

Implementing Additional Cess in BUSY

Overview

Additional Cess is levied on certain items after levying of GST and normal Cess. Government has categorized various items on which Additional Cess is to be levied. For example, On Cigarettes Rs. 3680 per 1000 sticks is charged as Additional Cess after charging GST 28% and Cess 5%. So let us say if cost of 1000 sticks of Cigarettes is Rs. 4,200 then GST @28 % will be Rs. 1176, Cess @ 5% will be Rs. 210 and Additional Cess will be Rs. 3680. So total cost of 1000 sticks of cigarettes including all the taxes will be –
> $4200 + 1176 + 210 + 3680 = \text{Rs. } 9,266.$

Implementation of Additional Cess in BUSY

To implement Additional Cess in BUSY following steps needs to be followed:

Step 1: Enable Additional Cess

Step 2: Enable Additional Cess in Tax Category Master and specify Tax Rate and Basis

Step 3: Tag Tax Category in Item Master

Step 4: Apply Additional Cess at the time of entering transactions

Now, we will discuss above mentioned steps in detail.

Step 1: Enable Additional Cess

To enable Additional Cess click, **Administration > Configuration > Features/Options > VAT/GST** option. On clicking VAT/GST option a VAT/GST window appears. Enable Additional Cess and specify caption to be used for Additional Cess. Given here is the screenshot of VAT/GST window:

VAT / GST

Enable VAT/GST Reporting 

Type **GST**

Type of Dealer **Regular**

VAT/GST Details

CST No.
LBT No.

VAT Details

TIN Adjust output CST in Input VAT

Pick VAT Op. Bal. from 'VAT Ledger A/c(s)'

GST Details

GSTIN **07ARBPM1987A1ZA**

Transport Details in Local Sales/Purchase **N**

Add. Tax / Cess Config

Enable Cess	Y	Caption	Cess
Enable Additional Cess	Y	Caption	ACess

Show Sale / Purchase Amt. as Taxable Amt. in GST Reports **N**

Show captions of 'Sale / Purchase' vouchers as 'Supply Outward / Supply Inward'

***Note:** If you have enabled Additional Cess at the time of company creation then this option will be enabled here by default.

Step 2: Enable Additional Cess in Tax Category Master and specify Tax Rate and Basis

After enabling Additional Cess in the Company, next step is to enable Additional Cess in required Tax Category Masters. Create Tax Category Master or open required Tax Category Master and specify Additional Cess Rate and Basis in it. Given here is the screenshot of Tax Category Master:

Next - PgDn Prev - PgUp List - F5

Tax Category Details

Tax Type : GST

Name GST 28% Type Goods

Stock Account

- GST Rate Info		Cess Rate Y 5.00 Basis Percentage		VAT Rate Info	
Tax Rate (IGST)	28.00 (For Inter-State Transactions)	Acess Rate	Y 3,680. Basis	Zero Tax Type	
Tax Rate (CGST)	14.00 (For Local Transactions)			Control Tax Rate	0.00 %
Tax Rate (SGST)	14.00 (For Local Transactions)			Tax on MRP	N
Tax on MRP	N (Only for Multi-Tax Vouchers)				

Percentage

Per Main Unit

Per Alt. Unit

Per Packaging Unit

(To update VAT Rate Info you need to change Tax Type to VAT in VAT/GST Configuration)

Change in Tax Rates

S.No	w.e.f.	IGST-Tax %	CGST-Tax %	SGST-Tax %	Tax Type	Cess %
1						
2						
3						
4						
5						

Esc=>Quit F2=>Done

Specify 'Y' in 'Acess Rate' field to enable Additional Cess and enter Additional Cess Rate. After specifying Additional Cess Rate, select the Basis from the list as per which Additional Cess is to be calculated on Item. Following four options will appear in the list:

- Percentage – Select this option if Additional Cess is to be calculated on Percentage basis.
- Per Main Unit – Select this option if Additional Cess is to be calculated on Per Main Unit.
- Per Alt. Unit – Select this option if Additional Cess is to be calculated on Per Alt. Unit.
- Per Packaging Unit – Select this option if Additional Cess is to be calculated on Per Packaging Unit.

***Note:** If you charge Additional Cess Rate at fixed rate then you can specify rate for Additional Cess in Tax Category master and while entering voucher, it will appear by default and you can not modify its rate in the voucher. This implies that Additional Cess rate specified in Tax Category master works as a validation i.e. the same rate of Additional Cess must be applied in the voucher.

