



GST IMPACT ON ERP & ACCOUNTING PACKAGES

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Agenda

- **Goods and Service Tax**
- **ERP / Accounting Package**
 - **Master Data**
 - **Transaction Data**
 - **Returns**
 - **Transition Data**



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Goods and Service Tax

- **A comprehensive tax levied on supply of goods or services or both in India from 1st July 2017.**
 - ✓ **A Uniform tax across India**
 - ✓ **Same returns for the State and the Central Taxes**
 - ✓ **Online Return filing only**



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Enterprise Resource Planning

Enterprise resource planning (ERP) is a process by which a company (often a manufacturer) manages and integrates the important parts of its business. An ERP management information system integrates areas such as planning, purchasing, inventory, sales, marketing, finance and human resources.

ERP is most frequently used in the context of software. As the methodology has become more popular, large software applications have been developed to help companies implement ERP.

Credits : [Enterprise Resource Planning](#)

(ERP) <https://www.investopedia.com/terms/e/erp.asp#ixzz4zsh3FE00>



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Accounting Package

Accounting software describes a type of application software that records and processes accounting transactions within functional modules such as accounts payable, accounts receivable, general ledger & trial balance

➤ Significance of ERP / Accounting Package in GST

- Single return for goods and services
- Same return for the State and the Central Taxes
- Return filing is online
- Transaction level data to be reported



