

What's New

Sage 50 version 1.9.4.1

Release Date:
31st December 2018

V1.9.4.1 Updates

The following enhancement is being released:

- **Singapore IRAS – Customer Accounting for Prescribed Goods**

Singapore IRAS – Customer Accounting for Prescribed Goods

Customer accounting for certain prescribed goods will be implemented from **1 Jan 2019** to deter fraud schemes where the seller absconds with the GST collected, but businesses further down the supply chain continue to claim the input tax. It will be applicable to supplies of mobile phones, memory cards and off-the-shelf software, which are commonly used in these fraud schemes.

On the e-Tax guide from IRAS stated that:

1. The sale of goods and services (excluding financial services, residential properties and investment precious metals) is a taxable supply subject to GST. In making a taxable supply of goods, you will charge and account for GST on the local sales as your output tax. You will also claim the GST paid on your local purchases and imports of goods as your input tax credit if you are able to satisfy the input tax claiming conditions.
2. Under customer accounting, the responsibility to account for output tax on the sales shifts from the supplier to the customer. As a supplier, you are required to apply customer accounting on your local sale of prescribed goods made to a GST-registered customer if the value of your sale (excluding GST) exceeds \$10,000. For the purpose of this guide, a local sale of prescribed goods that is subject to customer accounting will be referred to as a “relevant supply”.
3. If you make a relevant supply, your GST-registered customer will account for the output tax on this supply on your behalf. You must issue a customer accounting tax invoice to your customer to show that you will not collect the GST chargeable on this supply and that your customer will account for it instead.
4. If you receive a relevant supply (i.e., you are the customer), you will account for the output GST chargeable on the purchase, on behalf of your supplier. You will also be able to claim the input tax on this purchase if it is for your business use and for the making of your taxable supply.

Hence, there are some enhancements to the system, in order to capture the correct value to ensure correct reporting.

Setting

a. Added new tax code and tax method (*in both Accounting and Inventory & Billing*).

Tax code	Description	Tax Percentage	Transaction Type	Tax Type	GST Return Mapping
SRCA-C	Customer accounting supply made by the customer on supplier's behalf	7.00	Sales	SCA	Box 1 : Total Value of Standard-Rated Supplies(excluding GST) Box 6 : Output Tax Due
SRCA-S	Customer accounting supply made by the supplier	0.00	Sales	SAS	Box 1 : Total Value of Standard-Rated Supplies(excluding GST)
TXCA	Standard-rated purchase of prescribed goods subject to customer accounting	7.00	Purchase	PPG	Box 5 : Total Value of Taxable Purchases(excluding GST) Box 7 : Input Tax and Refunds Claimed

Sales (Supplies)

Standard-Rated Sales	<input type="text" value="30,000.00"/>	Total Value of Standard-rated Supplies	<input type="text" value="10,000.00"/> 1
Less:Discounts Returns	<input type="text" value="20,000.00"/>		
Zero-Rated Sales	<input type="text" value="0."/>	Total Value of Zero-rated Supplies	<input type="text" value="0."/> 2
Less:Discounts Returns	<input type="text" value="0."/>		
Exempt:Sales	<input type="text" value="0."/>	Total Value of Exempt Supplies	<input type="text" value="0."/> 3
Less:Discounts Returns	<input type="text" value="0."/>		
		Total Value of (1) + (2) + (3)	<input type="text" value="10,000.00"/> 4
Sales Tax collected	<input type="text" value="1,400.00"/>	Total Sales Tax collected	<input type="text" value="1,400.00"/> 6
Less: Sales Tax adjustment (Credit Note)	<input type="text" value="0."/>		

Purchases

Standard-Rated Purchases	<input type="text" value="20,000.00"/>	Total Value of Taxable Purchase	<input type="text" value="10,000.00"/> 5
Less:Discounts Returns	<input type="text" value="10,000.00"/>		
Imports	<input type="text" value="0."/>		
Less:Discounts Returns	<input type="text" value="0."/>		
Zero-Rated Purchase	<input type="text" value="0."/>		
Less:Discounts Returns	<input type="text" value="0."/>		
Exempt:Purchase	<input type="text" value="0."/>		
Less:Discounts Returns	<input type="text" value="0."/>		
Purchase Tax Paid	<input type="text" value="700.00"/>	Total Purchase Tax paid	<input type="text" value="700.00"/> 7
Less: PurchaseTax adjustment (Debit Note)	<input type="text" value="0."/>		

