



Key Highlights of 50th GST Council Meeting

Recommendations made during 50th GST Council Meeting held in New Delhi on 11th July, 2023.



50th Meeting of the GST Council, New Delhi
11th July, 2023

PRESS RELEASE

The GST Council, in its 50th meeting held on 11th July, 2023, has made the following recommendations:

1. The **Transporters** will **not** be **required** to **file a declaration** for paying GST under forward charge **every year** unless he opts to change.
2. Services supplied by a **director** of a company to the company **in his private or personal capacity** such as supplying services by way of renting of immovable property to the company will **not attract RCM**.
3. Relief for taxpayer, Govt **extended the special procedure regarding mismatch in ITC availed in GSTR-3B and 2A for two more years** i.e. 2019-20 and 2020-21.
4. The **Amnesty schemes** notified vide notifications dated 31.03.2023 regarding non-filers of FORM GSTR-4, FORM GSTR-9 & FORM GSTR-10 returns, revocation of cancellation of registration **extended till 31.08.2023**.
5. Physical verification of business premises is to be conducted in the presence of the applicant in high risk cases even where Aadhaar has been authenticated.

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6. A **System-based intimation** shall be issued to the taxpayers in respect of the **excess report of output tax liability** in FORM **GSTR-1** vis a vis that reported in FORM **GSTR-3B**.
7. A **System-based intimation** shall be issued to the taxpayers in respect of the **excess availment of ITC** in FORM **GSTR-3B** vis a vis that made available in FORM **GSTR-2B**.
8. Supply of **food and beverages** in **cinema halls** is taxable at **5%**.
9. If the **sale of cinema ticket** and supply of food and beverages clubbed together then gst rate of cinema ticket will apply.
10. GST @ **28%** on the value of the chips purchased in **casinos**.
11. GST @ **28%** on the **full value** of the bets placed in **Online Gaming**.
12. GST **Appellate tribunal** will be started in a phased manner.

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13. The **Detailed Circular** to be issued to provide clarity on liability to reverse input tax credit in cases involving **warranty** replacement of parts and **repair services** during **warranty period**.
14. The **Refund of accumulated input tax credit (ITC)** to be restricted to ITC appearing in **FORM GSTR-2B**.
15. Only **Name of state** on tax invoice is required, in case of supply of services through ECO or by a supplier of **OIDAR** services to unregistered recipient.
16. The **Amendment in rule 10A** to provide that the details of bank account, in name and PAN of the registered person, to be required to be furnished within 30 days of grant of registration or before filing of statement of outwards supply under section 37 of CGST Act in **FORM GSTR-1/ IFF**, whichever is earlier.
17. The **Mechanism to deal with differences in ITC between FORM GSTR-2B and FORM GSTR-3B**:
The Council has recommended a mechanism for system-based intimation to the taxpayers in respect of the excess availment of ITC in **FORM GSTR-3B** vis a vis that made available in **FORM GSTR-2B** above a certain threshold. This will help in reducing ITC mismatches and misuse of ITC facility in GST.

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18. All Relaxations provided in FY 2021-22 in respect of various tables of FORM GSTR-9 and FORM GSTR-9C be continued for FY 2022-23.
19. There won't be any requirement to file Form GSTR-9 for turnover up to 2 crores.
20. The **Input Services Distributor (ISD) mechanism is not mandatory** for distribution of input tax credit of common input services procured from third parties to the distinct persons as per the present provisions of GST law. Amendment may be made in GST law to make ISD mechanism mandatory prospectively.

Note: The recommendations of the GST Council have been presented in this release in simple language for information of all stakeholders. The same would be given effect through relevant Circulars/Notifications or amendment in GST laws which alone shall have the force of law.



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