

**L. A. BILL No. XXII OF 2022.**

*A BILL*

*further to amend the Maharashtra Goods and Services Tax Act, 2017.*

Mah. WHEREAS it is expedient further to amend the Maharashtra Goods and  
XLIII 5 Services Tax Act, 2017, for the purposes hereinafter appearing; it is hereby enacted  
of 2017. in the Seventy-third year of the Republic of India, as follows :—

1. (1) This Act may be called the Maharashtra Goods and Services Tax (Amendment) Act, 2022.

Short title  
and  
commence-  
ment.

(2) Save as otherwise provided in this Act, this section shall come into force  
10 with immediate effect, and the remaining sections shall come into force on such

date, with prospective or retrospective effect, as the State Government may, by notification in the *Official Gazette*, appoint and different dates may be appointed for different provisions of this Act and any reference in any such provision to the commencement of this Act, shall be construed as a reference to the coming into force of that provision.

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Amendment  
of section  
16 of  
Mah. XLIII  
of 2017.

**2.** In the Maharashtra Goods and Services Tax Act, 2017 (hereinafter referred to as “ the principal Act ”), in section 16,—

Mah.  
XLIII  
of  
2017.

(a) in sub-section (2),—

(i) after clause (b), the following clause shall be inserted,  
namely :—

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“ (ba) the details of input tax credit in respect of the said supply communicated to such registered person under section 38 has not been restricted ;”

(ii) in clause (c), the words, figures and letter “ or section 43A ” shall be deleted ;

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(b) in sub-section (4), for the words and figures “ due date of furnishing of the return under section 39 for the month of September ”, the words “ thirtieth day of November ” shall be substituted.

Amendment  
of section  
29 of  
Mah. XLIII  
of 2017.

**3.** In section 29 of the principal Act, in sub-section (2),—

(a) in clause (b), for the words “ returns for three consecutive tax periods ”, the words “ the return for a financial year beyond three months from the due date of furnishing the said return ” shall be substituted ;

(b) in clause (c), for the words “ a continuous period of six months ”, the words “ such continuous tax period as may be prescribed ” shall be substituted.

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Amendment  
of section  
34 of  
Mah. XLIII  
of 2017.

**4.** In section 34 of the principal Act, in sub-section (2), for the word “ September ”, the words “ the thirtieth day of November ” shall be substituted.

Amendment  
of section  
37 of  
Mah. XLIII  
of 2017.

**5.** In section 37 of the principal Act,—

(a) in sub-section (1),—

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(i) after the words “ shall furnish, electronically,”, the words “ subject to such conditions and restrictions and ” shall be inserted ;

(ii) for the words “ shall be communicated to the recipient of the said supplies within such time and in such manner as may be prescribed ”, the words “shall, subject to such conditions and restrictions, within such time and in such manner as may be prescribed, be communicated to the recipient of the said supplies ” shall be substituted ;

(iii) the first proviso shall be deleted ;

(iv) in the second proviso, for the words “ Provided further that ”, the words “ Provided that ” shall be substituted ;

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(v) in the third proviso, for the words “ Provided also that ”, the words “ Provided further that ” shall be substituted ;

(b) sub-section (2) shall be deleted ;

(c) in sub-section (3),—

(i) the words and figures “and which have remained unmatched under section 42 or section 43” shall be deleted;

5 (ii) in the first proviso, for the words and figures “furnishing of the return under section 39 for the month of September”, the words “the thirtieth day of November” shall be substituted;

(d) after sub-section (3), the following sub-section shall be added, namely :—

10 “(4) A registered person shall not be allowed to furnish the details of outward supplies under sub-section (1) for a tax period, if the details of outward supplies for any of the previous tax periods has not been furnished by him :

15 Provided that, the Government may, on the recommendations of the Council, by notification, subject to such conditions and restrictions as may be specified therein, allow a registered person or a class of registered persons to furnish the details of outward supplies under sub-section (1), even if he has not furnished the details of outward supplies for one or more previous tax periods.”.

20 **6.** For section 38 of the principal Act, the following section shall be substituted, namely :—

Substitution  
of section  
38 of Mah.  
XLIII of  
2017.

25 “ **38.** (1) The details of outward supplies furnished by the registered persons under sub-section (1) of section 37 and of such other supplies as may be prescribed, and an auto-generated statement containing the details of input tax credit shall be made available electronically to the recipients of such supplies in such form and manner, within such time, and subject to such conditions and restrictions as may be prescribed.

Communic-  
ation of  
details of  
inward  
supplies  
and input  
tax credit.

(2) The auto-generated statement under sub-section (1) shall consist of—

30 (a) details of inward supplies in respect of which credit of input tax may be available to the recipient ; and

(b) details of supplies in respect of which such credit cannot be availed, whether wholly or partly, by the recipient, on account of the details of the said supplies being furnished under sub-section (1) of section 37,—

35 (i) by any registered person within such period of taking registration as may be prescribed ; or

(ii) by any registered person, who has defaulted in payment of tax and where such default has continued for such period as may be prescribed ; or

(iii) by any registered person, the output tax payable by whom in accordance with the statement of outward supplies furnished by him under the said sub-section during such period, as may be prescribed, exceeds the output tax paid by him during the said period by such limit as may be prescribed ; or 5

(iv) by any registered person who, during such period as may be prescribed, has availed credit of input tax of an amount that exceeds the credit that can be availed by him in accordance with clause (a), by such limit as may be prescribed ; or

(v) by any registered person, who has defaulted in discharging his tax liability in accordance with the provisions of sub-section (12) of section 49 subject to such conditions and restrictions as may be prescribed ; or

(vi) by such other class of persons as may be prescribed. ”.