On the other hand if Additional Cess rate varies in different vouchers then you can leave Additional Cess rate as zero in Tax Category master and specify the required Additional Cess rate in voucher.

Step 3: Tag Tax Category in Item Master

After enabling Additional Cess in Tax Category master, next step is to tag the Tax Category with Item Master. Given here is the screenshot of Item Master.

Add Item Master

Name **Marlboro Red**
Alias
Print Name **Marlboro Red**
Group **Cigarette**

Main Unit Details
Unit **Box** ← **1 Box = 1000 Sticks**
Op. Stock (Qty.) **0.00**
Op. Stock (Value)

Item Price Info
Sales Price applied on
Sales Price (Box) **4,200.00**
Purc. Price (Box) **4,000.00**
M.R.P. (Box) **0.00**
Min. Sales Price (Box) **0.00**
Self-Val. Price **0.00**

Packaging Unit Details
Packaging Unit
Sales Price
Con. Factor
Purc. Price

Default Unit for Sales
Tax Category GST 28%
Default Unit for Purc.

HSN / SAC Code for GST **24829010**

Item Tax Details
Type Goods Tax on MRP N
Rate of Tax (CGST) 14.00 Cess/Add. Cess 5.00 +
Rate of Tax (SGST) 14.00
Rate of Tax (IGST) 28.00

Discount & Markup Det.
Sale Discount **0.00** Purc. Discount **0.00**
Sale Compound Disc. Purc. Compound Disc.
Specify Sales Disc. Structure **N** Specify Purc. Disc. Structure **N**

Sale Markup Purc. Markup
Sale Comp. Markup Purc. Comp. Markup
Specify Sales Markup Structure Specify Purc. Markup Structure

Item Description

Set Critical Level (YN) **Y**

Maintain RG-23D Tariff Heading
Serial No.-wise Details Parameterized Details
MRP-wise Details Batch-wise Details
Exp./Mfg. Date Required Expiry Days
Specify Sales Account **N**
Specify Purc Account **N**
Specify Default MC
Freeze MC for Item
Total No. of Authors (Max. 10) **Don't Maintain Stock Balance N**
Pick Item Sizing Info. from Item Description
Specify Default Vendor **N**

Notes Opt. Fields Multiple Alias ITEM MADE Save Quit

Esc=>Quit F2=>Done

Step 4: Apply Additional Cess at the time of entering transactions

While entering transactions, you can either apply Additional Cess in the Bill Sundry or can specify Additional Cess item – wise, in case you are using items taxable at different rates in single voucher. We will now discuss how to use Additional Cess Bill sundry –wise and item-wise.

Case 1: Apply Additional Cess in Bill Sundry

Given here is the screenshot of Sales voucher entered where Sale Type selected is L/GST-28% and Additional Cess is applied in Bill Sundry.

GSTIN : 07ARBHH1234S1ZA														TAX INVOICE		Original Copy	
Invoice No. : 3 Date of Invoice : 10-07-2017							Place of Supply : Delhi (07) Reverse Charge : N										
Billed to : J.V. Industries 291 Sector-9 Dwarka Delhi GSTIN / UIN : 07ARBPM1234S1ZA							Shipped to : J.V. Industries 291 Sector-9 Dwarka Delhi GSTIN / UIN : 07ARBPM1234S1ZA										
S.N	Description of Goods	HSN/SAC Code	Qty.	Unit	Price	CGST Rate	CGST Amount	SGST Rate	SGST Amount	Cess Rate	Acess Amount	A/Cess Rate	A/Cess Amount	Amount(₹)			
1.	Marlboro Red	24829010	1.00	Box	4,200.00	14.00 %	588.00	14.00 %	588.00	5.00	210.00	3680.00	3,680.00	9,266.00			
Grand Total													1.00 Box	₹	9,266.00		
Tax Rate	Taxable Amt.	CGST	SGST	Cess	Acess	Total Tax											
28%+9%	4,200.00	588.00	588.00	210.00	3,680.00	5,066.00											
Rupees Nine Thousand Two Hundred Sixty Six Only																	
Terms & Conditions E. & O.E. 1. Goods once sold will not be taken back.										Receiver's Signature :							

Additional Cess charged will be reflected in GSTR-1 & 2 Reports respectively.

With this we have completed the process of Implementing Additional Cess in BUSY.

<<< 😊 Thank You 😊 >>>