



WIRC BULLETIN

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For Members only

August 2015

From the Desk of Chairman



Respected Members,

Dr. A.P.J. Abdul Kalam is no more with us but his life continues to inspire all of us forever. His speech delivered at the Golden Jubilee celebration of our Institute in 2009 has been uploaded at the WIRC website.

Thank you all for supporting me in election. Thank you for placing your confidence on me as a newly elected Chairman of our Council.

At the outset, I congratulate CMA P V Bhattad, President of our Institute. I believe that through his dynamic leadership our beloved Institute will raise from peak to peak. I do congratulate CMA Manas Thakur as newly elected Vice President of the Institute.

I also convey my highest gratitude to my predecessor CMA Ashok Nawal for his effort to bring back the transparency and work according to the regulation of the Institute into WIRC. I congratulate him for his success in 2015 election. I am confident that he will mark his bright presence in the Central Council in years to come.

I also congratulate CMA Amit Apte for his success to be elected in central Council for 2nd time.

It is also my pleasure to congratulate to CMA P H Desai, CMA Shriram Mahankaliwar, and CMA L D Pawar for being elected unanimously as Vice Chairman, Hon. Secretary and Treasurer and CMA Kailash Gandhi, CMA Harshad Deshpande, CMA Neeraj Joshi of your Council. I am confident to get their continued support during my tenure as Chairman of WIRC.

Different committees and Task Forces have been constituted and the same have been published in this bulletin. This is the first time your Council has constituted a Task Force for liaison with different State Govts, belonging to WIRC e.g. Gujarat, Maharashtra, Goa, Chhattisgarh and Madhya Pradesh on various issues relating to professional development.

Major portion of our members are from Industry. Your Council has also constituted a Task Force for Members in Industry under Professional Development Committee. The main objective of this Task Force will be to organise programmes for the benefit of members on various issues affecting recent developments and complexities of Indian industries.

I appreciate efforts taken by CMA Kailash Gandhi, our beloved Chairman, Professional Development

(Contd.... Page 3)

Hearty Congratulations !

Our New President Our New Vice-President
(2015-2016) (2015-2016)



CMA Pramodkumar
Vithaldasji Bhattad



CMA Manas Kumar Thakur

OFFICE BEARERS OF WIRC OF ICAI FOR THE YEAR 2015-16



CMA Debasish Mitra
Chairman



CMA Pradip Harilal Desai
Vice-Chairman



CMA Shriram N. Mahankaliwar
Hon. Secretary



CMA Laxman Digambar Pawar
Treasurer

Glimpses of New Council Members' First Meeting



CMA A. B. Nawal, CCM welcoming CMA P. V. Bhattad, Newly elected President ICAI



CMA Debasish Mitra, newly elected Chairman welcoming CMA P. V. Bhattad, President ICAI



CMAs Ashok B. Nawal, CCM P. V. Bhattad, President ICAI and Debasish Mitra, Newly elected Chairman WIRC, having discussion after the Council Meeting.



CMA P. V. Bhattad, President ICAI congratulating CMA Debasish Mitra, newly elected Chairman WIRC.



Council Meeting in progress under the Chairmanship of CMA Debasish Mitra



CMA P. V. Bhattad, President ICAI felicitating CMA Debasish Mitra, New Chairman WIRC



CMA P. V. Bhattad, President ICAI felicitating CMA P. H. Desai, New Vice Chairman WIRC



CMA P. V. Bhattad, President ICAI felicitating CMA Shriram Mahankaliwar, New Hon. Secretary, WIRC



CMA P. V. Bhattad, President ICAI felicitating CMA L. D. Pawar, New Treasurer, WIRC



CMA Debasish Mitra, newly elected Chairman of WIRC occupying the Chair in the Council Room



New office Bearers of 2015-16 along with the President, CCMs and RCMS



WIRC Regional Council Team

(Contd. from Page)

Committee. In the month of August 2015, following programmes have already been scheduled i.e "Investing in Indian Equity Market - The effect of Compounding" by CMA Dhiraj Sachdev - Sr. VP HSBC and "Directors Report under The Companies Act 2013" by CMA A. Sekar. I am happy to inform you that WIRC will organise a Full day Seminar on 'Awareness of GST' on 12th Sept. 2015. The details of the same have been published in this bulletin.

Previous Council had constituted a Task force for providing suggestions on amendments to Companies Act 2013 to MCA. The learned members of the said Task Force have already submitted their valuable comments and suggestions. Present Council has already forwarded the same to the headquarters for necessary action.

I wish to appeal to all members of our WIRC to contribute to our profession directly by:

- Providing research oriented articles and case studies in WIRC bulletin which are useful to the Members.
- Make presentation at WIRC / Chapters, on the subject where you have your own expertise.
- Refer valuable human resources to enable us to take their valuable contribution for the professional development.
- Work as a catalyst to provide employment to our members on merit basis.
- I also wish to request all Chapters belonging to WIRC to organise CEP / PD program on a regular basis and intimate the editor to publish the write up on the same into WIRC bulletin.

I wish all the members and their family Happy Independence Day.

With warm regards

CMA Debasish Mitra

THE INSTITUTE OF COST ACCOUNTANTS OF INDIA

(Statutory Body under an Act of Parliament)

WESTERN INDIA REGIONAL COUNCIL

announces

GST AWARENESS WORKSHOP (full day)

Saturday, 12th September 2015 • Time : 10.30 a.m. to 5.30 p.m. at Mumbai

Venue : Indian Merchant Chambers, (Walachand Hirachand Hall), Churchgate, Mumbai 400 001.

Speakers: Eminent expert from the field

Delegate Fees : Students: **Rs.750/-** • CMAs (Self Sponsored) – **Rs.1,200/-**
• Company Sponsored and other professionals – **Rs.2,000/-** (including service tax)
Cheque/DD should be drawn in favour of ICAI-WIRC

Programme Co-ordinator :

CMA Kailash R. Gandhi, Chairman, PD Committee, WIRC Mob.: 90045 27779

For Details, please check WIRC Website: www.icmai-wirc.in

Celebration of Member's Benevolent Fund fortnight

WIRC had organised two CEPs on 11th & 18th July 2015 under the Celebration of Member's Benevolent Fund fortnight. The fees collected from the members for these programmes of Rs. 500/- each will be transferred to HQ towards contribution to the Benevolent fund from WIRC.