Amendment  
of section  
39 of  
Mah. XLIII  
of 2017.

**7. In section 39 of the principal Act,—** 15

(a) in sub-section (5), for the word “twenty ”, the word “ thirteen ” shall be substituted ;

(b) in sub-section (7), for the first proviso, the following proviso shall be substituted, namely :—

“ Provided that, every registered person furnishing return under the proviso to sub-section (1) shall pay to the Government, in such form and manner, and within such time, as may be prescribed,—

(a) an amount equal to the tax due taking into account inward and outward supplies of goods or services or both, input tax credit availed, tax payable and such other particulars during a month; or 25

(b) in lieu of the amount referred to in clause (a), an amount determined in such manner and subject to such conditions and restrictions as may be prescribed. ” ;

(c) in sub-section (9), —

(i) for the words and figures “Subject to the provisions of sections 37 and 38, if”, the word “ Where ” shall be substituted ; 30

(ii) in the proviso, for the words “the due date for furnishing of return for the month of September or second quarter”, the words “ the thirtieth day of November” shall be substituted ;

(d) in sub-section (10), for the words “has not been furnished by him”, 35  
the following shall be substituted, namely :—

“or the details of outward supplies under sub-section (1) of section 37 for the said tax period has not been furnished by him :—

Provided that, the Government may, on the recommendations of the Council, by notification, subject to such conditions and restrictions 40  
as may be specified therein, allow a registered person or a class of registered persons to furnish the return, even if he has not furnished the returns for one or more previous tax periods or has not furnished the details of outward supplies under sub-section (1) of section 37 for the said tax period.”. 45

8. For section 41 of the principal Act, the following section shall be substituted, namely :—

Substitution  
of section  
41 of  
Mah.  
XLIII of  
2017.

5 “ 41. (1) Every registered person shall, subject to such conditions and restrictions as may be prescribed, be entitled to avail the credit of eligible input tax, as self-assessed, in his return and such amount shall be credited to his electronic credit ledger.

Availment  
of input  
tax credit.

(2) The credit of input tax availed by a registered person under sub-section (1) in respect of such supplies of goods or services or both, the tax payable whereon has not been paid by the supplier, shall be reversed along with applicable interest, by the said person in such manner as may be prescribed :

Provided that, where the said supplier makes payment of the tax payable in respect of the aforesaid supplies, the said registered person may re-avail the amount of credit reversed by him in such manner as may be prescribed. ”.

9. Sections 42, 43 and 43A of the principal Act shall be deleted.

Deletion of  
sections 42,  
43 and 43A  
of Mah.  
XLIII of  
2017.

15 10. In section 47 of the principal Act, in sub-section (1)—

(a) the words “ or inward ” shall be deleted ;

(b) the words and figures “ or section 38 ” shall be deleted ;

(c) after the words and figures “ section 39 or section 45 ”, the words and figures “ or section 52 ” shall be inserted.

Amendment  
of section  
47 of  
Mah. XLIII  
of 2017.

20 11. In section 48 of the principal Act, in sub-section (2), the words and figures “, the details of inward supplies under section 38” shall be deleted.

Amendment  
of section  
48 of  
Mah. XLIII  
of 2017.

12. In section 49 of the principal Act,—

(a) in sub-section (2), the words, figures and letter “ or section 43A ” shall be deleted ;

25 (b) in sub-section (4), after the words “ subject to such conditions ”, the words “ and restrictions ” shall be inserted ;

(c) after sub-section (11), the following sub-section shall be added, namely :—

Amendment  
of section  
49 of  
Mah. XLIII  
of 2017.

30 “ (12) Notwithstanding anything contained in this Act, the Government may, on the recommendations of the Council, subject to such conditions and restrictions, specify such maximum proportion of output tax liability under this Act or under the Integrated Goods and Services Tax Act, 2017 which may be discharged through the electronic credit ledger by a registered person or a class of registered persons, as may be prescribed.”.

Amendment  
of section  
50 of  
Mah. XLIII  
of 2017.

**13.** In section 50 of the principal Act, for sub-section (3), the following sub-section shall be substituted and shall be deemed to have been substituted with effect from the 1st day of July 2017, namely :—

“(3) Where the input tax credit has been wrongly availed and utilised, the registered person shall pay interest on such input tax credit wrongly availed and utilised, at such rate not exceeding twenty-four per cent. as may be notified by the Government, on the recommendations of the Council, and the interest shall be calculated, in such manner as may be prescribed.”

Amendment  
of section  
52 of  
Mah. XLIII  
of 2017.

**14.** In section 52 of the principal Act, in sub-section (6), in the proviso, for the words “ due date for furnishing of statement for the month of September ”, the words “thirtieth day of November” shall be substituted.

Amendment  
of section  
54 of  
Mah. XLIII  
of 2017.

**15.** In section 54 of the principal Act, —

(a) in sub-section (1), in the proviso, for the words and figures “ the return furnished under section 39 in such ”, the words “ such form and” shall be substituted ;

(b) in sub-section (2), for the words “six months”, the words “ two years ” shall be substituted ;

(c) in sub-section (10), the words, brackets and figure “under sub-section (3)” shall be deleted ;

(d) in the *Explanation*, in clause (2), after sub-clause (b), the following sub-clause shall be inserted, namely :—

“(ba) in case of zero-rated supply of goods or services or both to a Special Economic Zone developer or a Special Economic Zone unit where a refund of tax paid is available in respect of such supplies themselves, or as the case may be, the inputs or input services used in such supplies, the due date for furnishing of return under section 39 in respect of such supplies ;”.

