



# भारतीय विज्ञान शिक्षा एवं अनुसंधान संस्थान भोपाल

## निदेशक कार्यालय

IISERB/DIR/NOTIF./2017/12

April 3, 2017

### संशोधित अधिसूचना

### Revised Notification

**Sub: Revised notification of Government of India Rules to be followed by all concerned on TDS and payment / collection of service tax.**

**Ref: Institute Notification no. IISERB/DIR/2016/18 dated April 8, 2016.**

#### **Introduction:**

The “Indian Institute of Science Education and Research Bhopal” is an Institute of national importance for imparting Science Education and carrying out Research. The Institute is established under NIT (Amendment) Act 2012 by the Ministry of Human Resource Development, Government of India. The objective of the Institute is to promote quality education and research in frontier areas of pure and applied Sciences.

Being an educational Institute of national importance the IISER Bhopal qualifies for following exemptions based on the Income Tax Act / Government of India notifications.

#### 1. **Income Tax (TDS) :**

The Institute is wholly financed by GOI and the income of institute is exempted from Income Tax u/s 10(23C) (iiiab) of Income Tax Act 1961. Therefore no TDS is required to be deducted from any Grants/ Financial Assistance/ Funds/ Interest/ Rent/ Consultancy Fee etc. received by the Institute.

#### 2. **Service Tax :**

As per GOI - Ministry of Finance, Department of Revenue notification No. 25/2012-Service Tax dated 20/06/2012 and D.O.F No. 334/15/2014-TRU New Delhi, dated 10/07/2014, **w.e.f. October 1, 2014**, the Institute qualifies for:

- A. Exemption in service tax in respect of Construction erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation or alteration;**

The Institute being a ‘Governmental Authority’ in terms of the definition clause 2(s) of Notification no. 02/2014 – Service Tax dated 30.01.2014, is exempted from Service Tax vide Notification No. 9/2016-Service Tax, dated 01/03/2016, **w.e.f. 1<sup>st</sup> March, 2016**, (to be read with Notification No. 06/2015-Service Tax dated 01.03.2015 and Exemption Notification No. 25/2012-Service Tax, dated 20/06/2012), **from the following services** provided to the Institute:

**[Construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation or alteration.]**

**Condition Provided:** Service Tax exemption can be claimed only for contract/ Work Orders which were entered before 1<sup>st</sup> March, 2015 and on which proper stamp duty was paid before such date (i.e. 01.03.2015).

Further, the same (exemption) shall remain in effect only till 1<sup>st</sup> April, 2020 and not thereafter (i.e. No exemption shall be given on the aforementioned contracts/ Work Orders after 1<sup>st</sup> April, 2020).

### **B. Collection of Service Tax:**

Institute shall charge & collect service tax on services like consultancy, testing etc. rendered to other Organizations / Institutions / Individuals except to those who produce valid exemption certificate.

### **3. Revocation of service tax exemption on specified services:**

However, as per recent amendments to GoI Notification No. 25/2012-Service Tax, dated 20.06.2012, done vide GoI, Ministry of Finance (Department of Revenue) Notification No. 10/2017-Service Tax, dated 08.03.2017, the existing exemption of the Institute from payment of service tax in respect of below mentioned services which is currently in force, stands revoked **w.e.f. 01.04.2017** as the same is now limited to “pre-school and Higher Secondary Schools or Equivalent”. **Hence, w.e.f. 01.04.2017 the following services availed by the Institute shall also be liable for service tax:**

(i)	Transportation of Students, Faculty and Staff of the Institute
(ii)	Catering and Mess service provided to Students, Faculty and Staff of the Institute
(iii)	Security, Ancillary, Cleaning or House-keeping services provided to Institute
(iv)	Services related to Admission or Conduct of Examination.

*\*Note: This Office Order shall supersede all the extant Orders in connection hereof.*

This is for necessary information and compliance by all concerned.

Hindi version follows.



**निदेशक**

प्रतिलिपि:

1. कुलसचिव ।
2. सभी डीन/विभागाध्यक्ष ।
3. उप कुलसचिव (वित्त एवं लेखा) ।
4. प्रभारी अधीक्षण अभियंता, संस्थान निर्माण विभाग ।
5. उप पुस्तकालयाध्यक्ष, केंद्रीय पुस्तकालय ।
6. सहायक कुलसचिव (प्रशासन/क्रय एवं भंडार) ।
7. सभी संकायगण/ कर्मचारियों/परियोजना कर्मचारियों को ईमेल द्वारा ।
8. वेब मास्टर की ओर निदेशक कार्यालय के तहत अद्यतन हेतु ।