On 11th July 2015, WIRC organised CEP on Overview of Companies Act 2013 at WIRC office. CMA B. Renganathan, Executive Vice President, Edelweiss Financial Services Ltd. and Group CS, was the faculty for the same.

On 18th July 2015, WIRC organised CEP on Strategic Cost Management & Costing of Port Services at WIRC office. CMA Dr. Lakshmi Deosthalee, Dy. Chief - Accounts Officer, Mumbai Port Trust, was the faculty for the same.

Career Counselling Lectures organised by WIRC at the following Colleges in the month of July-August 2015

S.No.	College	Date	Resource Person/s
1	St. Andrew's College of Arts, Science & Commerce, Bandra (W)	28-7-2015	CMA Kailash Gandhi & CMA Akshay Shah
2	M. L. Dahanukar College of Commerce, Vile Parle (E)	31-7-2015	CMA Sukrut Mehta
3	Mulund College of Commerce, Mulund (E)	3-8-2015	CMA Shailaja Balamurali

St. Andrew's College of Arts, Science & Commerce, Bandra (W)



M. L. Dahanukar College of Commerce, Vile Parle (E)



Mulund College of Commerce, Mulund (E)



GST CORNER

By CMA Ashok B. Nawal, CCM-ICAI

Contact: +91 9890165001 • Email: nawal@bizsolindia.com

Count down of introduction of new Era of GST seems to be started inspite of heavy stormy rains in Rajya Sabha and inspite no business was transacted in first week of monsoon session of Rajya Sabha. "Select Committee" have constituted by Rajya Sabha have submitted their report and provided amendment to 122nd Constitutional Amendment Bill 2014.

Recommendation of Select Committee are given in brief:

Sr	Relevant law	Recommendation	Bizsol Comments
1	Compensation to the States	Instead of the present language: "Parliament may, by law, on the recommendation of the Goods and Services Tax Council, provide for compensation to the State for the loss of revenue arising on account of Implementation of the Goods and Services Tax for a period of 5 years."	<p>Clause 9 of the GST Bill presently provides for compensation for revenue loss by States for a period which may extend to five years, and not fully for the fourth and fifth years.</p> <p>In order to secure the States interest and consensus, this modification is proposed.</p> <p>Most likely the recommendations may be accepted.</p>
2	GST law [Band]	"Band" has been recommended to define as "Range of GST rates over the floor rate within which Central Goods & Services Tax (CGST) or State Goods and Services Tax (SGST) may be levied on any specified goods or services or any specified class of goods or services by the Central or a particular State Government as the case may be."	<p>Article 279A(4)(e) provides that the GST Council shall make recommendations to the Union, and States on the rates including floor rates with bands of goods and services tax. The definition of 'band' has been suggested with a view to protect the revenues of local bodies, for ensuring that the standards of local governance are maintained, and these are self-sustaining and not dependent on States.</p> <p>It is to be hoped that the issue of band is not used to create too may divergences in the rate structure between virtuous goods, sin goods, and other approaches that could cause a divergence of rates. The greater the goods in the RNR category and lesser the diversity by geography or other factors, the better it would be for our GST.</p>
	GST law [Additional Tax of 1%]	That a definition of the term 'Supply' be introduced in the GST enactment - "Supply: All forms of supply made for a consideration."	<p>The GST Bill presently provides for 1% Additional Tax on all inter-State supplies (and not only sales) of goods. This recommendation has been made, considering the cascading effect of this tax, to ensure that inter-State movement of goods would only be taxable if there is a consideration attached to it, i.e. movement of goods within the same entity (branch transfers / stock transfers) would not attract 1% Additional Tax. However, this suggestion may not be accepted on the grounds that there will be another business set of model and the object of giving compensation to states will not be achieved.</p> <p>Some members of the Committee had proposed to delete the clause enabling the market distorting levy of 1% Additional Tax, in view of the guaranteed compensation for any revenue loss incurred by the State or Union Territory for a period not less than 5 years, in terms of the recommended amendment to Clause 19 of the GST Bill (refer Sl. No. 1 of the above table). This recommendation however was not adopted in the Report.</p>

OTHER RECOMMENDATIONS:

1. There should be a cap on GST Rate and @20% and reduced rate of 14%.
2. They have also expressed their views and proposals of banking and financial service sector
3. They have given certain recommendations on GSTN

DISSENT NOTES OF THE OPPOSITION

The Congress, AIADMK and Left parties have submitted dissent notes to the Select Committee.

The points of dissent raised by the AIADMK party are:

- a) Elimination of GST Council and existing mechanism of Empowered Committee of State Finance Commissioner to continue. However, if GST Council cannot be eliminated, voting power of state should be increased to 3/4th from 2/3rd
- b) Petroleum and petroleum products should be totally kept outside the purview of GST;
- c) States should be empowered to levy higher tax on tobacco and tobacco products;
- d) Retention of IGST & CGST @4% to continue in line with exiting VAT system for inter-state supplies.
- e) 100% compensation should be provided for a period not less than 5 years.

DISSENT NOTES OF INDIAN NATIONAL CONGRESS:

- a) Complete elimination of the 1% additional GST on inter-State supply of goods to avoid cascading, and creation of a Compensation Fund under the administrative control of the GST Council where the 100% State compensation would be deposited;
- b) Clarification in Clauses 9 and 18 of the GST Bill to exclude from the term 'supply' / 'supplies', the movement of goods from one unit of a firm to another unit of a firm in different States under the same ownership, or when two or more firms are collaborating in units located in different States for the manufacture of the same end-product;
- c) Inclusion of tobacco and tobacco products, alcohol for human consumption and electricity supply and consumption within the purview of GST, in line with the fundamental aim to establish a common market;
- d) Suggested an 18% cap on GST rates, let it result in burden on consumers, particularly the poor;
- e) Voting rights of states should be 3/4th as against 2/3rd.
- f) Creation of a GST Disputes Settlement Authority as provided for in the 2011 Bill by UPA Govt.
- g) Introduction of provisions to ensure that tax

collection by local bodies does not suffer;

- h) Special consideration to be given by the GST Council to any State or Union territory with or without a legislature, such as Goa or Puducherry, whose population does not exceed twenty lakhs.