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**GST
Impact
on ERP**

Master Data

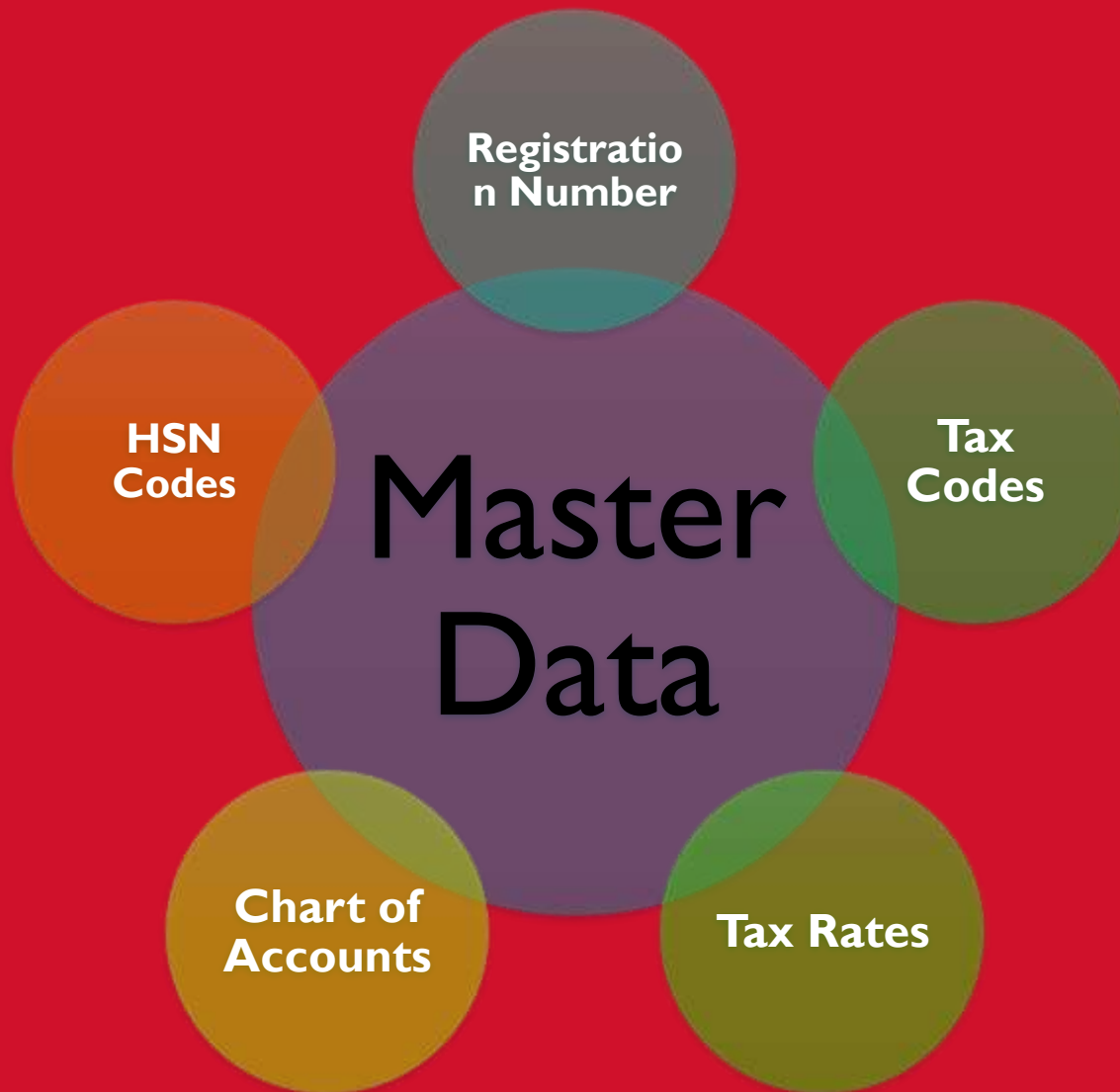
Transaction Data

Reporting

Transition Data

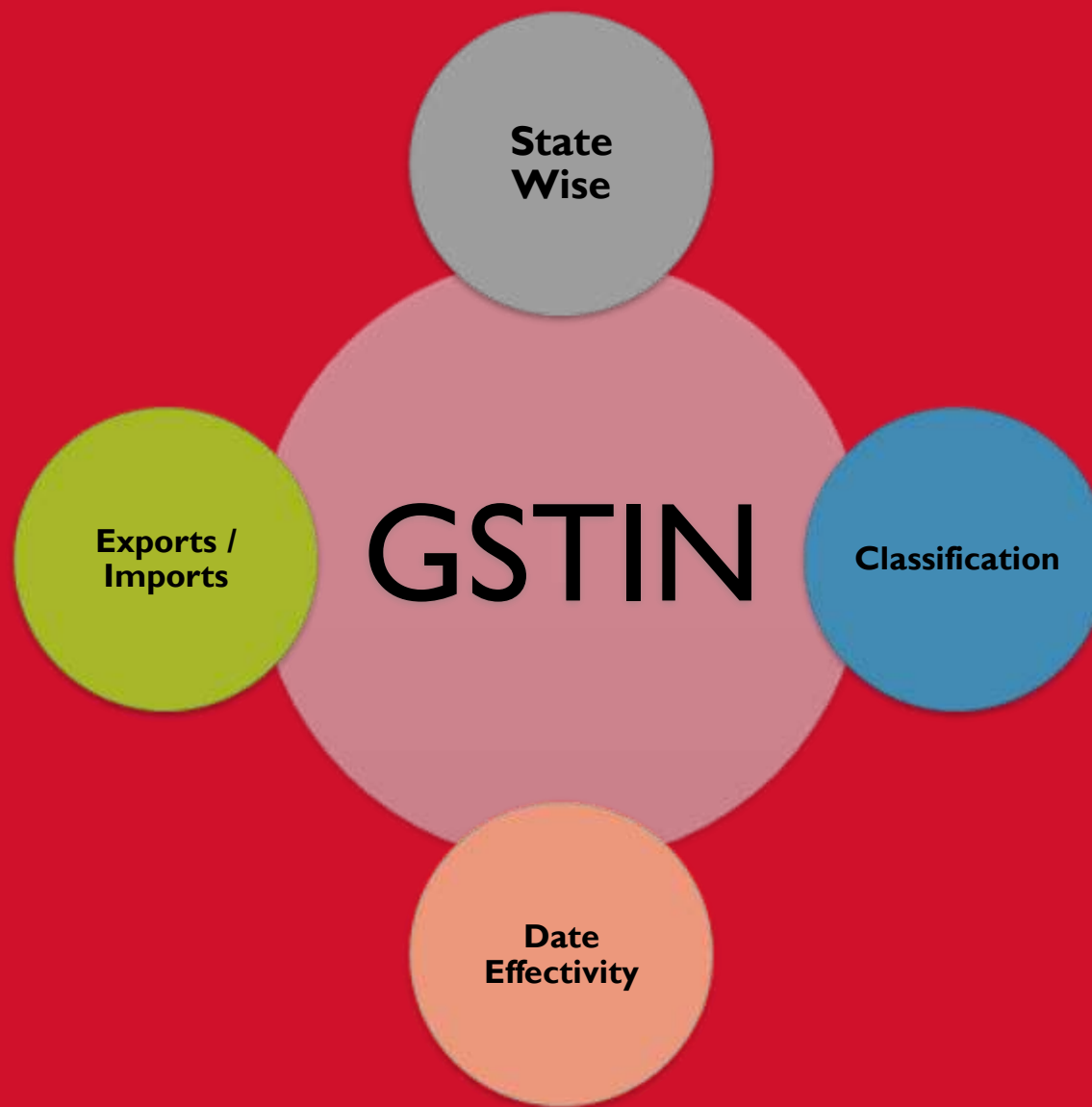


GST
Impact
ERP –
Master
Data

