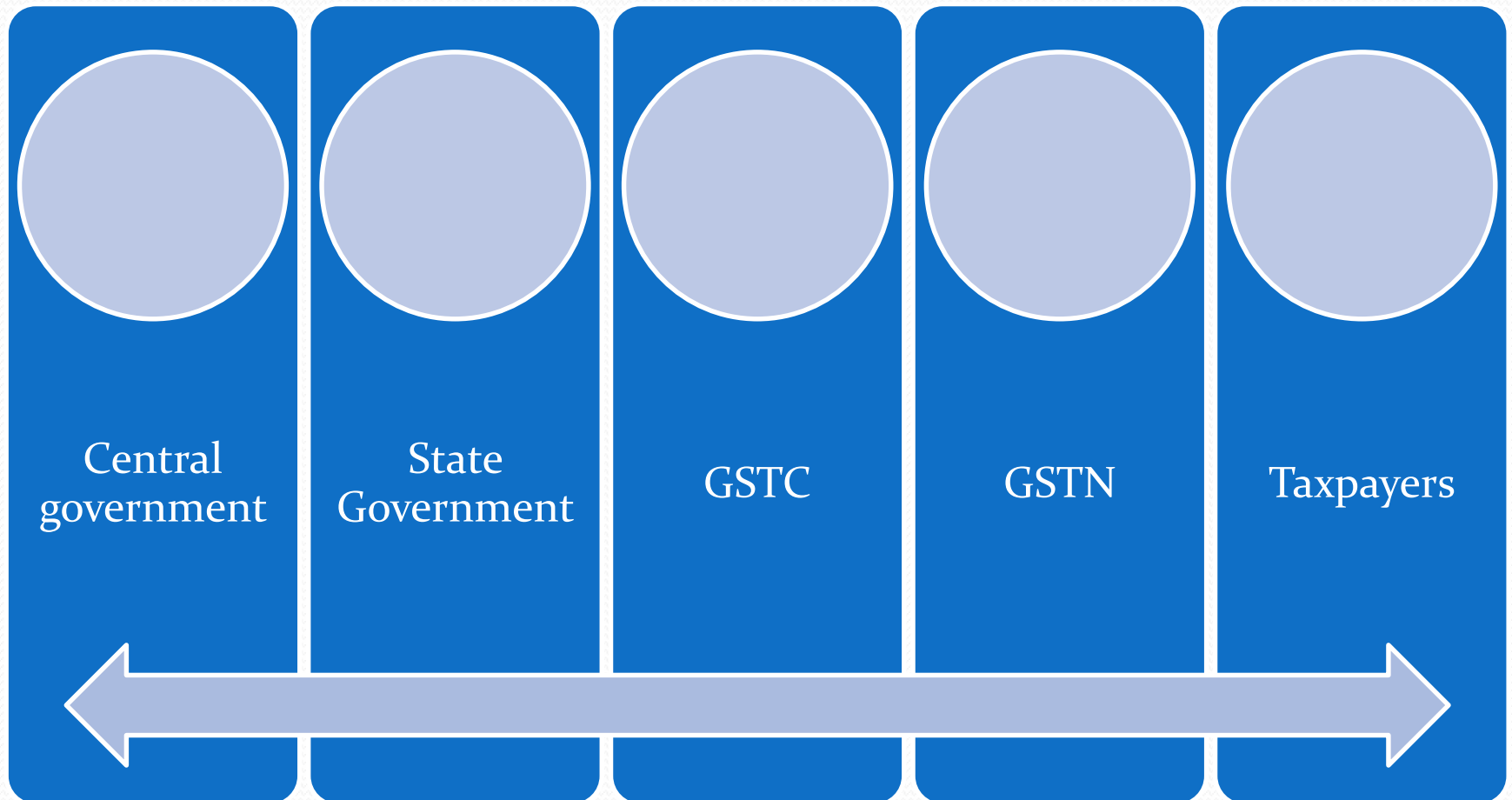


Building Blocks of GST

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The players



Rules of the game

- GST council will consist of the finance minister and state finance ministers along with officers who will roll out the rules , regulations and the final drafts for GST

Design of GST

- Tax system design consists of
- Tax net Who should be paying, inclusion and exclusions , Threshold limits
- Tax Returns Who should file at what frequency
- Assessment
- Appeals

Coverage of the law

- GST has brought “ supply of good or and services” for consideration as taxable event
- The definition of services itself is negatively termed as “ whatever not goods”

ITC or Input tax credit

- It is a back bone of GST.
- Tax liability of taxpayer is determined by tax paid at the earlier stage.