Left parties have raised the concern that the GST Bill in its present form promotes interests only of corporates, who will dictate the policies of governments.

CONCLUSION:

While Monsoon Session is getting over and there seems to be very low possibility of adopting 122nd Constitutional Amendment Bill 2014 by 2/3rd Majority in Rajyasabha, Hon. Finance Minister repeatedly stating in all the conferences that GST will be introduced w.e.f. 1st April 2016. Sub-committees formed by Empowered Committee of State Finance Ministers and Central Govt. have already submitted their report including that of Draft rules and comments have been invited from State Govt and Commissionerate of CBEC. It seems that some suggestions of Select Committee will be accepted.

PATH AHEAD:

The Government is committed and also doing everything to embrace GST by 1st April, 2016. If the 122nd Constitutional Amendment Bill 2014 not get through in Rajya Sabha then NDA Govt will may call joint seating of both houses and will get 50% majority. 15 States have already attended meeting convened by NITI-AYOG and they will pass the resolution in respective states of adopting the said bill. Though it is challenging task, considering the repeated announcement NDA Govt will succeed.

It seems that GST may be introduced in the Budget Session but likely to get effective from 1st July 2016 considering the challenges and time required for change.

**Pune Central CEP Study Circle
announces
Lecture on 'Skills and attributes
required for success in Employment and
practice by Cost Accountants'**

Speaker : CMA Prakash Sevekari
Date : Saturday, August 22, 2015
Time : 5.30 p.m. to 8.30 p.m.
Venue : Brihan Maharashtra College of
Commerce, 845, Shivaji Nagar,
Pune 411 004.

(2 CEP credit hours will be provided)



SCRUTINY OF CENTRAL EXCISE & SERVICE TAX RETURNS

By **CMA Ashok B. Nawal, CCM-ICAI**
Contact: +91 9890165001 • Email: nawal@bizsolindia.com

CBEC has issued following circulars giving guidelines for scrutiny of Central Excise & Service Tax returns vide circular No. 1004/11/2015-CX dtd. 21.07.2015 and 185/4/2015 ST dtd. 30.06.2015.

Methodology of scrutiny has been clearly laid down in detail. Important features of the same are given below:

- i) Detailed scrutiny of a minimum of 2% and maximum of 5% of the total returns received in a month shall be mandatorily performed by the proper officer. Such scrutiny should be carried out on regular basis.
- ii) The selection of the assessee for such detailed scrutiny shall be based on "Risk Score and procedure", however powers have been given to Chief Commissioner and Commissioner to carry out instructions for selecting scrutiny manually rather than Risk Score & Procedure and such scrutiny plan should be conveyed to the range and also to be monitored for compliance of such scrutiny.
- iii) Detailed scrutiny will be subjected once for such assessee and further will not be selected for next 12 months. Moreover the assessee who has been selected for audit will not be subjected to detailed scrutiny of the return.
- iv) Documents and records will be called from the assessee wherever necessary for verification and the said should be submitted by the assessee. Scrutiny will be of recent return filed by the assessee but scrutiny will not be of earlier returns.
- v) Scrutiny will be carried by proper officers, where there is no separate Commissionerate / Divisions / Ranges for Central Excise & Service Tax. In such cases, scrutiny will be selected in the ratio of number of returns filed of excise and service tax.

Further, emphasis has been made on detailed manual scrutiny of the service tax return after 01.08.2015 will be done in the following manner:

- a. Preliminary online scrutiny will be on the factors such as Completeness of information furnished in return, arithmetical correctness of tax computed and timely payment and timely submission of the return and identification of non-fillers and stop-fillers. This will be done by proper officers online on ACES Site.
- b. Detailed manual scrutiny can be done which will cover checking of taxable value & effective rate of tax considering the exemption / abatements, exports, checking of availment and utilization of cenvat credit on inputs, capital goods and input services.

- c. Documents like contracts, agreements, invoices and another financial records also may be called from the assessee after obtaining written approval from AC / DC.
- d. Returns Scrutiny Cell will be created at Commissioner Head Quarters and such Cell will maintain records of such detailed scrutiny, returns and results of the scrutiny.
- e. Detailed scrutiny will be conducted only of those assesses whose payment of service tax from cenvat / cash is less than Rs. 50 lacs. In other words, such assesses will not be subjected for audits. The tax band selected will be Rs.0 to Rs. 10 lacs, Rs. 10 to Rs. 25 lacs and Rs. 25 to Rs. 50 lacs for the FY 2014-15.
- f. Risk parameters and risk tools will be the criteria for selecting the returns of detailed manual scrutiny and such risk score files will be placed on server and shall be kept confidential.
- g. Following methodology will be followed for carrying out detailed scrutiny :
 - Prior intimation, min of 15 days will be provided specifying the purpose of detailed scrutiny audit.
 - Assessee Master Information will be compiled by the range to facilitate trend analysis.
 - Such ST-3 return will be validated through a reconciliation mechanism with Income tax returns, Form 26 AS, third party information
 - Checklist has been already prepared for carrying out such scrutiny, which includes reconciliation of validation of information furnished in ST-3, taxability with the specific focus to check escaped assessment, classification, rate of service tax, abatements, exemptions, valuations & cenvat credit.
 - Observation sheet will be prepared in the prescribed Form
 - Such scrutiny will be discussed in "Monthly Scrutiny Monitoring Committee Meeting" headed by Additional / Joint Commissioner to discuss the scrutiny report.
 - Minutes of meeting and decisions will be recorded and maintained by such Scrutiny Cell
 - Scrutiny process has to be completed within 3 months
 - Scrutiny will be for one year combining of two half yearly returns of the assessee

h. Monthly report of such scrutiny to be furnished to Zonal Chief Commissioner.

