



रक्षा लेखा नियंत्रक, उद्यान विहार, नारंगी, गुवाहाटी-781171
Controller of Defence Accounts, Udyan Vihar,
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NO. IA/I/020/Circular/Vol-VII

Dated: 25 Jan 2023

IMPORTANT CIRCULAR NO. 10

TO

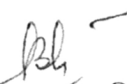
Officer-in-Charge
All Sub Offices as per Standard List

Subject:- Cases related to Financial Advice & Audit Objection.

Please find enclosed Annexure - A & Annexure - B received from AO GE (AF) Tezpur & LAO Tezpur regarding the above subject for information & necessary action at your end.

GO (IA) has seen.

Enclo. As above.

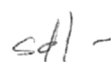

Sr. Accounts Officer (IA)

Copy to :

1 GEM Section : for information & also watch the correspondence.

Copy to:

2. The IT & SW : For uploading on CDA Guwahati website please.
(Local)


Sr. Accounts Officer (IA)

Annex.- 'B'

LOCAL AUDIT ADVICE - I



LOCAL AUDIT OFFICE (ARMY, TEZPUR)

P.O. Kacharigaon, Tezpur-784001
e-mail: laotez.cgda@nic.in, Ph: 03712-230119



No. TEZ/FA/2022/Vol-I

Dated: / / 2022

To

The GE/CO/OC
All GE Offices/Army Units
(Under LAO(A) Tezpur)

Subject: GEM Procurements through grants/SO

During the course of review and inspection of Cash Accounts in respect of procurements made through GEM out of Grants/supply orders, it has been observed that HSN Code(Harmonised System of Nomenclature) of the products is not being shown in the GEM Invoice uploaded by the suppliers but payments have been released to the suppliers.

In this context, reference is drawn to the following gazette notifications issued by by GoI, Ministry of Finance, DoR, Central Board of Indirect Taxes and Customs which mandates the mentioning of HSN Code by all the registered suppliers in their Tax Invoice (No of digits of HSN Code as per the annual turnover in the preceding FY). In the case of non-mentioning /wrong HSN code a penalty of INR 50000/- shall be levied under the GST Act.

1. Notification No. 12/2017 – Central Tax dated 28/06/2017
2. Notification No. 05/2017 – Integrated Tax dated 28/06/2017
3. Notification No. 78/2020 – Central Tax dated 15/10/2020
4. Notification No. 06/2020 – Integrated Tax dated 15/10/2020

It is pertinent to apprise that the reflection of HSN Code in the Tax invoice by the suppliers is significant as it is also indicative of the stock in/stock out of the product from the suppliers stock inventory apart from the applicable rate of taxation of the item. Further, it is also possible that inter-state cartelization can be formed by suppliers from outside state routing their supplies through local composition suppliers in the destination state of supply leading to revenue loss to the state exchequer on account of IGST.

The CO/GE in the capacity of DDOs of the GEM bill payments may ensure that HSN code is invariably mentioned in the suppliers' tax invoice before making payments otherwise the suppliers may be liaised with to upload revised Tax Invoice with HSN code.

✓
LAO(A) Tezpur

OFFICE OF THE LOCAL AUDIT OFFICER (ARMY) TEZPUR

P.O. KACHARIGAON, TEZPUR – 784001

EMAIL- laotez.cgda@nic.in Ph- 03712-230119

No. TEZ/LAO/FA/2022/Vol-I

Dated: 19/09/2022

Financial Advice-II

To

The CO/OC of Army Units
(Under LAO (A) Tezpur, Jurisdiction)

Sub: Rush of Expenditure at the end of the FY.

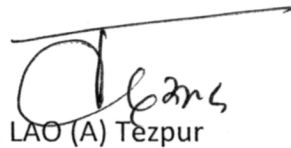
Huge Expenditure (almost 80%) has been noticed at the end of the FY from the Grants allotted to the CO/OC of Units. Further during R&I of one of the Units in Tawang Area it is noticed that 100% of ACG (to the tune of Rs. 4.5 Lakh) has been expended during the last fortnight of the FY.

This practice is contrary to the Government policy of maintaining even pace of expenditure through out the year (not more than 33% in the last quarter of FY) interalia reflects contravention to the laid cannons of Financial propriety as per Rule 6 FR part-1.

It is advised that the total budgetary requirement of the Unit may be well planned and expenditure catered in a manner such that even pace of expenditure is maintained.

Making procurement in the closing months of FY does not justify the necessity/ requirement of purchase and such expenditure of public money only to prevent the lapse of fund is not healthy financial practice.