Amendment  
of notification  
issued under  
section 146 of  
Mah. XLIII of  
2017,  
retrospec-  
tively.

**16.** (1) The Government Notification of the Finance Department No. GST-1018/C.R. 13/Taxation-1 (Notification No. 9/2018- State Tax), dated the 24th January 2018, issued by the State Government on the recommendations of the Council, under section 146 of the principal Act, shall stand amended and shall be deemed to have been amended retrospectively, in the manner specified in column (2) of the First Schedule, on and from the date specified in column (3) of that Schedule.

(2) For the purposes of sub-section (1), the State Government shall have and shall be deemed to have the power to amend the notification referred to in the said sub-section with retrospective effect as if the State Government had the power to amend the said notification under section 146 of the principal Act, retrospectively, at all material times.

Amendment  
of notification  
issued under  
sections (1)  
and (3) of  
section 50,  
sub-section  
(12) of section  
54 and section  
56 of Mah.  
XLIII of 2017,  
retrospec-  
tively.

**17.** (1) The Government Notification of the Finance Department No. GST-1017/C.R. 103(20)/Taxation-1, dated the 29th June 2017, issued by the State Government on the recommendations of the Council, under sub-sections (1) and (3) of section 50, sub-section (12) of section 54 and section 56 of the principal Act, shall stand amended and shall be deemed to have been amended retrospectively, in the manner specified in column (2) of the Second Schedule, on and from the date specified in column (3) of that Schedule.

(2) For the purposes of sub-section (1), the State Government shall have and shall be deemed to have the power to amend the notification referred to in the said sub-section with retrospective effect as if the State Government had the power to

amend the said notification under sub-sections (1) and (3) of section 50, sub-section (12) of section 54 and section 56 of the principal Act, retrospectively, at all material times.

18. (1) Notwithstanding anything contained in the Government Notification of the Finance Department No. GST-1017/C.R. 104 /Taxation-1. (Notification No. 01/2017-State Tax (Rate) ), dated the 29th June 2017, issued by the State Government on the recommendations of the Council, in exercise of the powers under sub-section (1) of section 9 of the principal Act, no State tax shall be levied or collected in respect of supply of unintended waste generated during the production of fish meal (falling under heading 2301), except for fish oil, during the period commencing from the 1st day of July 2017 and ending with the 30th day of September 2019 (both days inclusive).

Retrospective exemption from, or levy or collection of State for in certain cases.

(2) No refund shall be made of all such tax which has been collected, but which would not have been so collected, had sub-section (1) been in force at all material times.

19. (1) Subject to the provisions of sub-section (2), the Government Notification of the Finance Department No. GST-1019/C.R. 116(11)/Taxation-1. (Notification No. 25/2019-State Tax (Rate)), dated the 1st October 2019, issued by the State Government on the recommendations of the Council, in exercise of the powers under sub-section (2) of section 7 of the principal Act, shall be deemed to have, and always to have, for all purposes, come into force on and from the 1st day of July 2017.

Retrospective effect to notification issued under sub-section (2) of section 7 of Mah. XLIII of 2017.

(2) No refund shall be made of all such State tax which has been collected, but which would not have been so collected, had the notification referred to in sub-section (1) been in force at all material times.

## FIRST SCHEDULE

(See section 16(1))

Notification number and date	Amendment	Date of effect of amendment
(1)	(2)	(3)
Government Notification of the Finance Department, No. GST- 1018/ C.R. 13/Taxation-1 (Notification No. 9/2018- State Tax), dated the 24th January 2018.	In the said notification, in paragraph 1, for the words “ furnishing of returns and computation and settlement of integrated tax ”, the following shall be substituted, namely :— “furnishing of returns and computation and settlement of integrated tax and save as otherwise provided in the Government Notification of the Finance Department No. GST- 1019/C.R. 153/Taxation-1, dated the 1st January 2020, all functions provided under the Maharashtra Goods and Services Tax Rules, 2017. ”.	22nd June 2017.

## SECOND SCHEDULE

(See section 17(1))

Notification number and date	Amendment	Date of effect of amendment
(1)	(2)	(3)
Government Notification of the Finance Department, No. GST- 1017/ C.R. 103(20) /Taxation-1, dated the 29th June 2017.	In the said notification, in the table, against serial number 2, in column (3), for the figures “24”, the figures “18” shall be substituted.	1st July 2017.



## STATEMENT OF OBJECTS AND REASONS

Various decisions have been taken by the Goods and Services Tax Council requiring amendments in Goods and Services Tax Laws. Accordingly, the Central Goods and Services Tax Act, 2017 (12 of 2017) and Integrated Goods and Services Tax Act, 2017 (13 of 2017) have been amended by the Parliament by the Finance Act, 2022 (6 of 2022). In order to maintain the uniformity in applicability of the provisions of the Central Goods and Services Tax Act, 2017 and Maharashtra Goods and Services Tax Act, 2017 (Mah. XLIII of 2017), it is considered expedient to amend the Maharashtra Goods and Services Tax Act, 2017.