Service Tax Returns scrutiny will be carried retrospectively for the financial year 2013-14 and 2014-15 and master assessee master information will be prepared.

The object of the both scrutinies is to check the evasion of central excise duty & service tax.

Proper Officers will make reconciliation w.r.t revenue including output tax reconciliation from Income & Expenditure, P&L Account, Income Tax Returns, Form 26 AS and it has to be reconciled with proper reasoning.

Form 26 AS will be checked w.r.t. following TDS deductions:

- Section 194 - C : Payment made to contractor / sub-contractor
 - Section 194 - D : Insurance Commissioner
 - Section 194 - E : Payment to Non-residence Sportsman / Sports Association
 - Section 194 - G : Commission on Sale of Lottery Tickets
 - Section 194 - H : Commission on Brokerage
 - Section 194 - I : Rent
 - Section 194 - J : Professional Fees and Technical Service charges
- i. Export of services to be verified w.r.t place of provision of service and remittances in foreign exchange
- j. Reimbursement of expenses will be checked separately to ensure correct taxable value.
- k. Availment of cenvat credit based on eligibility of inputs & capital goods of input services.
- l. Reversal of Cenvat Credit under Rule 6(3) Cenvat Credit Rules 2004 and Rule 6(4A) of Service Tax Rules, 1994.
- m. Payment of service tax on advances received
- n. Reverse charge on import of services considering Place of Provision of Services Rules, 2012
- o. Payment of service tax on reverse charge basis on services other than import of services

Since, department is geared up with systematically approach and detailed guidelines to the field officers, it is important to have the introspection and self-check, so as to ensure 100% tax compliances and correct availment of cenvat credit. This will also avoid the risk of cohesive measures generally adopted by such officers such as force full recovery of service tax & excise duty, attachment, recovery from debtors and bankers and nonetheless arrest.

It is advised to start monthly self-scrutiny on a regular basis.

BOOK REVIEW

'Prosperity through Mutual Funds - A step by step Guide'



Author :

Arvind Paranjape
(FCMA- M 6390)

Mutual Funds are becoming popular amongst the common investors as a preferred option of investment. However there was a need of a book which includes investment advice regarding investment in mutual funds. The book -'Prosperity through Mutual Funds -A step by step Guide' authored by by Arvind Paranjape has given a perfect solution for the same. The book succeeds in drawing investors' attention to the basics of investing in mutual funds and making them aware to have a balance approach.

The book is divided into 5 parts having 29 chapters. These chapters cover the fundamentals of investing including asset classes, asset allocation, setting financial goals. It also covers detailed analysis of different types of mutual funds like Equity Funds, Balanced Funds, Debt Funds, ETFs etc. The information regarding taxation is also discussed in-depth. The book also guides the reader regarding the important aspects like retirement planning and necessity of insurance.

The book guides the common investor how to use the mutual fund investments techniques like Systematic Investment Plan(SIP) and Systematic Withdrawal Plan (SWP) to create the wealth in the long run. The author has more than 3 decades of experience in the industry and investing world.

Simple language, clear communication and easy understanding of the domain on first reading are the three important plus points of this book. An adequate combination of theory and numerical examples in all the chapters helps the reader to grasp the concepts easily.

Review by

CMA (Dr.) Virendra Tatake,
(M.Com., MBA, FCMA, Ph.D.)
(M- 20844)

Indira College of Engineering & Management



Application of Cost Accounting Principles to ascertain cost of Filtered Water

CMA Rajesh Kapadia

Any company usually has its own Filtered Water Plant to meet requirement for Demineralised Water Plant, Cooling Water Plant & Other domestic use.

It is imperative for the CMA Department to ascertain the cost of Filtered Water generated by Filtered Water Plant to charge Filtered Water cost to Demineralised Water Plant, Cooling Water Plant & for other use (if any) as well as to monitor, control & reduce cost of Filtered Water.

This cost can be ascertained by preparing Cost Sheet as exhibited in Annexure-I

Following Cost Accounting Principles should be followed at the time of Preparation of Cost Sheet.

(1) Monthly Report by Filtered Water Plant

Every Month Filtered Water Plant submits its monthly report to CMA Department in which following data are mentioned.

Filtered Water Generated

Particulars of Chemicals (I.e. Alum) Consumed by Filtered Water Plant

Quantity of Raw Water Used

(Procured from own Borewell, if any, procured from outside, if any)

Electricity (Kwh) Used

Cost Centrewise Consumption of Filtered Water

(2) Quantity & Value of Chemicals Consumed

Quantity of Chemicals will be available in the Monthly Filtered Water Plant Report.

There will be separate accounts code for Chemicals used for Filtered Water Plant. Value for these Chemicals can be picked up from amount appearing against these accounts codes.

(3) Cost of Electricity

Usually Electrical Department submits Monthly Report to CMA Department showing Cost Centrewise Consumption of Electricity in which Electricity Consumption for Filtered Water Plant will be mentioned separately.

Same electricity units will also be mentioned in Monthly Report for Filtered Water Plant.

Electrical Department quantifies Cost Centrewise Consumption of Electricity either through actual Meter Reading or through Technical Estimates.

Here CMA Department can advise the management to put up Meters to exactly quantify Cost Centrewise Consumption of Electricity.

For Value of Electricity, usually CMA Department

prepares one working sheet showing sourcewise electricity units & value & its weighted average rate. So, this weighted average rate of electricity will appear in the Filtered Water Plant Cost Sheet.

(4) Cost of Raw Water

There can be following three types of situations :

(a) Raw Water is used in Filtered Water which is procured from Borewell.

