



www.baionline.in

Builders' Association of India

(All India Association of Engineering Construction Contractors and Builders)

G-1/G-20, 7th Floor, Commerce Centre, J. Dadajee Road, Tardeo, Mumbai 400034

☎ (91-22) 23520507, 23514802, 23521328

✉ baihq.mumbai@gmail.com 🐦 @BAINational 📺 Builders Association of India

Ref.: 05/A/2025-26 dated 1st April, 2025

To:

**OFFICE BEARERS OF BAI HEADQUARTER,
CHAIRMEN/HON. SECRETARIES/HON. TREASURERS OF ALL BAI CENTRES,
MEMBERS OF MANAGING COMMITTEE & GENERAL COUNCIL OF BAI.**

Dear Sirs,

Sub.: BAI A/c's vis-a-vis GST & Income Tax.

This has reference to the several circulars / emails sent to you on the above subject. We would certainly be trying to avoid errors on the GST Compliance Part. Errors like Non-payment / Short Payment of Output liability, Excess claim of Input Tax Credit (ITC) / Non-reversal of Input Claim, failure (willingly/unwillingly) to correctly read, understand, check the applicability, and applying the provisions such as Place of Supply, Time of Supply, taxability of goods & services, payment of respective taxes (IGST, CGST, SGST), matching of Electronic Cash & Credit ledger with the books, etc can have huge financial impacts. Many of such errors can result in payment of Interest & Penalties under the GST Act and can burn deep pockets.

While discussing these issues with our GST & Income Tax Consultant regarding impact of GST & Income Tax on BAI A/c's vis-a-vis Centres activities, we came into below mentioned conclusion:

1. BAI's GST Registration Number: 27AAATB0212F1ZI will be used exclusively for membership collection of all Centres by Headquarter. While sending Membership Subscription, The Centres should send full amount of Annual Membership Subscription to BAI Headquarter. After remitting GST to the Department, BAI Headquarter will transfer the Centres' Share of Annual membership subscription i.e. 60% to the concerned Centres (Rs.3,194/- X 60%= Rs.1,916/-).

All compliances with regard to membership, like issue of invoice, record maintenance, payments and returns, reconciliation will be handled from Mumbai Headquarter.

However, For this purpose, the Centre will have to observe strict norms of providing all relevant data including GST number of member company and monthly bank statement to Headquarter.

2. For any activity, other than Membership Subscription, like Builders' Day celebration, printing of diary, training programmes, conventions, exhibitions, seminars, conferences etc. etc., conducted by the Centre, the Centre will have to take a separate GST Number under the same PAN Number of BAI Headquarter and file the required GST Return without fail and send the information to BAI Headquarter as BAI Headquarter is filing consolidated Income Tax Return at Mumbai.
3. GST compliance of Centers of BAI A/c's - Verification of GST returns with regards to the compliance of the GST Act can largely help BAI to find out errors, rectify them, devise a mechanism to avoid it in future and to be more careful and extra-vigilant in accounting of transactions and filing of returns.

Also, please note, While GST Auditing for the past years, our Auditor CA Kuldeep Sahasrabudhe, have observed some serious issues / lapses on BAI Centres accounts, we hereby produced below major remarks:-

1. The Centres which have obtained the GST Number have not sent the Form 9 i.e Annual Return with working statement, viz-a-viz reconciliation of Income and Expenditure Statement to BAI Headquarter.
2. Some Centres have shown several incomes in their audited Income & Expenditure Statement other than membership subscription, but not obtained GST number.
3. Amounts collected by the centres for such activities are liable under GST. Further the Headquarter does not have details of the incomes/collections of many centres.

To avoid any subsequent taxation problems of BAI Headquarter viz-a-viz BAI Centres, We, therefore request you to obtain GST Registration Number and file the required GST Return with GST Audit report on all taxable activity without fail, and send the copy to BAI Headquarter as early as possible.