2. The salient features of the proposed amendments to the said Act, are as follows :—

(i) in section 16,—

(a) to insert new clause (ba) in sub-section (2), so as to provide that input tax credit with respect to a supply may be availed only when such credit has not been restricted in the details communicated to the registered person under section 38 ;

(b) to amend sub-section (4) so as to provide that a registered person shall not be entitled to take input tax credit in respect of any invoice or debit note after the thirtieth day of November following the end of the financial year to which such invoice or debit note pertains, or furnishing of the relevant annual return, whichever is earlier ;

(ii) section 29, in sub-section (2),—

(a) to amend clause (b), so as to provide that the registration of a person paying tax under section 10 is liable to be cancelled if the return for a financial year has not been furnished beyond three months from the due date of furnishing of the said return ;

(b) to amend clause (c), so as to provide for prescribing continuous tax periods for which return has not been furnished, which would make a registration liable for cancellation, in respect of any registered person, other than a person specified in clause (b) thereof ;

(iii) in section 34, to amend sub-section (2) so as to provide for thirtieth day of November following the end of the financial year, or the date of furnishing of the relevant annual return, whichever is earlier, as the last date for issuance of credit notes in respect of any supply made in a financial year ;

(iv) in section 37,—

(a) to amend sub-section (1) so as to provide for prescribing conditions and restrictions for furnishing the details of outward supply and the conditions and restrictions as well as manner and time for communication of the details of such outward supplies to concerned recipients ;

(b) to delete first proviso to sub-section (1) and to delete sub-section (2) ;

(c) to amend sub-section (3) so as to remove reference to unmatched details under section 42 or section 43 ;

(d) to insert sub-section (4) so as to provide for tax period-wise sequential filing of details of outward supplies under sub-section (1) ;

(v) to substitute section 38 ;

(vi) in section 39,—

(a) to amend sub-section (5) so as to provide that the non-resident taxable person shall furnish the return for a month within thirteen days after the end of the month or within seven days after the last day of the period of registration specified under sub-section (1) of section 27, whichever is earlier ;

(b) to substitute the first proviso to sub-section (7) so as to provide an option to the persons furnishing return under proviso to sub-section (1) to pay either the self-assessed tax or an amount that may be prescribed ;

(c) to amend sub-section (9) so as to remove reference of sections 37 and 38 and to amend the proviso to said sub-section so as to provide for thirtieth day of November following the end of the financial year, or the date of furnishing of the relevant annual return, whichever is earlier, as the last date for the rectification of errors in the return furnished under section 39 ;

(d) to amend sub-section (10) so as to provide for furnishing of details of outward supplies of a tax period under sub-section (1) of section 37 as a condition for furnishing the return under section 39 for the said tax period ;

(vii) to substitute section 41 so as to do away with the concept of “claim” of eligible input tax credit on a “provisional” basis and to provide for availment of self-assessed input tax credit subject to such conditions and restrictions as may be prescribed ;

(viii) to delete sections 42, 43 and 43A ;

(ix) to amend sub-section (1) of section 47 so as to provide for levy of late fee for delayed filing of return under section 52 and to remove reference of section 38 as there is no requirement of furnishing details of inward supplies by the registered person under the said section 38 ;

(x) to amend sub-section (2) of section 48 so as to remove reference to section 38 therefrom as there is no requirement of furnishing details of inward supplies by the registered person under the said section 38 ;

(xi) in section 49,—

(a) to amend sub-section (4) so as to provide for prescribing restrictions for utilizing the amount available in the electronic credit ledger ;

(b) to insert sub-section (12) so as to provide for prescribing the maximum proportion of output tax liability which may be discharged through the electronic credit ledger ;

(xii) to substitute sub-section (3) of section 50, retrospectively, with effect from the 1st July 2017, so as to provide for levy of interest on input tax credit wrongly availed and utilised, and to provide for prescribing manner of calculation of interest in such cases ;

(xiii) to amend proviso to sub-section (6) of section 52 so as to provide for thirtieth day of November following the end of the financial year, or the date of furnishing of the relevant annual return, whichever is earlier, as the last date upto which the rectification of errors shall be allowed in the statement furnished under sub-section (4) ;

(xiv) in section 54,—

(a) to amend proviso to sub-section (1) so as to explicitly provide that claim of refund of any balance in the electronic cash ledger shall be made in such form and manner as may be prescribed ;

(b) to amend sub-section (2) so as to align it with sub-section (1) by providing time limit of two years from the last day of the quarter in which the supply was received for claiming refund of tax paid on inward supplies of goods or services or both by the person specified in the said sub-section ;

(c) to amend sub-section (10) so as to extend the scope of the said sub-section to all types of refund claims ;

(d) to insert a new sub-clause (ba) in clause (2) of *Explanation* in order to provide clarity regarding the relevant date for filing refund claim in respect of supplies made to a Special Economic Zone developer or a Special Economic Zone unit ;

(xv) to amend the Government Notification, Finance Department, No. GST-1018/C.R. 13/Taxation-1, dated the 24th January 2018, to notify *www.gst.gov.in*, retrospectively, with effect from 22nd June 2017, as the Common Goods and Services Tax Electronic Portal, for all functions provided under the Maharashtra Goods and Services Tax Rules, 2017 ;

(xvi) to amend the Government Notification, Finance Department, No. GST-1017/C.R. 103(20) /Taxation-1, dated the 29th June 2017, so as to notify rate of interest under sub-section (3) of section 50, retrospectively, as 18 per cent., with effect from the 1st July 2017 ;

(xvii) to provide retrospective exemption from State tax in respect of supply of unintended waste generated during the production of fish meal (falling under heading 2301), except for fish oil, during the period from the 1st July 2017 upto the 30th September 2019 (both days inclusive) ;

(xviii) to give retrospective effect to the Government Notification, Finance Department, No. GST-1019/C.R.116(11)/Taxation-1, dated the 1st October 2019, with effect from the 1st July 2017.

3. The Bill is intended to achieve the above objectives.

Mumbai,  
dated the 12th August 2022.

EKNATH SAMBHAJI SHINDE,  
Chief Minister.



