code No. 13800).

It must be ensured that this ledger shall be credited against the capital works only i.e. where work in progress or assets head is to be debited. In case debit is being given to Expensehead(other than capital) Credit shall be given to ledger code 12800 Provision for expense.

Capital expense provisions booked till date in 12800 code Provision for expenses be shifted to 13800 provision for capital works.

Compliance of above be strictly ensured.

**Vijay Kumar Garg**  
**Manager A/cs**

**Distribution to:**

1. All Regional Managers of CWC.
2. All DGMs/AGMs/Managers/ (Sr.) Asstt. Managers in-charge of the Finance, Accounts & Internal Audit Wings of all ROs.

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2. SAM to Director (Fin), CWC, CO, New Delhi.
3. PPS to GGM (F&A), CWC, Corp. Office, New Delhi.
4. PPS to GGM (Systems), CWC, CO, New Delhi place this Circular on CWC's Website.

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