

# Recording Deferred GST on Imports

This document will explain:

How to record Deferred GST for Overseas Purchases

As an importer you may have elected to have your GST on imports 'deferred', instead of paying this GST to your customs agent on each shipment. You will see the 'deferred GST' figure embedded in the monthly ECI BAS by the ATO. This deferred GST amount should be entered into Jim2 before running the GST Session as follows:

- Add a new account to the GST Liabilities area of your General Ledger eg 2-1350 GST Deferred on Imports (if it is not already setup) with a default Tax Code of X.
- Add a General Journal – BAS Type = Purchase (Acquisition). We will use a figure of \$5,000.00 in this example, and the GL Account numbers may be different in your General Ledger. DR 2-1330 GST Paid \$5,000.00 Tax Code F and CR 2-1350 GST Deferred on Imports \$5,000.00 Tax Code X.

Viewing General Journal 47						
Journal #	47	Date	30/04/2012	Status	FINISH	Recurring
GL Trans#	1415	Tax Total		Apply to 13th period	<input type="checkbox"/>	Reverse
Comment: Deferred GST for April 2012						
Branch		SubBranch		GL Dept		
Acc. Code	Branch	GL Dept.	Name	Debit Inc.	Credit Inc.	Tax
21330			GST Paid	5000.00	0.00	F
21350			Deferred GST on Imports	0.00	5000.00	X

- You have now recorded the deferred GST and by using Tax Code F Jim2 will gross up that amount (\$5,000.00) to record total purchases including GST to \$55,000.00. This was the deemed value of the goods at the time they cleared customs, plus the GST charged.
- The deferred GST figure will flow through to 7A in GST Sessions in Jim2, and is included in the G11 figure for total non-capital purchases.

Summary					
Amounts you owe the ATO			Amounts the ATO owes you		
GST on Sales	1A \$	2,458	GST on purchases	1B \$	6,459
Wine Equalisation Tax	1C \$	0	Win equalisation tax refundable	1D \$	0
Luxury car tax	1E \$	0	Luxury card tax refundable	1F \$	0
PAYG tax withheld	4 \$	4,000			
PAYG income tax instalment	5A \$	0	Credit from PAYG instalment	5B \$	0
FBT instalment	6A \$	0	Credit from FBT instalment variation	6B \$	0
Deferred company/fund instalment	7 \$	0			
GST deferred on imported goods	7A \$	5,000			

- When you actually pay the ATO you should enter the payment as follows:

Cr 1-1110 Bank Account	Tax Code X	Total amount of payment
Dr 2-1310 GST Collected	Tax Code X	Total GST Collected on Sales
Cr 2-1330 GST Paid	Tax Code X	Total GST Paid on Purchases
Dr 2-1350 GST Deferred	Tax Code X	Total GST Deferred on Imports
Dr 2-1410 PAYG Payable	Tax Code X	Total PAYG Withheld from wages

For further assistance or information please call Happen Business 02 9570 4696 or email [support@happen.biz](mailto:support@happen.biz)