## MEMORANDUM REGARDING DELEGATED LEGISLATION

The Bill involves the following proposals for delegation of legislative power, namely :—

*Clause 1(2).*— Under this clause, power is taken to the State Government to bring into force the remaining sections of the Act on such date, with prospective or retrospective effect, as the State Government may, by notification in the *Official Gazette*, appoint and different dates may be appointed for different provisions of this Act.

*Clause 3.*— Under this clause, which seeks to amend clause (c) of sub-section (2) of section 29 of the Maharashtra Goods and Services Tax Act, 2017, power is taken to the State Government to provide by rules continuous tax periods for which return has not been furnished, which would make a registration liable for cancellation, in respect of any registered person, other than a person specified in clause (b) thereof.

*Clause 6.*— Under this clause, which seeks to substitute section 38 of the said Act, power is taken to the State Government to make rules to specify other supplies as well as the manner, time, conditions and restrictions for communication of details of inward supplies and input tax credit to the recipient by means of an auto-generated statement and to do away with two-way communication process in return filing.

*Clause 8.*— Under this clause, which seeks to substitute section 41 of the said Act, power is taken to the State Government to make rules, so as to do away with the concept of “claim” of eligible input tax credit on a “provisional” basis and to provide for availment of self-assessed input tax credit subject to such conditions and restrictions.

*Clause 12.*— Under this clause, which seeks to amend section 49 of the Act, power is taken to the State Government to specify maximum proportion of output tax liability which may be discharged through the electronic credit ledger.

*Clause 13.*— Under this clause, which seeks to substitute sub-section (3) of section 50 of the Act, power is taken to the State Government to provide for levy of interest on input tax credit wrongly availed and utilised, and to provide by rules the manner of calculation of interest in such cases.

2. The above-mentioned proposals for delegation of legislative power are of normal character.



FINANCIAL MEMORANDUM

The Bill proposes to amend the Maharashtra Goods and Services Tax Act, 2017 (Mah. XLIII of 2017.)

There is no provision in the Bill which would involve the recurring or non-recurring expenditure from the Consolidated Fund of the State on its enactment as an Act of the State Legislature.





GOVERNOR'S RECOMMENDATION UNDER ARTICLE 207 OF  
THE CONSTITUTION OF INDIA

(Copy of Government of Maharashtra Order, Law and Judiciary Department)

In exercise of the power conferred upon him by clause (1) of Article 207 of the Constitution of India, the Governor of Maharashtra is pleased to recommend to the Maharashtra Legislative Assembly, the Introduction of the Maharashtra Goods and Service Tax (Amendment) Bill, 2022.



(Amendment) Act, 2017]

**1. to 15.**

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**16. (1)**

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Eligibility and conditions for taking input tax credit.

(a) and (b)

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(d)

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(3)

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**17. to 28.**

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**29. (1)**

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Cancellation or  
Suspension of  
registration.

(a)

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(c) any registered person, other than a person specified in clause (b), has not furnished returns for a continuous period of six months ; or

(d) and (e)                  \*                  \*                  \*                  \*

Provided that the proper officer shall not cancel the registration without giving the person an opportunity of being heard.

Provided further that, during pendency of the proceeding relating to cancellation of registration, the proper officer may suspend the registration for such period and in such manner as may be prescribed.

(3) to (6)                      \*                      \*                      \*                      \*

**30. to 33.** \* \* \* \*

Credit and  
debit notes.

**34. (1)** \* \* \*

(2) Any registered person who issues a credit note in relation to a supply of goods or services or both shall declare the details of such credit note in the return for the month during which such credit note has been issued but not later than September following the end of the financial year in which such supply was made, or the date of furnishing of the relevant annual return, whichever is earlier, and the tax liability shall be adjusted in such manner as may be prescribed :

Provided that, no reduction in output tax liability of the supplier shall be permitted, if the incidence of tax and interest on such supply has been passed on to any other person.

(3) and (4)                      \*                      \*                      \*                      \*

**35. and 36.**                   \*                   \*                   \*                   \*

Furnishing  
details of  
outward  
supplies.

**37.** (1) Every registered person, other than an Input Service Distributor, a non-resident taxable person and a person paying tax under the provisions of section 10 or section 51 or section 52, shall furnish, electronically, in such form and manner as may be prescribed, the details of outward supplies of goods or services or both effected during a tax period on or before the tenth day of the month succeeding the said tax period and such details shall be communicated to the recipient of the said supplies within such time and in such manner as may be prescribed :

Provided that the registered person shall not be allowed to furnish the details of outward supplies during the period from the eleventh day to the fifteenth day of the month succeeding the tax period :

Provided further that the Commissioner may, for reasons to be recorded in writing, by notification, extend the time limit for furnishing such details for such class of taxable persons as may be specified therein :

Provided also that any extension of time limit notified by the Commissioner of central tax shall be deemed to be notified by the Commissioner.

(2) Every registered person who has been communicated the details under sub-section (3) of section 38 or the details pertaining to inward supplies of Input Service Distributor under sub-section (4) of section 38, shall either accept or reject the details so communicated, on or before the seventeenth day, but not before the fifteenth day, of the month succeeding the tax period and the details furnished by him under sub-section (1) shall stand amended accordingly.

(3) Any registered person, who has furnished the details under sub-section (1) for any tax period and which have remained unmatched under section 42 or section 43, shall, upon discovery of any error or omission therein, rectify such error or omission in such manner as may be prescribed, and shall pay the tax and interest, if any, in case there is a short payment of tax on account of such error or omission, in the return to be furnished for such tax period :

Provided that no rectification of error or omission in respect of the details furnished under sub-section (1) shall be allowed after furnishing of the return under section 39 for the month of September following the end of the financial year to which such details pertain, or furnishing of the relevant annual return, whichever is earlier.

