



# Agenda for 40<sup>th</sup> GST Council Meeting

12 June 2020

Volume – 4





**File No: 368/40<sup>th</sup> GSTCM/GSTC/2020**

**GST Council Secretariat**

Room No.275, North Block, New Delhi

Dated: 05<sup>th</sup> June 2020

**Notice for the 40<sup>th</sup> Meeting of the GST Council scheduled on 12<sup>th</sup> June 2020 through video conferencing**

The undersigned is directed to refer to the subject cited above and to say that the 40<sup>th</sup> Meeting of the GST Council will be held on 12<sup>th</sup> June 2020 through **Video Conferencing** as follows:

Friday, 12<sup>th</sup> June, 2020 : 1100 hours onwards

2. The agenda items for the 40<sup>th</sup> Meeting of the GST Council will be communicated in due course of time.
3. Respective State NIC units may be contacted for details regarding Video Conferencing.
4. Please convey the invitation to the Hon'ble Members of the GST Council to attend the Meeting.

*(-Sd-)*

**(Dr. Ajay Bhushan Pandey)**

**Secretary to the Govt. of India and ex-officio Secretary to the GST Council**

**Tel: 011 23092653**

Copy to:

1. PS to the Hon'ble Minister of Finance, Government of India, North Block, New Delhi with the request to brief Hon'ble Minister about the above said meeting.
2. PS to Hon'ble Minister of State (Finance), Government of India, North Block, New Delhi with the request to brief Hon'ble Minister about the above said meeting.
3. The Chief Secretaries of all the State Governments, Union Territories of Delhi, Puducherry and Jammu and Kashmir with the request to intimate the Minister in charge of Finance/Taxation or any other Minister nominated by the State Government as a Member of the GST Council about the above said meeting.
4. Chairman, CBIC, North Block, New Delhi, as a permanent invitee to the proceedings of the Council.
5. Chairman, GST Network

### **Agenda Items for the 40<sup>th</sup> Meeting of the GST Council on 12<sup>th</sup> June 2020**

1. Confirmation of the Minutes of 39<sup>th</sup> GST Council Meeting held on 14<sup>th</sup> March 2020
2. Review of Revenue Position
3. Issues recommended by the Law Committee for the consideration of the GST Council
  - i. Amendment in CGST Rules to prescribe the rates for Composition Scheme under Section 10(2A)
  - ii. Proposal to issue Removal of difficulty order for extending the time limit for revocation of cancellation of registration
  - iii. Notification of provisions of the Finance Act, 2020 amending various sections of the CGST Act and the IGST Act
  - iv. Reduction of late fees and rate of interest for small taxpayers (taxpayers with aggregate turnover up to Rs. 5 crore) for the tax period May, 2020, June, 2020 and July, 2020
  - v. Reduction in rate of interest for delay in payment of GST for remaining part of Financial Year 2020-21
  - vi. Reduction in late fees for FORM GSTR-3B for months from July, 2017 to January, 2020 - One time amnesty to clean up pendency in return filing in GST regime
4. Deemed ratification by the GST Council of Notifications, Circulars and Orders issued by the Central Government
5. Decisions of the GST Implementation Committee (GIC) for information of the Council
6. Decisions/Recommendations of the IT Grievance Redressal Committee for information of the Council
7. Creation of State and Area Benches of the Goods and Services Tax Appellate Tribunal (GSTAT) for the State of Uttar Pradesh
8. Quarterly Report of the National Anti-Profiteering Authority (NAA) for the quarter January to March 2020 for the information of the GST Council
9. Constitution of Grievance Redressal Committee at CBIC Zonal / State level for redressal of grievance of taxpayers on GST related issues
- 9A. Inverted Rate Structure in GST- Correction of inverted rates on certain key sectors
10. Any other agenda item with the permission of the Chairperson
  - i. Sharing of GST data with Comptroller and Auditor General of India for the purposes of GST audit
11. Date of the next meeting of the GST Council

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# Discussion on Agenda Items

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## **Agenda Item 9A: Inverted Rate Structure in GST- Correction of inverted rates on certain key sectors**

During the 39<sup>th</sup> GST Council Meeting held on 14<sup>th</sup> March, 2020, a detailed presentation was made before the Council as regards the inverted tax structure in GST, with emphasis on four sectors - Mobile Phones, Textiles, Footwear and Fertilizers.

2. After deliberation the Council recommended increase in the GST rate on mobile phone and parts to 18%. The Council also recommended taking up the issue of inverted tax structure on textiles, fertilizers, footwear and others in future meetings of the Council.
3. Accordingly, as recommended by the Council, the issue of inverted duty structure, shall be presented in the 40<sup>th</sup> GST Council meeting for discussion and recommendations of the Council.