

BY FAX/POST

GOVERNMENT OF ODISHA
FOOD SUPPLIES & CONSUMER WELFARE DEPARTMENT

No. 23153 / Bhubaneswar dated 15/11/17.
FSCW-PL-POL-0014-2016

From

Shri Bijay Kumar Prusty, O.A.S(S)
Joint Secretary to Govt.

To

The Managing Director, OSCSC Ltd., Bhubaneswar

Sub: Levy of GST on the charges payable to Rice Millers for custom milling of rice.

Sir,

I am directed to send herewith copy of letter No.16099/CT dated 2.11.2017 of Commissioner of Commercial Taxes, Odisha on the subject mentioned above.

In this connection, your kind attention is invited to discussions held with Commissioner-cum-Secretary to Government on 14.11.2017. It transpires that in Provisional Cost Sheet for reimbursement of paddy procurement incidentals for KMS 2017-18 , there is no provision for reimbursement of GST.

I would therefore request you to kindly furnish your considered views on the matter to this Department for raising the matter with Government of India as well as for communication to Commissioner of Commercial Taxes, Odisha .

The views may be sent within 3 days for kind perusal of Commissioner-cum-Secretary.

Matter may be treated as extremely **urgent**

Yours faithfully,

15.11.17
Joint Secretary to Govt.

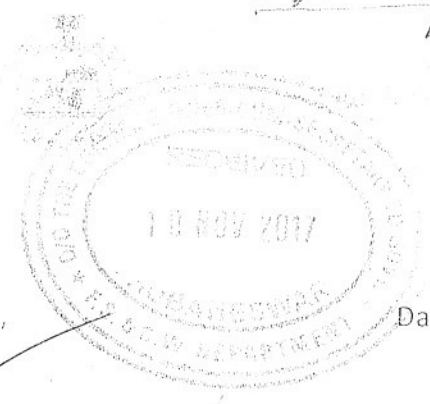
Memo No. 23154

Dated 15/11/17

Copy to Commissioner of Commercial Taxes, Odisha, Baniyakar Bhawan, Old Secretariat Compound, Cuttack-753001 for kind information.

15.11.17
Joint Secretary to Govt.

D7) NO = 20652/F Sec
14.11.17



No.III-27/7/2015-Policy 16099 /CT.,

Dated. 02.11.2017

To

The Commissioner-cum-Secretary
Food Supplies and Consumer Welfare Department
Government of Odisha
Bhubaneswar

Sub: Levy of GST on the charges payable to Rice Millers for custom milling of rice

Sir,

It has come to our notice that Rice Millers of Odisha undertaking custom milling of rice for Odisha State Civil Supplies Corporation are not clear about levy and rate of GST on their custom milling service. It is hereby clarified that custom milling service is a job work service classifiable under the Service Accounting Code (SAC) 9988. The milling charge payable to the rice millers for custom milling undertaken on or after 01.07.2017 is chargeable to GST @18% (9%CGST +9%OGST) for the period from 01.07.2017 to 12.10.2017 as per Entry Sl No. 26 (ii) of Government of Odisha Notification dated 29.06.2017 issued bearing SRO No.305/2017 and corresponding Government of India Notification No. 11/2017-Central Tax (Rate) dated the 28th June, 2017. The said rate of tax has been reduced to 5% w.e.f. 13.10.2017 vide GOI Notification No. 31/2017-Central Tax (Rate) dated the 13th October, 2017 and corresponding notification issued by Government of Odisha on 13.10.2017.

Copy to
MD OCGS
14.11.17

Therefore, the Rice Millers providing the job work service to OSCSC by way of custom milling of rice are required to pay GST at the aforesaid rate i.e. @ 18% (9% CGST+ 9% SGST) for the period from 01.07.2017 to 12.10.2017 and @ 5% (2.5% CGST + 2.5% SGST) from 13.10.2017 and raise commercial bills on account of custom milling charge by charging GST at the aforesaid rates.

This is for favour of kind information and necessary action.

Yours faithfully

Commissioner of Commercial Taxes

Memo No. 16100 /CT.,

Dated. 02-11-17

Copy to Managing Director of Odisha State Civil Supplies Corporation, Bhubaneswar for information and necessary action.



Commissioner of Commercial Taxes

Memo No. 16107 /CT.,

Dated. 02-11-17

Copy to all JCCTs (Territorial Ranges) and DCCTs/ACCTs (in charge of Circles) for information and necessary action.



Commissioner of Commercial Taxes