**Explanation.—** For the purposes of this Chapter, the expression “details of outward supplies” shall include details of invoices, debit notes, credit notes and revised invoices issued in relation to outward supplies made during any tax period.

**38.** (1) Every registered person, other than an Input Service Distributor or a non-resident taxable person or a person paying tax under the provisions of section 10 or section 51 or section 52, shall verify, validate, modify or delete, if required, the details relating to outward supplies and credit or debit notes communicated under sub-section (1) of section 37 to prepare the details of his inward supplies and credit or debit notes and may include therein, the details of inward supplies and credit or debit notes received by him in respect of such supplies that have not been declared by the supplier under sub-section (1) of section 37.

Furnishing  
details of  
inward  
supplies.

(2) Every registered person, other than an Input Service Distributor or a non-resident taxable person or a person paying tax under the provisions of section 10 or section 51 or section 52, shall furnish, electronically, the details of inward supplies of taxable goods or services or both, including inward supplies of goods or services or both on which the tax is payable on reverse charge basis under this Act and inward supplies of goods or services or both taxable under the Integrated Goods and Services Tax Act or on which integrated goods and services tax is payable under section 3 of the Customs Tariff Act, 1975, and credit or debit notes received in respect of such supplies during a tax period after the tenth day but on or before the fifteenth day of the month succeeding the tax period in such form and manner as may be prescribed :

Provided that the Commissioner may, for reasons to be recorded in writing, by notification, extend the time limit for furnishing such details for such class of taxable persons as may be specified therein :

Provided further that any extension of time limit notified by the Commissioner of central tax shall be deemed to be notified by the Commissioner.

(3) The details of supplies modified, deleted or included by the recipient and furnished under sub-section (2) shall be communicated to the supplier concerned in such manner and within such time as may be prescribed.

(4) The details of supplies modified, deleted or included by the recipient in the return furnished under sub-section (2) or sub-section (4) of section 39 shall be communicated to the supplier concerned in such manner and within such time as may be prescribed.

(5) Any registered person, who has furnished the details under sub-section (2) for any tax period and which have remained unmatched under section 42 or section 43, shall, upon discovery of any error or omission therein, rectify such error or omission in the tax period during which such error or omission is noticed in such manner as may be prescribed, and shall pay the tax and interest, if any, in case there is a short payment of tax on account of such error or omission, in the return to be furnished for such tax period :

Provided that no rectification of error or omission in respect of the details furnished under sub-section (2) shall be allowed after furnishing of the return under section 39 for the month of September following the end of the financial year to which such details pertain, or furnishing of the relevant annual return, whichever is earlier.

Furnishing of  
returns.

**39.** (1) to (4)

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(5) Every registered non-resident taxable person shall, for every calendar month or part thereof, furnish, in such form and manner as may be prescribed, a return, electronically, within twenty days after the end of a calendar month or within seven days after the last day of the period of registration specified under sub-section (1) of section 27, whichever is earlier.

(6)

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(7) Every registered person who is required to furnish a return under sub-section (1), other than the person referred to in the proviso thereto, or sub-section (3) or sub-section (5), shall pay to the Government the tax due as per such return not later than be the last date on which he is required to furnish such return :

Provided that, every registered person furnishing return under the proviso to sub-section (1) shall pay to the Government, the tax due taking into account inward and outward supplies of goods or services or both, input tax credit availed, tax payable and such other particulars during a month, in such form and manner, and within such time, as may be prescribed:

provided further that, every registered person furnishing return under sub-section (2) shall pay to the Government the tax due taking into account turnover in the State, inward supplies of goods or services or both, tax payable, and such other particulars during a quarter, in such form and manner, and within such time, as may be prescribed.

Provided that, the Government may, on the recommendations of the Council, notify certain classes of registered person who shall pay to the Government the tax due or part thereof as per the return on or before the last date on which he is required to furnish such return, subject to such conditions and safeguards as may be specified therein.

(8)

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(9) Subject to the provisions of sections 37 and 38, if any registered person after furnishing a return under sub-section (1) or sub-section (2) or sub-section (3) or sub-section (4) or sub-section (5) discovers any omission or incorrect particulars therein, other than as a result of scrutiny, audit, inspection or enforcement activity by the tax authorities, he shall rectify such omission or incorrect particulars in such form and manner as may be Prescribed, subject to payment of interest under this Act :

Provided that no such rectification of any omission or incorrect particulars shall be allowed after the due date for furnishing of return for

the month of September or second quarter following the end of the financial year to which such details pertain or the actual date of furnishing of relevant annual return, whichever is earlier.

(10) A registered person shall not be allowed to furnish a return for a tax period if the return for any of the previous tax periods has not been furnished by him.

**40.**

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**41.** (1) Every registered person shall, subject to such conditions and restrictions as may be prescribed, be entitled to take the credit of eligible input tax, as self-assessed, in his return and such amount shall be credited on a provisional basis to his electronic credit ledger.

Claim of input tax credit and provisional acceptance thereof.

(2) The credit referred to in sub-section (1) shall be utilised only for payment of self-assessed output tax as per the return referred to in the said sub-section.

**42.** (1) The details of every inward supply furnished by a registered person (hereafter in this section referred to as the “recipient”) for a tax period shall, in such manner and within such time as may be prescribed, be matched—

Matching, reversal and reclaim of input tax credit.