In this situation, Value of Electricity consumed for Borewell, Salary of Operator kept for running Borewell & Repairs & Maintenance Expenses of Borewell will appear as Cost of Raw Water in the Cost Sheet

(b) Raw Water is used in Filtered Water which is purchased from Outside Party

In this situation, proportionate value of Raw Water used in Filtered Water Plant will be worked out which will appear in Cost Sheet.

This is because, Raw Water is usually used for many purposes including that for drinking water etc.

So, its value for Filtered Water needs to be worked out based on quantity of Raw Water used for Filtered Water

(c) Raw Water is used in Filtered Water Plant which is partly procured from Borewell & partly purchased from outside

In this situation, CMA Department will prepare separate working showing the cost of Raw Water from Borewell, cost of Raw Water procured from outside & Weighted Average Cost of Both.

(5) Cost of ETP Plant

It will be available in ETP cost Sheet

(6) Cost of Employees

There will be some operators who only look after Filtered Water Plant. Their salary will be directly allocated.

Salary of Supervisory Staff, Executives who look after Filtered Water Plant as well as some other Utilities also will be apportioned to Filtered Water Plant on the basis of Technical Estimates of Time Spent.

Similarly, salary of Maintenance Staff who look after Filtered Water Plant as well as other Utilities will be apportioned between Filtered Water Plant & other Utilities on the basis of Technical Estimates.

(7) Consumable Stores

The CMA Department will allot separate Cost Centre for Filtered Water Plant.

All Consumable Stores issued to this Cost Center will appear in Cost Sheet as Consumable Stores.

(8) Repaires & Maintenance

Any Repaires & Maintenance carried out for Filtered Water Plant during the month will be booked against Cost Centre of Filtered Water Plant and will appear in Cost Sheet of Filtered Water Plant as Repaires & Maintenance.

(9) Insurance

It will be available from Insurance Section. They have the records of Sum Insured for all Cost Centres & Premium Payable / Paid for all Cost Centres.

(10) Depreciation

It will be available from Central Accounting Section as that section maintains Fixed Asset Register.

For expenditure mentioned in (6) to (8) above, CMA

Department should ensure that there is no incorrect booking of expenses against Cost Centre of Filtered Water Plant i.e. expenses pertaining to other Cost Centres should not be booked against Cost Centre of Filtered Water Plant.

For expenditure mentioned in (7) & (8) above, if expenditure in any given month is substantially high as compared to expenditure incurred in previous months then CMA Department should discuss the same with Head of Filtered Water Plant & if during such discussion, if it is found that it pertains to some other Cost Centres and that it is wrongly booked against the Cost Centre of Filtered Water Plant then necessary corrections should be made both in Financial Accounts & in Cost Accounts.

When the above mentioned Cost Accounting Principles are followed for preparation of Cost Sheet of Filtered Water Plant, it will result in ascertainment of cost of Filtered Water with reliability & exactness.

Annexure-I – Filtered Water Cost Sheet for the Month of

	Unit	Qty.	Variable Cost		Fixed Cost		Total Cost		
			Rate	Total Rs.	Rate	Total Rs. Lacs	Rate	Total Rs. Lacs	%
Qty. of Water Filtered	Klt								
Cost Particulars :									
(I) Chemicals :									
1 Alum	Kg	0	0	0.00				0.00	0%
(II) Electricity	Kwh	0	0.00	0.00	0.00	0.00	0.00	0.00	0%
(III) Raw Water	Klt	0	0.00	0.00	0.00	0.00	0.00	0.00	0%
(IV) ETP	Klt	0	0.00	0.00	0.00	0.00	0.00	0.00	0%
(V) Salaries & Wages						0.00		0.00	0%
(VI) Cons. Stores						0		0	0%
(VII) Repairs & Maint.						0		0	0%
(VIII) Depreciation						0		0	0%
(IX) Insurance						0		0	0%
Total Cost				0.00		0.00		0.00	100%
Cost/Unit				0.00		0.00		00.00	

Action as directed in the 56th AGM

As per the decision of the 56th AGM held at WIRC on 29th June 2015.

Schedule 7 - Current Assets = Claims Receivable Rs. 22,05,351/-

CMA Ashish Thatte	Rs. 10,67,607/-
CMA Neeraj Joshi	Rs. 10,70,803/-
CMA Amit Apte	Rs. 26,749/-
CMA Sanjay Bhargave	Rs. 19,861/-
CMA Vijay P Joshi	Rs. 20,331/-

Schedule 7 - Current Assets = Claims Receivable Rs. 67,30,000/- (Tree Infrastructure Pvt. Ltd. (FDAPL) towards Penalty charges.)

Take up one idea. Make that one idea your life – think of it, dream of it, live on idea. Let the brain, muscles, nerves, every part of your body, be full of that idea, and just leave every other idea alone. This is the way to success.

— Swami Vivekananda

CHAPTER NEWS

AHMEDABAD

A CEP program on "Health care Cost Management" on 5th July 2015

ICAI Ahmedabad Chapter has organized one day CEP Program on "Health care Cost Management" on 5th July'2015 at Chapter office. CMA Ashish Bhavsar-Vice Chairman of ICAI-Ahmedabad Chapter welcomed Ms. Nisha Diwan, Jt.Secretary-CEP, Delhi Office, Mr. Natrajan-Faculty and members present. CMA Nisha Diwan-Jt.Secretary given introduction of Faculty Mr. Natrajan and appeal members to join Members Benevolent Fund scheme and describe advantage of scheme. Mr. Natrajan, Faculty submitted his presentation by highlighting health care cost management would be an attempt for capacity building of CMA's in health care sector. He says there is a need to have systematic and scientific costing system in the hospitals. CMA Manish Analkat, Secretary of ICAI-Ahmedabad Chapter proposed vote of thanks.

More than 45 members have been participated in program.

