




केन्द्रीय भण्डारण निगम
(भारत सरकार का उपक्रम)
Central Warehousing Corporation
(A Government of India Undertaking)



No.CWC/FD-Rec/Outstanding/2019-20

Dated: 08.11.2019

Sub: Raising of bills for Warehousing & Insurance Charges – Reg.

Reference is made to GM (Fin) letter No. CWC/FD-Rec/CMSS/2019-20 dated 16.9.2019, Dir (Fin.) letter No. CWC/FD/REC/OUTSTANDING/2018-19 dated 26.09.2019 and MD letter No. CWC/Sr.PA-MD/2019 dated 03.10.2019 on the issue of billing and realization. Now, it is learnt that bills regarding warehousing (storage) / insurance charges are not being issued / raised by the Regional Offices / Warehouses on regular basis in certain locations. Raising bills irregularly is also not in accordance with agreement between Corporation and Customer. Non-issuing of bill in time, leads to incorrect financial picture of the Corporation.

2. Many services provided by the Corporation, fall in the category of taxable services under the Goods & Services Tax Act, 2017. As per the provisions of Sec 31(2) & 31(5) of the GST Acts, 2017 read with Rule 47 of the Central Goods & Services Tax Rules, 2017 (the Rules), the services provided by the Corporation is continuous supply of service for which invoices / bills must be issued on monthly basis / as per periodicity (or on completion of the supply of services) as per the agreements / contracts. Non-compliance of these provisions amount to financial indiscipline and attract penal action under the provisions of Sec-122(1) & 150 of the GST Acts, 2017. This kind of omission is also inconsistent with the provisions of Income Tax Act, 1961 and may also invite stringent penalties.

3. In view of the above, all the Regional Managers are once again advised to review the billing system in their Region and ensure that the bills are raised in time for the supplies/services by the Corporation as per agreement with the depositors. Raising of correct bill on the due date is the primary responsibility of the concerned WHM, However, Business Head, Accounts Incharge and the



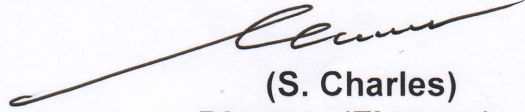

केन्द्रीय भण्डारण निगम
(भारत सरकार का उपक्रम)
Central Warehousing Corporation
(A Government of India Undertaking)



:- 2 :-

RM's are also equally responsible to ensure that the bills are raised on the due date for the correct amount and are realized in time. Raising of bill and booking of income should be as per accounting standard/accounting policy of the Corporation.

Issued for strict compliance.


(S. Charles)
Director (Finance)

Distribution:

1. All Regional Managers, CWC, Regional Offices
2. All Accounts Incharges / Business Head, CWC, Regional Offices
3. All HODs, CWC, CO, New Delhi

Copy to:

1. PS to MD / PS to Director(Personnel)
2. GM(System) – with a request to place this Circular on CWC's Website.