CGST

- Following taxes will be subsumed in CGST
- Central excise duty
- Additional duties of excise
- Additional duties of customs
- Service tax
- Surcharges and cesses

SGST

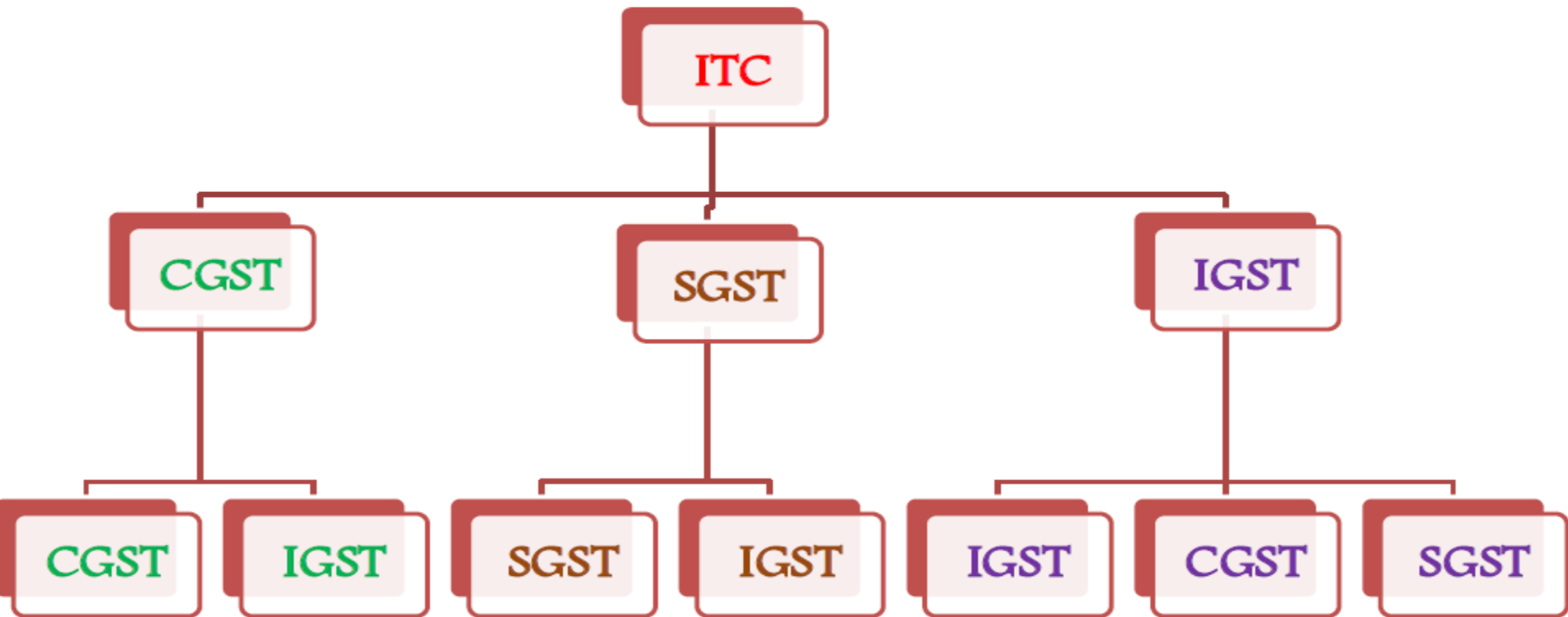
- Following taxes will be subsumed
- State Vat taxes
- Central sales tax
- Luxury tax
- Entry tax
- Purchase tax
- Surcharges and cesses
- What about octroi



IGST

Any interstate transaction will attract IGST

Utilization of Input Tax Credit (ITC)





Processes of GST

GSTN

National information utility is created for the smooth functioning of GST processes

Human resources

- Existing staff of the central and state government will be playing important role.

They are expected to work in their respective domain of CGST and SGST

Tax payers

- Till today almost all the associations and chambers of commerce have shown positive response.



Road ahead