Inauguration function of Oral Coaching classes on 16th July 2015

ICAI, Ahmedabad Chapter has organized inauguration function of Oral Coaching classes and to felicitate meritorious students of Dec-14 exam of Foundation, Inter and Final on 16th July'2015 at Haribhai Auditorium at the hands of Shri Nitinbhai Parekh, CFO, Cadila Healthcare Ltd. CMA V H Savaliya, Chairman of Chapter welcome the guest, Managing Committee Members, faculties, students and their parents and gave the brief activities of chapter. He emphasized that the chapter is going to complete 50 year is its establishment and enter into the Golden Jubilee year in 2015. Chief Guest Shri Nitinbhai Parekh complemented the students to join this valuable professional course in the era of global industrial competition. He also described areas of Financial Management for Cost Accountants. He advised the students to work hard, diligently with full concentration. The meritorious students and rank holders students felicitate by Chief Guest, Chairman and other dignitaries. CMA Manish Analkat, Secretary of ICAI-Ahmedabad Chapter presented vote of thanks.

BARODA

Office Bearers for 2015-16

CMA R. K. Patel	Chairman
CMA S. S. Puranik	Vice Chairman
CMA S. J. Joshi	Secretary
CMA Mihir Vyas	Treasurer

BHOPAL

Inaugural function of Oral coaching classes on 25.07.2015

Inauguration function of oral coaching classes of Bhopal

Chapter was organized on 25.07.2015 at chapter's premises. Dr. Parag Dubey, Senior Professor (Management) at National Institute of Technical Teacher Training and Research (NITTTR) was Chief Guest of the programme. CMA Laxmikant Vijayvargiya, Chairman of the Chapter welcomed the guest, students and the faculties of the Chapter. He complemented the students to join this valuable professional course and advised the students to work hard. CMA Ritesh Sharma, Coaching administrator of the Chapter co-ordinated the programme. CMA A. Fathimaraj, Vice Chairman, CMA Yogesh Chourasia, Secretary, CMA Yogesh Verma, Treasurer and other Managing Committee members were also present at the programme.

CEP on Corporate Grooming on 02.08.2015

A CEP on Corporate Grooming was organized by Chapter on 02.08.2015 at Hotel Rajhans Regent. CMA L. Vijayvargiya, Chairman welcomed the speaker and members, CMA Yogesh Chourasia, Secretary delivered introductory note about the speaker. Mr. Rajiv Agrawal an eminent industrialist and member of Bhopal Management Association and Federation of commerce and industries, Bhopal was the Resource persons. He provided motivational tips on corporate grooming. The programme was co-ordinated by Final Student Shreya Mookin. CMA Suresh Soni, Member of the Chapter proposed vote of thanks.

NASHIK-OJHAR

Half Day Seminar

Chapter organized a Half Day seminar on "Understanding the MOUs of ICAI with other Professional Institutes and Service Tax Updates" on 28th June 2015. CMA Harshad Deshpande explained the Understanding the MOUs of ICAI with other Professional Institutes and Mr. Ashok Nawal discussed on Service tax followed by question answer session. Seminar was attended by members and students. Seminar was co-ordinated by CMA Dr. Shilpa Parkhi, Chairperson, CMA Pradnya Chandorkar, Vice Chairperson, CMA Suraj Lahoti, Secretary and CMA Prashant Yeole, Treasurer.

Career Awareness Programme

Career Awareness Programme was organized by Nashik-Ojhar Chapter on 21st July 2015 at Kusumagraj Hall, Gangapur Road, Nasik. CMA Dr. Shilpa Parkhi, Chairperson welcome the faculty. The participants were guided by CMA Uday Kansara from CEAT Ltd. and CMA Bhushan Paranjape, Mahindra and Mahindra. CMA R.K. Deodhar also informed the students about study techniques. CMA Pradnya Chandorkar, Vice Chairperson explained about syllabus to participants. CMA Suraj Lahoti, Secretary of the Chapter proposed vote of thanks. The programme was co-ordinated by Mr. Pankaj Bohar, student representative of Nasik Chapter. The programme was well attended by Engineering and other students with their parents.

PIMPRI-CHINCHWAD-AKURDI

CEP Seminar on "Practical issues in Income Computation and Disclosure Standards" on 27th June 2015

The ICAI-Pimpri-Chinchwad-Akurdi Chapter had organized seminar on-"Practical issues in Income Computation and Disclosure Standards"on June 27th, 2015 at CMA Bhawan, Pimpri.

CMA Sandhya Nair gave welcome speech. CMA Ashish Deshmukh, Chairman felicitated the guest speaker CA Sanjay Pandit, Practicing Chartered Accountant by presenting him with a bouquet.

In the Technical session, CA Sanjay Pandit explained the ICDS standards in brief and discussed the practical issues involved in compliance with these standards.

The session was well attended by members in practice and from industry. After the technical session, CMA Ashish Deshmukh gave Vote of thanks.

SURAT-SOUTH GUJARAT

Career Counseling

Chapter initiated Career guidance drive during July, 2015 at various colleges at Bharuch, Bardoli & Surat.

On 4-07-2015 & 20-07-2015, Career Guidance was arranged at M. K. College of commerce, Tapovan Trust Commerce College and Narmada College of Science, Commerce & Management at Bharuch. CMA Manubhai K. Desai, Chairman of the Chapter initiated the drive along with CMA Brijesh Mehta, Managing Committee Member of the Chapter, CMA Kenish Mehta, Faculty & member of the Chapter & CA Isha Marfatia faculty member of Oral Coaching Classes. Principal Dr. Vinod Joshi (M. K. College), Principal Dr. Bhaskar Rawal (Narmada College) & Jagruti Pandya, Director (Tapovan Trust) gave whole hearted support.

Career counseling was also arranged on 14-07-2015 & 24-07-2015 at UKA Tarsadia University and PRB Arts & PGR Commerce College, Bardoli. CMA Manubhai K. Desai, Chairman of the Chapter again initiated the drive with staff members of Surat South Gujarat Chapter. Provost Dr. Dinesh Shah (UKA Tarsadia University), Principal Dr. Vinod Patel (PRB Arts & PGR Commerce College) took active interest and assured whole hearted support to our Chapter in this regards. About 1800 students were guided by us in various colleges.