Major Exporter Scheme / Approved 3rd Party Logistics Company Scheme

Purchase under MES / Approved 3PL Scheme	<input type="text" value="0."/>	Total Value of Goods Imported under	<input type="text" value="0."/> 9
Less:Discounts Returns	<input type="text" value="0."/>	MES/Approved 3PLScheme	

Sales tax exceed purchase tax by: **8**

Disclaimer: This accounting software cannot cater for the needs for those partial exempt trader.

b. Default tax code and account mapping for Prescribed Goods (*Control Panel* → *Settings* → *Accounting Settings* → *GST/VAT Setting*)

Accounting Setting

Close Save Print Help Feedback

Accounting Settings

General | Analytical Group | Gain/Loss Mapping | Others | **GST/VAT Settings** | Wizard

GST/VAT Settings

Enable GST/VAT: Yes

Sales Tax / GST Output Tax: 4050/0000 - SALES TAX

Purchase Tax / GST Input Tax: 3050/0000 - PURCHASE TAX

Default Tax Code

Standard Rated Purchase: []

Standard Rated Supply: []

Tax Pricing Strategy

Default Tax Pricing Strategy: Exclusive

Importation of Goods

GST Clearing Account: []

Importation of Goods: []

Prescribed Goods

Standard Rated Purchase: TXCA - Standard-rated purchase of p

Standard Rated Supply: SRCA-C - Customer accounting suppl

Sales Tax / GST Output Tax: 2900/0020 - GST OUTPUT TAX

Purchase Tax / GST Input Tax: 2900/0010 - GST INPUT TAX

Transaction

a. Added new checkbox – Prescribe Goods (PG) in transaction window

Supplier Invoice (New)

Header | Message | Electronic Document

Supplier: 500000001 - Supplier X
Singapore

Reference: []
Delivery Mode: []
Purchaser: []
Credit Term: D14 - 14 Days Term
Simplified Invoice:

Supplier Inv No.: []
Supplier Inv Date: 27/02/2018
Currency: SGD - Singapore dollar
Currency Rate: 1.00000000

Permit No.: []
Tax: **Exclusive**

Item	Description	Location	Quan.	U.	Unit Price	Gross	Line Disc.	Line Disc A.	Line Tax	Line Tax A.	Tax Account	Line Total	Account Code	Edit	PG
1	PG	Prescribed Goods desc	1	Unit	0.00	0.00	0.00	0.00	0.00	0.00	2900/0010	0.00	6010/0000		<input type="checkbox"/>
												0.00			
												0.00			

Sub Total: 0.00
Total: 0.00

b. Print Preview source document

Sales Invoice

Close Generate Report GST - Tax Invoice with Extra Description Message

100%

SG TEST 2018 PERIODIC Moving Average(SG UEN)
 Address 1,Address 2,Address 3
 Singapore
 (GST Reg No : SG GST REG)

Debtor A
 Singapore
 A/CNO. :C00000001

SALES INVOICE
 No. : SI-00000001
 Date : 27/02/2018
 Terms : 14 DAYS
 Page : 1/1
 Printed On : 28/02/2018 11:55:25
 Printed By : sage

No	Item	Description	Quantity	UOM	Unit Price	Disc Amt	Total Excl. GST	Tax Amt	Total Incl. Tax	Tax GST Code
1	PG	# Prescribed Goods desc	1	UNIT	10,000.00	0.00	10,000.00	0.00	10,000.00	SRCA-S

SINGAPORE DOLLAR : TEN THOUSAND ONLY

Sub Total	10,000.00
Total Discount	0.00
Total Excl. GST	10,000.00
Add GST	0.00
Rounding Adjustment	0.00
Total Payable Incl. GST (SGD)	10,000.00

Sale made under customer accounting. Customer to account for GST of \$700.00

GST Summary	Amount	Tax
SRCA-S @ 0.00%	10,000.00	0.00

Example:

1. Enter a Supplier Invoice, make sure checkbox [Prescribed Goods] is tick. Prescribed Goods tax code will be populated automatically as per maintained in the setting, after checkbox is tick.