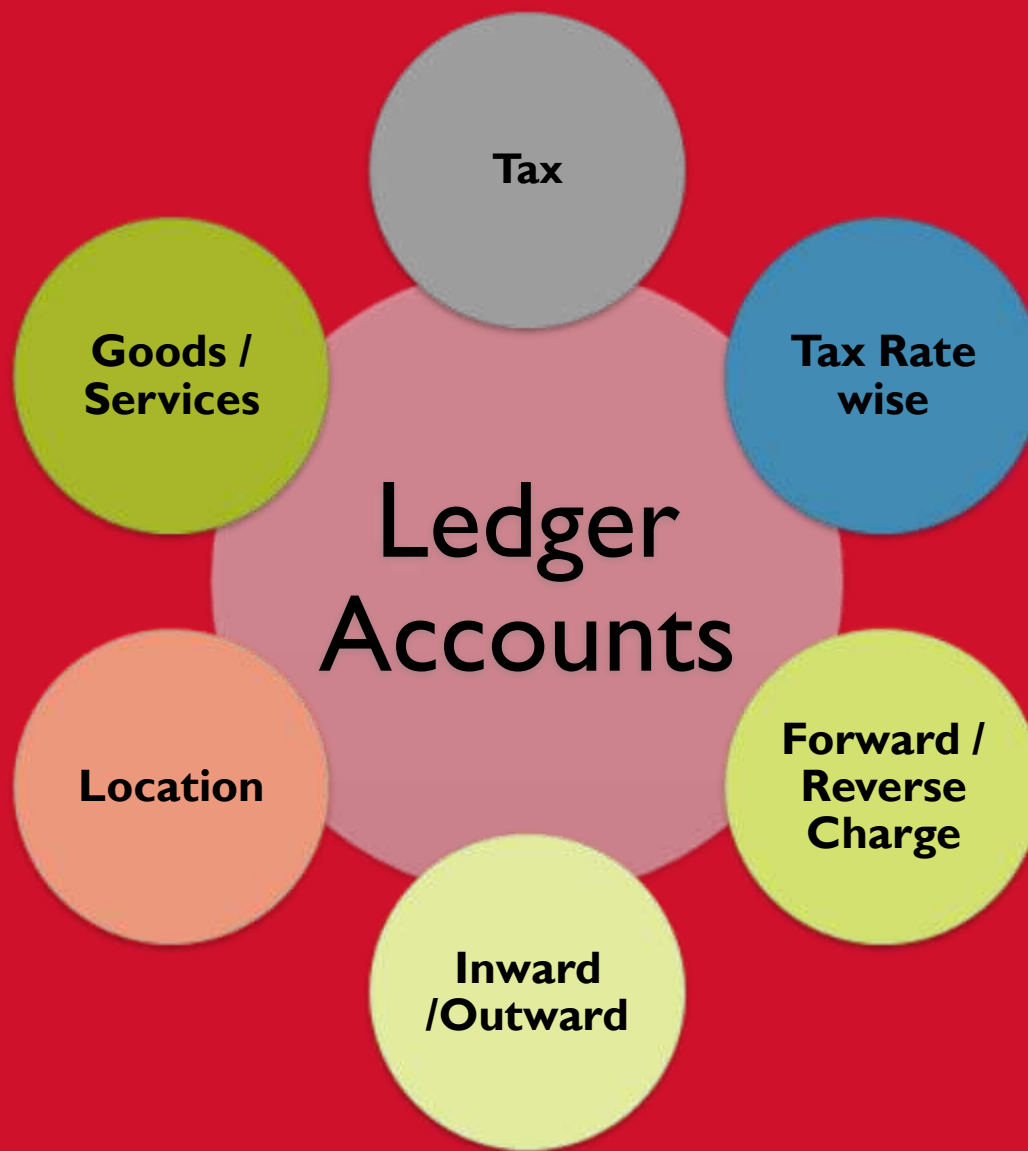




GST
Impact
ERP –
Master
Data



GST
Impact
ERP –
Master
Data



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➤ Considerations for master data

Date Effectivity – GSTR – 2 (table 7, Composition Supplies)