As such it is solicited that proper estimation of budgetary requirement of Grants and their planned utilization be adhered to.


LAO (A) Tezpur

[TO BE PUBLISHED IN THE GAZETTE OF INDIA, EXTRAORDINARY, PART II,
SECTION 3, SUB-SECTION (i)]

Government of India
Ministry of Finance
Department of Revenue
Central Board of Excise and Customs

Notification No. 12/2017 – Central Tax

New Delhi, the 28th June, 2017
7 Ashadha, 1939 Saka

G.S.R.(E).— In pursuance of the first proviso to rule 46 of the Central Goods and Services Tax Rules, 2017, the Central Board of Excise and Customs, on the recommendations of the Council, hereby notifies that a registered person having annual turnover in the preceding financial year as specified in column (2) of the Table below shall mention the digits of Harmonised System of Nomenclature (HSN) Codes, as specified in the corresponding entry in column (3) of the said Table, in a tax invoice issued by him under the said rules.

Table

Serial Number	Annual Turnover in the preceding Financial Year	Number of Digits of HSN Code
(1)	(2)	(3)
1.	Upto rupees one crore fifty lakhs	Nil
2.	more than rupees one crore fifty lakhs and upto rupees five crores	2
3.	more than rupees five crores	4

2. This notification shall come into force from the 1st day of July, 2017.

[F. No.349/72/2017-GST]

(Dr. Sreeparvathy S.L.)
Under Secretary to the Government of India

**[TO BE PUBLISHED IN THE GAZETTE OF INDIA, EXTRAORDINARY, PART II,
SECTION 3, SUB-SECTION (i)]**

**Government of India
Ministry of Finance
Department of Revenue
Central Board of Excise and Customs**

Notification No. 5/2017 – Integrated Tax

**New Delhi, the 28th June, 2017
7 Ashadha, 1939 Saka**

G.S.R.(E).— In pursuance of the first proviso to rule 46 of the Central Goods and Services Tax Rules, 2017 read with notification No. 4/2017-Integrated Tax, dated the 28th June 2017, the Central Board of Excise and Customs, on the recommendations of the Council, hereby notifies that a registered person having annual turnover in the preceding financial year as specified in column (2) of the Table below shall mention the digits of Harmonised System of Nomenclature (HSN) Codes, as specified in the corresponding entry in column (3) of the said Table, in a tax invoice issued by such person under the said rules.

Table

Serial Number	Annual Turnover in the preceding Financial Year	Number of Digits of HSN Code
(1)	(2)	(3)
1.	Upto rupees one crore fifty lakhs	Nil
2.	more than rupees one crore fifty lakhs and upto rupees five crores	2
3.	more than rupees five crores	4

2. This notification shall come into force with effect from the 1st day of July, 2017.

[F. No.349/72/2017-GST]

(Dr. Sreeparvathy S.L.)
Under Secretary to the Government of India

[To be published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i)]

Government of India
Ministry of Finance
(Department of Revenue)
Central Board of Indirect Taxes and Customs

Notification No. 78/2020 – Central Tax

New Delhi, the 15th October, 2020

G.S.R.....(E).—In exercise of the powers conferred by the first proviso to rule 46 of the Central Goods and Services Tax Rules, 2017, the Central Board of Indirect Taxes and Customs, on the recommendations of the Council, hereby makes the following amendment in the notification of the Government of India in the Ministry of Finance (Department of Revenue), No.12/2017 – Central Tax, dated the 28th June, 2017, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i) *vide* number G.S.R. 660(E), dated the 28th June, 2017, namely:—

In the said notification, with effect from the 01st day of April, 2021, for the Table, the following shall be substituted, namely, -

“Table

Serial Number (1)	Aggregate Turnover in the preceding Financial Year (2)	Number of Digits of Harmonised System of Nomenclature Code (HSN Code) (3)
1.	Up to rupees five crores	4
2.	more than rupees five crores	6

Provided that a registered person having aggregate turnover up to five crores rupees in the previous financial year may not mention the number of digits of HSN Code, as specified in the corresponding entry in column (3) of the said Table in a tax invoice issued by him under the said rules in respect of supplies made to unregistered persons.”.

[F. No. CBEC-20/06/09/2019-GST]

(Pramod Kumar)



Note: The principal notification number 12/2017 – Central Tax, dated the 28th June, 2017, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i) *vide* number G.S.R.660(E), dated the 28th June, 2017.

