



Goods & Services Tax

Educational Series

PD & PP : GST : 286

25 July, 2018

28th GST Council Meeting - Recommendations made regarding amendments to the GST Acts – Part I

1.

- Upper limit of turnover for opting for composition scheme to be raised from Rs. 1 crore to Rs. 1.5 crore. Present limit of turnover can now be raised on the recommendations of the Council.

2.

- Composition dealers to be allowed to supply services (other than restaurant services), for upto a value not exceeding 10% of turnover in the preceding financial year, or Rs. 5 lakhs, whichever is higher.

3.

- Levy of GST on reverse charge mechanism on receipt of supplies from unregistered suppliers, to be applicable to only specified goods in case of certain notified classes of registered persons, on the recommendations of the GST Council.

4.

- The threshold exemption limit for registration in the States of Assam, Arunachal Pradesh, Himachal Pradesh, Meghalaya, Sikkim and Uttarakhand to be increased to Rs. 20 Lakhs from Rs. 10 Lakhs.

5.

- Taxpayers may opt for multiple registrations within a State/Union territory in respect of multiple places of business located within the same State/Union territory.

6.

- Mandatory registration is required for only those e-commerce operators who are required to collect tax at source (TCS).

7.

- Registration to remain temporarily suspended while cancellation of registration is under process, so that the taxpayer is relieved of continued compliance under the law.

These amendments will now be placed before the Parliament and the legislature of State and Union Territories with legislatures for carrying out the amendments in the respective GST Acts.

**Source: Press Note dated July 21, 2018.*