

678125/2020/O/o DTKP

भारत सरकार/GOVERNMENT OF INDIA
रेल मंत्रालय/MINISTRY OF RAILWAYS
(रेलवे बोर्ड)/(RAILWAY BOARD)

सं/No. Track/21/98/05/7/ Vol-IV

दिनांक/Date: 01.06.2020

Principal Chief Engineer(s),
All Zonal Railways.

Chief Administrative Officer(s)/Con.,
All Zonal Railways.

विषय/Sub: Bills for rail supply by SAIL held up for payment due to revised model of EBR-IF funded contracts.

संदर्भ/Ref: 1. SAIL's letter dated 16.05.2020.
2. Board's letters No. 2018/AC-II/1/57 dated 08.05.2020, 01.04.2020, 20.03.2020, 27.02.2020 & 16.12.2019.

The revised model of EBR-IF funded Contracts were issued vide Board's letter referred to above.

A few Construction Units of Zonal Railways have pointed out difficulties in making payment to SAIL under the revised model of EBR-IF funded contracts. The same was examined in Board's office in consultation with the Accounts Directorate.

Action in regard to payment for rails supplied by SAIL for EBR-IF projects should be taken as under;

S.No	Situation	Action to be taken
1.	Bill raised in the name of Indian Railways by SAIL prior to 1.5.2020 , where entire lot is earmarked for EBR-IF Project.	<ul style="list-style-type: none"> • Bill may be passed by concerned Railways as usual by debiting the expenditure to Misc. Advance (Capital) and payment may be released to SAIL. • GST Paid on Input may be classified as Full ITC by using 'T4' Flag. • Concerned Zonal Railway shall raise a Tax Invoice on IRFC and clear the Misc. Advance (Capital) by contra debit to 83XXXXXX
2.	Bill raised in the name of Indian Railways by SAIL prior to 1.5.2020 , where entire lot is earmarked for IR and EBRIF Project	<ul style="list-style-type: none"> • Bill may be passed by concerned Railways as usual by debiting the expenditure to the concerned Plan Head in respect of IR's Project and to Misc. Advance (Capital) for EBRIF

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S.No	Situation	Action to be taken
		<p>portion and payment may be released to SAIL.</p> <ul style="list-style-type: none"> • GST Paid on Input may be classified as Partial ITC by using 'C2' Flag. • Concerned Zonal Railway shall raise a Tax Invoice on IRFC for the EBRIF portion and clear the Misc. Advance (Capital) by contra debit to 83XXXXXX
3.	Escalation/De-Escalation	In respect of those payments passed for IR's portion, action at S.No. 1 and 2 may be adopted.
4.	Bills received on or after 1.5.2020-Where it is known that the lot is entirely for EBRIF portion	<ul style="list-style-type: none"> • Terms and conditions as mentioned in Novation Agreement needs to be entered with SAIL by the concerned Railways. • SAIL may raise invoice in favour of IRFC and concerned paying Railways shall release the payment to SAIL, by debiting EBRIF Allocation and ensure GST and Income Tax (IT) compliance.
5.	Bills received on or after 1.5.2020-Where the lot is for EBRIF and IR's portion	<ul style="list-style-type: none"> • Concerned Railway shall adopt process mentioned at S.No. 2 for EBRIF portion. • There will be no ITC flagging for IR's portion.
6.	Bills received on or after 1.5.2020-Where consignee Railway is situated in a State other than Paying Railway State.	<ul style="list-style-type: none"> • SAIL shall be advised by the Paying Railway the GSTIN of IRFC and consignee Railway. • Paying Railway shall arrange payment to SAIL by debiting Transfer Other Railway. • Paying Railway shall pass on the debit to consignee Railway through a TC. • Consignee Railway shall account for the complete transaction by debiting EBRIF (83XXXXXX) and ensure GST/IT Compliance <p>83XXXXXX Dr</p>

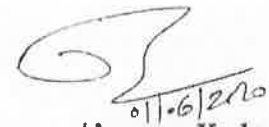


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S.No	Situation	Action to be taken
		Trs Other Railway Cr
		TDS GST (IRFC) Cr
		IT TDS IRFC Cr

Invoice of IRFC by Railways shall be raised through GST manual utility portal of CRIS, in consultation with Nodal GST cell of the Zonal Railways.

This issues with concurrence of Associate Finance and Accounts Directorates of Railway Board.



(Anurag Yadav)
Director/Track (P)
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Copy to:

1. Chairman/SAIL for information and necessary action please.
2. Shri Pradeep Gupta, Chief Engineer (Rail Procurement)/BSP, Bhilai, South East Central Railway.



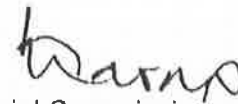
(Anurag Yadav)
Director/Track(P)
Railway Board

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Copy to:-

1. The PFA (Open Line), All Indian Railways
2. The PFA (Con.), All Indian Railways.
3. DG/Railway Board (Audit), Room No. 222, Rail Bhawan, New Delhi.



for Financial Commissioner, Railways