CEP on "Lean Manufacturing Techniques for Value Addition"

A CEP on "Lean Manufacturing Techniques for Value Addition" was organized by Surat South Gujarat Chapter of Cost Accountants on 12-07-2015 at Chapters Office. CMA Manubhai K. Desai, Chairman of the Chapter welcomed the faculty and members & gave brief introduction about the subject & Faculty. CMA Bharat Savani felicitated the Resource Person. Practicing Cost Accountant and Chairman Vapi-Daman-Silvassa Chapter of ICAI, CMA B. F. Modi was the Resource person. He discussed comprehensively on the topic and gave various ideas how to reduce the cost in Industries by applying lean

manufacturing techniques. Members and final Students took advantage of this CEP. Vote of thanks was presented by CMA Leena Painter, Member of Surat South Gujarat Chapter.

Gurupurnima Celebration with Career Counseling at SASCMA College

On 31st of July, 2015 the Chapter Participated in Gurupurnima Celebration Organized by SASCMA college of Commerce, Surat. Principal Dr. U. T. Desai, Director of the college was the host. A Career Counseling programme was also conducted where more than 300 students participated. CMA Manubhai K. Desai, Chairman of the chapter was the Chief Guest. He showered his blessings to the students on this auspicious Day and gave the guidance to the students about scope & opportunities available for CMA in Practice & Job. Senior Staff Member Mrs. Mita Desai guided the students about syllabus and procedure of admission. The programme was appreciated by one and all.

Shifting of Facilitation Center

For better infrastructure support, the Bharuch Ankleshwar Facilitation centre of Surat South Gujarat Chapter was shifted to M. K. College, Bharuch from Sarvodaya High School, Ankleshwar, considering huge student base & faculty support in and around Bharuch. The Managing Committee of the Chapter initiated this shifting, as this was long pending demand from members and students of Bharuch. The July-Dec-2015 oral coaching session was inaugurated on 14th July, 2015 at M. K. College of Commerce at the worthy hands of Dr. Vijay Joshi, Principal of M. K. College. CMA Brijesh Mehta, Managing Committee Member of the Chapter Co Ordinated the function. Dr. Bhaskar Rawal, Principal of Narmada College and Ms. Jagruti Pandya, Director of Tapovan Trust College, Bharuch assured their whole hearted support to this facilitation centre at M. K. College of Commerce, Bharuch.

Pune Central CEP Study Circle

'Pune Central CEP Study Circle formed under the guidelines of the Institute of Cost Accountants of India organized its inauguration function on 25th July 2015. Study Circle was inaugurated at the hands of Past President CMA B M Sharma. CMA Pramod Jain delivered a lecture on the topic 'Work Life Balance, a holistic approach' for two and half hours. Members who attended the program got pointers and guidelines as to how to maintain the equilibrium between Professional Work and personal life and how the balance should not get tilted to any of these sides. The speech was a different experience of its own kind. CMA Prashant Vaze, convener of the Study Circle along with Advisory committee members, CMA Arvind Paranjape, CMA Rajendra Pardeshi, and CMA Varsha Limaye arranged the function. CMA Pradnya Dhamdhare compeered the program. CMA Ashok Nawal, honorable Central Council Member was also present on the dais for the occasion. All the winning candidates of WIRC elections were also felicitated on this occasion.

INAUGURATION OF WIRC ORAL COACHING CLASSES – Monday, 13th July 2015

The following CMAs who are working in the industries inaugurated the oral coaching classes.

Name of the Coaching Centre	Name of the Person	Industry Name	Designation
Sydenham College, Churchgate	CMA V. D. Choubey	Ministry of Textiles	Assistant Director
N M College, Vile Parle West	CMA Akshay Shah	Diversified	Director
St. Francis Institute of Management & Research, Borivali	CMA Manjusha Karandikar	Mumbai Port Trust	Audit Inspector
R J College, Ghatkopar West	CMA Lakshmi Deosthalee	Mumbai Port Trust	Deputy Chief Accounts Officer
Mulund College of Commerce, Mulund West	CMA T. K. Gopalkrishnan	Larsen & Toubro Limited	Ex Deputy General Manager
Thane SMF Center	CMA S. Z. Bisen	Clarirant Chemicals	General Manager

Deemed Assessment Scheme introduced by Commercial Tax Department Govt. of MP

Government of Madhya Pradesh, Commercial tax department has introduced the scheme of " Deemed Assessment" for assessment of the year 2013-14 and will be applicable for pending cases of MP VAT ACT 2002, Central sales tax act 1956 and MP Entry tax act 1976. The salient features of the scheme is as follows:-

- 1) The scheme is effective vide Notification no -F-A-3-20-2013-1-V(27) Dt 02.07.2015
- 2) Form A, FORM B and FORM C appended to the notification to be filed by the registered dealer and submitted to the competent authority within 45 days from the publication of the scheme ie 02.07.2015.
- 3) The scheme is applicable only to registered dealers having turnover upto 20 crores during the year 2013-14.
- 4) In case of dealers in whose cases notice has been issued for additional demand under clause (b) of subsection (5) of section 18 of the vat act then such requirement must have been complied before submission of application
- 5) In case of dealers in whose cases notice has been issued f under subsection (6) of section 19 after tax audit then such requirement must have been complied before submission of application
- 6) Ineligible dealers:-
 - (i) Dealers in whose cases tax evasion has been detected for the financial year 2013-14
 - (ii) Dealer in whose cases refund is due to him under of MP VAT ACT 2002, Central sales tax act 1956 and MP Entry tax act 1976
 - (iii) Dealers availing facility of exemption, deferment or any investment promotion assistance under the approved schemes.
- 7) On each application court fees stamp of Rs 5 to be affixed .Further each application should be accompanied by Copy of Challans, List of purchases and sales, audit report and statutory declaration forms such as FORM -C/F/E-1/E-3/H/I.

Source - CMA Yogesh Chourasia



CMA L Vijayvargiya Chairman Bhopal Chapter welcoming Chief guest Dr Parag Dubey during inauguration of oral coaching classes of Bhopal Chapter on 25th July 2015.