Sir, we earnestly request you to kindly take note of this and circulate this information amongst your centres/members, so that compliance work can be done smoothly and in time.

For further clarification / assistance on taxability of the receipt or any GST related issue, you may please send mail to Headquarter / contact the undersigned on Cell No: 09323576860 or Shri Swapnil (Head- Accounts & Taxation) on Cell No: 09076337294 at BAI Headquarter.

Thanking you,

Yours faithfully,



RAJU JOHN
Executive Secretary
Builders' Association of India

Delhi Office : D1/203, Aashirwad Complex, Green Park Main, New Delhi - 110 016 ☎ : (011) 26568763 / 9555448763 • Email : baidelhi16@gmail.com

BAI Centres at :

Adilabad, Agra, Agra Cantt., Ahmedabad, Ahmednagar, Aligarh, Allahabad, Alleppy, Aluva, Amravati, Amaravathi, Andaman & Nicobar, Angamali, Aurangabad, Avadi, Baghpat, Bangalore, Baramati, Bareilly, Baroda, Bharuch, Bhopal, Bhubaneswar, Bilaspur, Butibori, Calicut, Chandigarh, Changanacherry, Chengai, Chennai, Chettinadu, Chikmagalur, Chitradurga, Coimbatore, Delhi, Delhi East Shahadra, Delhi North, Delhi South, Delhi West, Dhanbad, Dharapuram, Dhule, Dehradun, Dindigul, Durgapur, Durg-Bhillai, Erode, Ettumanoor, Faridabad, Gautam Buddha Nagar, Gandhinagar, Ghaziabad, Goa, Greater Hyderabad, Greater Jaipur, Greater Noida, Guntur, Gurgaon, Guwahati, Haldia, Hapur, Hasan, Hyderabad, Ichalkaranji, Idukki, Indore, Jabalpur, Jagdalpur, Jaipur, Jalgaon, Jaisalmer, Jamshedpur, Jodhpur, Kalpakkam, Kallakurichi, Kamareddy, Kanchipuram, Kanker, Kannur, Kanpur, Kanpur-South, Kanyakumari, Karaikal, Karimnagar, Karnal, Karnavati, Khammam, Kochi, Kodaikanal, Kodungallur, Kolhapur, Kolkata, Kollam, Kottayam, Kumbakonam, Kundli, Latur, Loni, Lucknow, Madhuranthakam, Madurai, Mahaboobnagar, Malegaon, Mangalore, Mandya, Mayiladuthurai, Medachal, Medak, Meerut, Meerut Cantt., Modinagar, Moradabad, Moradabad Nor. Rly., Mumbai, Muvattupuzha, Muzaffarnagar, Mysore, Nagapattanam, Nagpur, Nalgonda, Namakkal, Nanded, Nandurbar, Nasik, Nellore, Neyveli, Nilgiri, Nizamabad, Ongole, Palani, Panipat, Parbhani, Patna, Perambalur, Phaltan, Pink City Jaipur, Pondicherry, Ponneri, Poonamallee, Por-Ramangamdi, Pudukkottai, Pune, Raichur, Raigad, Raipur, Rajahmundry, Rajkot, Ramanathapuram, Ranchi, Ranga Reddy, Ravulapalem, Salem, Sangamner, Sangli, Satara, Shahda, Shimoga, Silchar, Sitapur, Solapur, Surat, Tambaram, Tanuku, Tenkasi, Tezpur, Thanjavur, Theni, Thiruporur, Thiruthurai, Thiruvalla, Thiruvannamalai, Thiruvannur, Thirupunithura, Thrissur, Tiruchirappalli, Tirunelveli, Tirupur, Tiruvallur, Thiruvananthapuram, Tuticorin, Udumalpet, Ulhasnagar, Vellore, Vijayawada, Vikarabad, Villupuram, Visakhapatnam, Vizag Steel City, Wai, Warangal, Western U.P. Electrical, Yadadri.