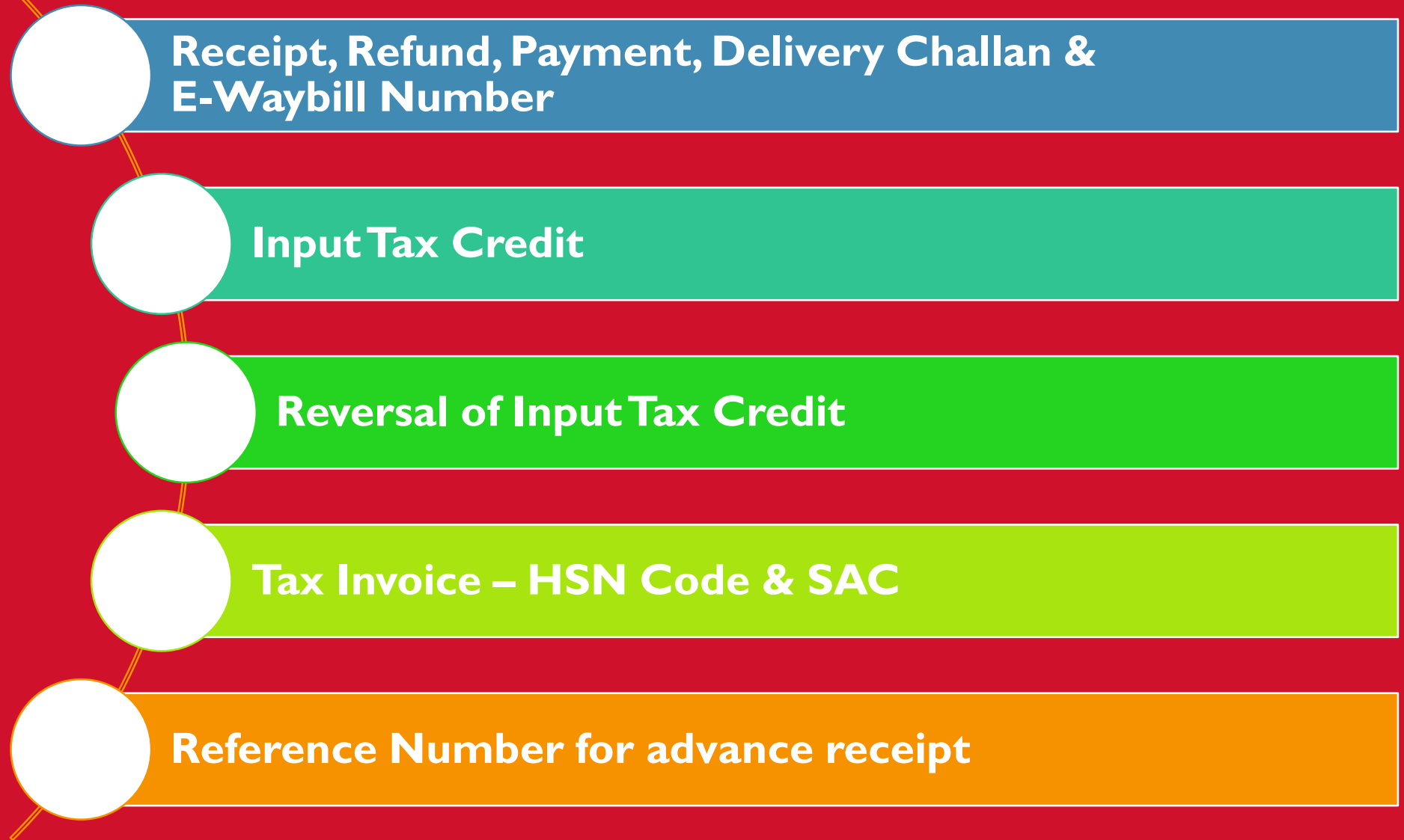
Should be able to define them at GSTIN Level (ledger accounts)

Flagged at transaction level (tax rates – PO & Receipt)

Audit trail to be retained (changes made, tax payer status)

HSN Codes

Transaction Data





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➤ Transaction Data – Documents in GST

- **Tax Invoice**
- **Bill of Supply**
- **Debit / Credit Note**
- **Advance Receipt**
- **Refund Voucher**
- **Payment Voucher**
- **Delivery Challan**
- **E-way Bill**



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➤ Transaction Data – Invoice

- Transaction Value**
- Open Market Value**
- Costs paid on behalf of the Recipient**
- Costs to be paid by Recipient but paid by Supplier**
- Numbering Location wise**
- Unique for each financial year & not more than 16 digits**



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➤ Transaction Data – Debit / Credit Note

- Link to the original transaction**
- Reference Number on the Debit / Credit Note**
- Reporting implications – issue single document for multiple invoices in normal course of business but in portal not able to upload.**



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➤ Transaction Data – Input Tax Credit

- Track Separately for Goods & Services**
- Reference Number to be mapped for each transaction in Input Credit Ledger**
- To Process claim partially / fully**
- Provision to Reverse if supplier not paid in 180 Days**
- Interest**
- Reclaim ITC after payment**
- Implications of capital goods**



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GST
Impact
ERP –
Reporting

Engage a GSP / ASP – if required

Conclude on the File Format

Do a trail run if planning for two way interface

Train your Business Partners



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➤ Transition Data

- Tarif Code – Old / Create New**
- Tax code / Taxes**
- Ledger Accounts – Taxes**
- Pre GST Transactions -**





Website - <http://india-gst.in/>

Mail – askus@india-gst.in

Android Application - [IndiaGST](#)

iOS Application - [IndiaGST](#)

