



C Form Validation Solution



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A solution for C Form Validation seamlessly integrated to SAP Business One

Overview

Sales Tax Authorities require that C Forms are collected from Customers and deposited with the Department before the end of the subsequent quarter. If C Forms are not deposited within the stipulated time, the Company is required to pay the difference in Tax between the full tax rate for the Item and the reduced tax rate. This is presently not enforced rigorously by the Sales Tax Authorities, except at the end of the year.

However from a Company's internal controls perspective, it would still make sense to ensure that C Forms are collected within the stipulated time, so that the Company has no exposure whatsoever to additional Tax liabilities. This is particularly important where the Company sells to one-time Customers and there is no recourse to collect C Forms from them after an extended period of time.

Feature Explained

SAP Business One allows tracking of Indian Statutory Forms in Sales Documents. When an existing Invoice has been mapped to Form C and the Form has not been collected (i.e. Form No. has not been entered) within the subsequent quarter, and the User tries to create another Delivery or Invoice the system will trigger an Approval. The fresh Delivery or Invoice cannot be created until it is approved.

The Approval is triggered based on Posting Date. Therefore backdated entries will also be tracked for Approval purposes.

For example, the User is creating a Delivery or an Invoice with a Posting Date of May 21, 2009 when there is an Invoice with a Posting Date between October 1 to December 31, 2008. The Delivery or Invoice will then be routed through an Approval.