CMAs L Vijay Vargiya, Chairman, CMA Yogesh Chourasia, Secretary, CMA A Fathimaraj, Vice Chairman and Shri Rajiv Agrawal, Speaker during CEP organised by Bhopal Chapter on 2nd August 2015



CMA Manubhai K. Desai, CMA B. EModi, and CMA Bharat Savani, during CEP organised by Surat South Gujrat Chapter on 12th July 2015



Mrs. Ruchi Desai, CMA Manubhai K. Desai, Dr. U. T. Desai and Ms. Bhumi Desai during Career Counseling lecture organised by Surat South Gujrat Chapter on 31st July 2015



CMA Ashok Nawal interacting with members during Half day seminar organised by Nashik Ojhar Chapter on 28th June 2015



CMA Harshad Deshpande interacting with members during Half day seminar organised by Nashik Ojhar Chapter on 28th June 2015



CMA Ashish Deshmukh felicitating Speaker CA Sanjay Pandit during seminar on "Practical issues in ICDS" organised by Pimpri-Chinchwad-Akurdi Chapter



CMA Ashish Deshmukh, Chairman - The ICAI-PCA Chapter proposing Vote of Thanks during CEP Seminar on "Practical issues in ICDS" organised by Pimpri-Chinchwad-Akurdi Chapter



CMA P. H. Desai offering bouquet to CMA Nisha Diwan, Jt. Secretary-CEP during CEP on "Health care Cost Management", 5th July 2015 organised by Ahmedabad Chapter.



CMA Nisha Diwan, Jt. Secretary giving brief about program during CEP Program on "Health care Cost Management" on 5th July 2015 organised by Ahmedabad Chapter.



Welcome speech by CMA V. H. Savaliya, Chairman of Chapter during inauguration of Oral Coaching classes at Ahmedabad Chapter 16th July 2015



Chief Guest Shri Nitinbhai Parekh lighting the lamp during inauguration of Oral Coaching classes at Ahmedabad Chapter 16th July 2015



CMA B M Sharma inaugurating Pune Central CEP Study Circle on 25th July 2015. Also seen CMA Prashant Vaze, convener of the Study Circle and CMA Pramod Jain, Faculty



CMA Harshad Deshpande, Nayana Savala, A. Sekar, V. V. Deodhar & Dr. Shilpa Parkhi during the task Force Meeting held at WIRC on 18th July 2015.



CMA B. Renganathan, Executive VP, Edelweiss Fin. Services Ltd being felicitated by CMA Paulomi Mercant during CEP organised by WIRC on 11th July 2015 at WIRC



CMA Harshad Deshpande felicitating CMA Dr. Lakshmi Deosthalee, Dy. Chief - Accounts Officer, Mumbai Port Trust during CEP organised by WIRC on 18th July 2015.

Committees of the Council for 2015-2016 (Constituted at the 281st WIR Council Meeting held on 26-07-2015)

Sl.No.	COMMITTEE	Sl.No.	NAME	POSITION
1.	Executive	1.	CMA Debasish Mitra	Chairman
		2.	CMA Pradip H. Desai	Member
		3.	CMA Shriram N. Mahankaliwar	"
		4.	CMA Laxman D. Pawar	"
		5.	CMA Harshad S Deshpande	"
		6.	CMA Kailash R Gandhi	"
		7.	CMA Ashok B Nawal	"
2.	Professional Devp., Programme & CEP	1.	CMA Kailash R Gandhi	Chairman
		2.	CMA Harshad S Deshpande	Member
		3.	CMA Laxman D. Pawar	"
		4.	CMA Shriram N. Mahankaliwar	"
		5.	CMA Amit A Apte	"
	2A. Task Force - Members in Industry	1.	CMA Atul D. Dharap	Raymonds Limited
		2.	CMA Amit Kumar Sarker	Deloitte Haskins & Sells
		3.	CMA Rahul Renavikar	Ernst & Young LLP
		4.	CMA Abhishek Kumar Singh	Security Printing & Minting Corp. of India Limited
		5.	CMA Vivek G. Bhalerao	Tata Consultancy Services Limited
3.	Students, Members & Chapter Co-ordination	6.	CMA Sanjay B. Mundade	Volkswagen Finance Private Limited
		7.	CMA Rajendra Kumar Rathi	Reliance Industries Limited
		8.	CMA Suresh Vishnu Sasane	Maharashtra State Power Generation Company Ltd
		9.	CMA Pradeep Deshpande	Foundation Brake Mfg. Private Limited
		10.	CMA Kailash Dabholkar	Excel Industries Limited
		1.	CMA Laxman D. Pawar	Chairman
		2.	CMA Harshad S Deshpande	Member
		3.	CMA Shriram N. Mahankaliwar	"
		4.	CMA Kailash R Gandhi	"
		5.	CMA Neeraj D Joshi	"
6.	Shri Prathmesh Bhagwat	Students Representative (Postal)		
7.	Miss Maitreyee Kala	" " (Oral)		
4.	Finance	1.	CMA Debasish Mitra	Chairman
		2.	CMA Pradip H. Desai	Member
		3.	CMA Shriram N. Mahankaliwar	"
		4.	CMA Ashok B Nawal	"
5.	Editorial Board	1.	CMA Harshad S Deshpande	Chairman
		2.	CMA Soumen Dutta	Member
		3.	CMA S N Mundra	"
		4.	CMA Pradnya Y Chandorkar	"
6.	Task Force - State Govt. Representation	1.	CMA Ashok B Nawal	Chairman
		2.	CMA Laxman D. Pawar	Maharashtra
		3.	CMA Arun Kumar	Maharashtra
		4.	CMA Shrenik S. Shah	Gujarat
		5.	CMA Savarimuthu Irudayam	Goa
		6.	CMA Arindam Goswami	Chhattisgarh
		7.	CMA Vinit Chopra	Madhya Pradesh
		8.	CMA Yogesh Chourasia	Madhya Pradesh

(Chairman, WIRC of ICAI will be ex-officio Member of all the Committees, excluding Executive Committee).



To

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