(a) with the corresponding details of outward supply furnished by the corresponding registered person (hereafter in this section referred to as the “supplier”) in his valid return for the same tax period or any preceding tax period;

(b) with the integrated goods and services tax paid under section 3 of the Customs Tariff Act, 1975 in respect of goods imported by him ; and

(c) for duplication of claims of input tax credit.

(2) The claim of input tax credit in respect of invoices or debit notes relating to inward supply that match with the details of corresponding outward supply or with the integrated goods and services tax paid under section 3 of the Customs Tariff Act, 1975 in respect of goods imported by him shall be finally accepted and such acceptance shall be communicated, in such manner as may be prescribed, to the recipient.

(3) Where the input tax credit claimed by a recipient in respect of an inward supply is in excess of the tax declared by the supplier for the same supply or the outward supply is not declared by the supplier in his valid returns, the discrepancy shall be communicated to both such persons in such manner as may be prescribed.

(4) The duplication of claims of input tax credit shall be communicated to the recipient in such manner as may be prescribed.

(5) The amount in respect of which any discrepancy is communicated under sub-section (3) and which is not rectified by the supplier in his valid return for the month in which discrepancy is communicated shall be added to the output tax liability of the recipient, in such manner as may be prescribed, in his return for the month succeeding the month in which the discrepancy is communicated.

(6) The amount claimed as input tax credit that is found to be in excess on account of duplication of claims shall be added to the output tax liability of the recipient in his return for the month in which the duplication is communicated.

(7) The recipient shall be eligible to reduce, from his output tax liability, the amount added under sub-section (5), if the supplier declares the details of the invoice or debit note in his valid return within the time specified in sub-section (9) of section 39.

(8) A recipient in whose output tax liability any amount has been added under sub-section (5) or sub-section (6), shall be liable to pay interest at the rate specified under sub-section (1) of section 50 on the amount so added from the date of availing of credit till the corresponding additions are made under the said sub-sections.

(9) Where any reduction in output tax liability is accepted under sub-section (7), the interest paid under sub-section (8) shall be refunded to the recipient by crediting the amount in the corresponding head of his electronic cash ledger in such manner as may be prescribed :

Provided that the amount of interest to be credited in any case shall not exceed the amount of interest paid by the supplier.

(10) The amount reduced from the output tax liability in contravention of the provisions of sub-section (7) shall be added to the output tax liability of the recipient in his return for the month in which such contravention takes place and such recipient shall be liable to pay interest on the amount so added at the rate specified in sub-section (3) of section 50.

Matching,  
reversal and  
reclaim of  
reduction in  
output tax  
liability.

**43.** (1) The details of every credit note relating to outward supply furnished by a registered person (hereafter in this section referred to as the “supplier”) for a tax period shall, in such manner and within such time as may be prescribed, be matched—

(a) with the corresponding reduction in the claim for input tax credit by the corresponding registered person (hereafter in this section referred to as the “recipient”) in his valid return for the same tax period or any subsequent tax period; and

(b) for duplication of claims for reduction in output tax liability.

(2) The claim for reduction in output tax liability by the supplier that matches with the corresponding reduction in the claim for input tax credit by the recipient shall be finally accepted and communicated, in such manner as may be prescribed, to the supplier.

(3) Where the reduction of output tax liability in respect of outward supplies exceeds the corresponding reduction in the claim for input tax credit or the corresponding credit note is not declared by the recipient in his valid returns, the discrepancy shall be communicated to both such persons in such manner as may be prescribed.

(4) The duplication of claims for reduction in output tax liability shall be communicated to the supplier in such manner as may be prescribed.

(5) The amount in respect of which any discrepancy is communicated under sub-section (3) and which is not rectified by the recipient in his valid return for the month in which discrepancy is communicated shall be added to the output tax liability of the supplier, in such manner as may be prescribed, in his return for the month succeeding the month in which the discrepancy is communicated.

(6) The amount in respect of any reduction in output tax liability that is found to be on account of duplication of claims shall be added to the output tax liability of the supplier in his return for the month in which such duplication is communicated.



(7) The supplier shall be eligible to reduce, from his output tax liability, the amount added under sub-section (5) if the recipient declares the details of the credit note in his valid return within the time specified in sub section (9) of section 39.

(8) A supplier in whose output tax liability any amount has been added under sub-section (5) or sub-section (6), shall be liable to pay interest at the rate specified under sub-section (1) of section 50 in respect of the amount so added from the date of such claim for reduction in the output tax liability till the corresponding additions are made under the said sub sections.

(9) Where any reduction in output tax liability is accepted under sub-section (7), the interest paid under sub-section (8) shall be refunded to the supplier by crediting the amount in the corresponding head of his electronic cash ledger in such manner as may be prescribed :

Provided that the amount of interest to be credited in any case shall not exceed the amount of interest paid by the recipient.

(10) The amount reduced from output tax liability in contravention of the provisions of sub-section (7) shall be added to the output tax liability of the supplier in his return for the month in which such contravention takes place and such supplier shall be liable to pay interest on the amount so added at the rate specified in sub-section (3) of section 50.

**43A.** (1) Notwithstanding anything contained in sub-section (2) of section 16, section 37 or section 38, every registered person shall in the returns furnished under sub-section (1) of section 39 verify, validate, modify or delete the details of supplies furnished by the suppliers.

Producer for  
furnishing  
return and  
availing input  
tax credit.

(2) Notwithstanding anything contained in section 41, section 42 or section 43, the procedure for availing of input tax credit by the recipient and verification thereof shall be such as may be prescribed.

(3) The procedure for furnishing the details of outward supplies by the supplier on the common portal, for the purposes of availing input tax credit by the recipient shall be such as may be prescribed.