Supplier Invoice (Posted)

Supplier: S0000001 - Supplier X
Singapore

Reference: _____
Delivery Mode: _____
Purchaser: _____
Credit Term: D14 - 14 Days Term
Supplier: Simplified

Supplier Inv No.: TXCA-002
Supplier Inv Date: 27/02/2018
Currency: SGD - Singapore dollar
Currency Rate: 1.000000

Permit No.: _____
Tax: Exempt Advance

Item	Description	Location	Quantity	UOH	Unit Price	Gross Amt	Line Disc %	Line Disc Amt	Line Tax	Line Tax Amount	Tax Account	Line Total	Account Code	Edit L
1	PG	Prescribed Goods desc	1	UNIT	10,000.00	10,000.00	0.00	0.00	6.00	TXCA	0.00	10,000.00	6010/0000	

2. The journal entry should show as below

Financial entries

Doc No: STXCA-01
Currency: SGD

Drag a column header here to group by that column

Created Date	Journal Date	JV No.	GL Account	GL Name	Debit	Credit	Debit Amt Local	Credit Amt Local
28/02/2018	27/02/2018	C3-00000004	2900/0020	GET INPUT TAX	700.00		700.00	
28/02/2018	27/02/2018	C3-00000004	2900/0020	GET OUTPUT TAX		700.00		700.00
28/02/2018	27/02/2018	C3-00000004	S0000001	Supplier X		10,000.00		10,000.00
28/02/2018	27/02/2018	C3-00000004	6010/0000	PURCHASES		10,000.00		10,000.00

A/C	Debit	Credit	Tax Code
Purchase	10,000.00		TXCA
Purchase Tax	700.00		TXCA
Supplier		10,000.00	
Sales Tax		700.00	SRCA-C

3. In tax report

Tax Report
01/02/2018 To 28/02/2018

Transaction Type: All Page 1 of 1
Printed On : 28/02/2018
Printed By : sage

Doc Date	Ref. No.	Description	Taxable Amt	GST Amt
TXCA				
Standard-rated purchase of prescribed goods subject to customer accounting				
27/02/2018	TXCA-002	Purchase of Prescribed Goods desc	10,000.00	700.00
Total			10,000.00	700.00
SRCA-C				
Customer accounting supply made by the customer on supplier's behalf				
27/02/2018	TXCA-002	Sales of Prescribed Goods desc	10,000.00	700.00
Total			10,000.00	700.00

4. In SG GST Return

GST Return			
Financial Year	2018		
Period From	2 (01/02/2018 - 28/02/2018)		
To	2 (01/02/2018 - 28/02/2018)		
Sales (Supplies)			
Standard-Rated Sales	10,000.00	Total Value of Standard-rated Supplies	10,000.00
Less:Discounts Returns	0.		
Zero-Rated Sales	0.	Total Value of Zero-rated Supplies	0.
Less:Discounts Returns	0.		
Exempt:Sales	0.	Total Value of Exempt Supplies	0.
Less:Discounts Returns	0.		
		Total Value of (1) + (2) + (3)	10,000.00
Sales Tax collected	700.00	Total Sales Tax collected	700.00
Less: Sales Tax adjustment (Credit Note)	0.		
Purchases			
Standard-Rated Purchases	10,000.00	Total Value of Taxable Purchase	10,000.00
Less:Discounts Returns	0.		
Imports	0.		
Less:Discounts Returns	0.		
Zero-Rated Purchase	0.		
Less:Discounts Returns	0.		
Exempt:Purchase	0.		
Less:Discounts Returns	0.		
Purchase Tax Paid	700.00	Total Purchase Tax paid	700.00
Less: PurchaseTax adjustment (Debit Note)	0.		

SAMPLE

5. In IAF

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IAF:

PurcDataStart|

SupplierName|SupplierUEN|InvoiceDate|InvoiceNo|PermitNo|LineNo|ProductDescription|PurchaseValueSGD|GSTValueSGD|TaxCode|FCYCode|PurchaseFCY|GSTFCY|

Supplier X||2018-02-27|TXCA-002||1|Prescribed Goods desc|10000.00|700.00|TXCA|XXX|0.00|0.00|

PurcDataEnd|10000.00|700.00|1|

SuppDataStart|

CustomerName|CustomerUEN|InvoiceDate|InvoiceNo|LineNo|ProductDescription|SupplyValueSGD|GSTValueSGD|TaxCode|Country|FCYCode|SupplyFCY|GSTFCY|

Supplier X ||2018-02-27| TXCA-002|1|Prescribed Goods desc|10000.00|700.00|SRCA-C|Singapore|XXX|0.00|0.00|

SuppDataEnd|10000.00|700.00|1|
    
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SAMPLE

Useful Fixes

No	Case ID	Solution Area	Brief Description
1	378-228463	RTE	Issue: Error message prompt when select any item during create Purchase Order/GRN Resolve: No error message prompt when selecting item during create Purchase Order/GRN
2	419-228544	Posting	Issue: Unable to do posting for Sales Invoice. It prompted an Error Message "Object reference not set to an instance" Resolve: User is able to create and post Sales Invoice successfully

***** End *****