[To be published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i)]

**Government of India
Ministry of Finance
(Department of Revenue)
Central Board of Indirect Taxes and Customs**

Notification No. 06/2020 – Integrated Tax

New Delhi, the 15th October, 2020

G.S.R.....(E).—In exercise of the powers conferred by the first proviso to rule 46 of the Central Goods and Services Tax Rules, 2017, read with notification No. 4/2017-Integrated Tax, dated the 28th June, 2017, the Central Board of Indirect Taxes and Customs, on the recommendations of the Council, hereby makes the following amendment in notification of the Government of India in the Ministry of Finance (Department of Revenue), No.5/2017 – Integrated Tax, dated the 28th June, 2017, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i) *vide* number G.S.R. 697(E), dated the 28th June, 2017, namely:—

In the said notification, with effect from the 01st day of April, 2021, for the Table, the following shall be substituted, namely, -

“Table

Serial Number (1)	Aggregate Turnover in the preceding Financial Year (2)	Number of Digits of Harmonised System of Nomenclature Code (HSN Code) (3)
1.	Up to rupees five crores	4
2.	more than rupees five crores	6

Provided that a registered person having aggregate turnover up to five crores rupees in the previous financial year may not mention the number of digits of HSN Code, as specified in the corresponding entry in column (3) of the said Table in a tax invoice issued by him under the said rules in respect of supplies made to unregistered persons.”.

Annex.- 'A'

AO GE (AF) TEZPUR

SALONIBARI, SONITPUR (ASSAM) : 784104

e-mail: aogaftez.cgdaa.nic.in / Fax: 03712-259160 and Ph:

03712-258061

No. A/GE/AF/Tez/2-XVIII/QPR

Dated: 27/09/2022

To,

The CDA (E-I Section)
Udayan Vihar, Narangi
Guwahati- 781171

Subject : Financial Advice Report for QE 9/2022: Forwarding thereof.

Reference : M.O CDA Guwahati Important Circular No. 1A/II/016/FA/Vol-XII dated 27/03/2017

One financial advice was rendered during the quarter to the GE(AF) Tezpur division to avoid overpayment to the contractors while preparation and processing of bills vide this office letter no. A/GE/AF/TEZ/86/Gen.Corr/Vol-II dated 5/9/2022. Financial advice rendered is furnished in brief as under:-

While passing one RAR bill of CA no. CE(AF)/SZ/TEZ/28 of 2017-18 in the month of August 2022, it was noticed in the work done statement (Schedule 'A') that the quantity of work done against one item was shown as 647.56 cum, but while linked with the measurement book, quantity of work done under the same item recorded as 518.05 cum i.e. net difference of 129.51 cum and ~~disallowing~~ the overpayment of Rs 3,88,530/- GE(E/8 Section) and the sub-division has been advised to be more cautious in future while processing the bills to avoid overpayment to the contractors.

Copy of this office above mentioned letter is enclosed herewith.

Encl:- As above.

(Sr Accounts Officer)
AO GE (AF) Tezpur

OFFICE OF THE AO GE(AF), TEZPUR
SALONIBARI, TEZPUR-784104.

Phone no.03712-258061

Email: aogaftez.cgda@nic.in

No.A/GE/AF/TEZ/86/Gen.Corr./Vol-II

Dated: 05/09/2022

To

The GE(AF)Tezpur
(E/8 Section)

Sub :- Measure to avoid excess payment to the contractors.

During audit and passing of 23rd RAR bill in respect of CA No.CE(AF)SZ/TEZ/28 of 2017-18 in the month of August,2022, it was detected in the workdone statement(Schedule'A' Pt-XIII)that the quantity of workdone shown as 647.56 Cum,whereas in the related measurement book,quantity actually executed was 518.05 Cum. As the measurement book is regarded as the authentic document for recording the quantity of work executed by the contractor, this office had restricted the quantity of work executed in the workdone statement according to the quantity recorded in the measurement book and disallowed the excess amount of Rs.3,88,530/- which is quite high in amount.But the discrepancy had not been detected while the bill was processed through various stages of engineer authorities.

In view of the above fact, it is advised to be more cautious in future while processing the bills to avoid overpayment to the contractors.

Sd/-
Sr.AO

Copy to :-

- (1) The AGE(AF) B/R-I Tezpur
- (2) The AGE(AF) B/R-II Tezpur
- (3) The AGE(AF) E/M Tezpur
- (4) The BSO(AF)Tezpur

For information and similar action please

Sd/-
Sr.AO

CTC
A. Singh
Sr. AO
TEZPUR