(4) The procedure for availing input tax credit in respect of outward supplies not furnished under sub-section (3) shall be such as may be prescribed and such procedure may include the maximum amount of the input tax credit which can be so availed, not exceeding twenty per cent of the input tax credit available, on the basis of details furnished by the suppliers under the said sub-section.

(5) The amount of tax specified in the outward supplies for which the details have been furnished by the supplier under sub-section (3) shall be deemed to be the tax payable by him under the provisions of the Act.

(6) The supplier and the recipient of a supply shall be jointly and severally liable to pay tax or to pay the input tax credit availed, as the case may be, in relation to outward supplies for which the details have been furnished under sub-section (3) or sub-section (4) but return thereof has not been furnished.

(7) For the purposes of sub-section (6), the recovery shall be made in such manner as may be prescribed and such procedure may provide for non-recovery of an amount of tax or input tax credit wrongly availed not exceeding one thousand rupees.

(8) The procedure, safeguards and threshold of the tax amount in relation to outward supplies, the details of which can be furnished under sub-section (3) by a registered person,—

(i) within six months of taking registration ;

(ii) who has defaulted in payment of tax and where such default has continued for more than two months from the due date of payment of such defaulted amount, shall be such as may be prescribed.”.

**44. to 46.** \* \* \*

Leavy of late  
fee.

**47.** (1) Any registered person who fails to furnish the details of outward or inward supplies required under section 37 or section 38 or returns required under section 39 or section 45 by the due date shall pay a late fee of one hundred rupees for every day during which such failure continues subject to a maximum amount of five thousand rupees.

(2) \* \* \*

Goods and  
services tax  
practitioners.

**48.** (1) \* \* \*

(2) A registered person may authorise an approved goods and services tax practitioner to furnish the details of outward supplies under section 37, the details of inward supplies under section 38 and the return under section 39 or section 44 or section 45 and to perform such other functions in such manner as may be prescribed.

(3) \* \* \*

Payment of  
tax, interest,  
penalty and  
other amounts.

**49.** (1) \* \* \*

(2) The input tax credit as self-assessed in the return of a registered person shall be credited to his electronic credit ledger, in accordance with section 41 or section 43A, to be maintained in such manner as may be prescribed.

(3) \* \* \*

(4) The amount available in the electronic credit ledger may be used for making any payment towards output tax under this Act or under the Integrated Goods and Services Tax Act in such manner and subject to such conditions and within such time as may be prescribed.

(5) to (11) \* \* \*

49A. and 49B. \* \* \*

Interest on  
delayed  
payment of tax

**50.** (1) and (2) \* \* \*

(3) A taxable person who makes an undue or excess claim of input tax credit under sub-section (10) of section 42 or undue or excess reduction in output tax liability under sub-section (10) of section 43, shall pay interest on such undue or excess claim or on such undue or excess reduction, as the case may be, at such rate not exceeding twenty-four per cent., as may be notified by the Government on the recommendations of the Council.

**51.** \* \* \*

Collection of  
tax at source.

**52.** (1) to (5) \* \* \*

(6) If any operator after furnishing a statement under sub-section (4) discovers any omission or incorrect particulars therein, other than as a result of scrutiny, audit, inspection or enforcement activity by the tax authorities, he shall rectify such omission or incorrect particulars in the

statement to be furnished for the month during which such omission or incorrect particulars are noticed, subject to payment of interest, as specified in sub-section (1) of section 50 :

Provided that no such rectification of any omission or incorrect particulars shall be allowed after the due date for furnishing of statement for the month of September following the end of the financial year or the actual date of furnishing of the relevant annual statement, whichever is earlier.

(7) to (14)	*	*	*	*
<b>53. and 53A.</b>	*	*	*	*

**54.** (1) Any person claiming refund of any tax and interest, if any, paid on such tax or any other amount paid by him, may make an application before the expiry of two years from the relevant date in such form and manner as may be prescribed :

Refund of tax.

Provided that a registered person, claiming refund of any balance in the electronic cash ledger in accordance with the provisions of sub-section (6) of section 49, may claim such refund in the return furnished under section 39 in such manner as may be prescribed.

(2) A specialized agency of the United Nations Organization or any Multilateral Financial Institution and Organization notified under the United Nations (Privileges and Immunities) Act, 1947, Consulate or Embassy of foreign countries or any other person or class of persons, as notified under section 55, entitled to a refund of tax paid by it on inward supplies of goods or services or both, may make an application for such refund, in such form and manner as may be prescribed, before the expiry of six months from the last day of the quarter in which such supply was received.

(3) to (9)	*	*	*	*
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(10) Where any refund is due under sub-section (3) to a registered person who has defaulted in furnishing any return or who is required to pay any tax, interest or penalty, which has not been stayed by any court, Tribunal or Appellate Authority by the specified date, the proper officer may—

(a) withhold payment of refund due until the said person has furnished the return or paid the tax, interest or penalty, as the case may be ;

(b) deduct from the refund due, any tax, interest, penalty, fee or any other amount which the taxable person is liable to pay but which remains unpaid under this Act or under the existing law.

*Explanation.*—For the purposes of this sub-section, the expression “specified date” shall mean the last date for filing an appeal under this Act.

(11) to (14)	*	*	*	*
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*Explanation.*—For the purposes of this section,—

(1) “refund” includes refund of tax paid on zero-rated supplies of goods or services or both or on inputs or input services used in making such zero-rated supplies, or refund of tax on the supply of goods regarded as deemed exports, or refund of unutilised input tax credit as provided under sub-section (3).

(2) “relevant date” means—

(a) in the case of goods exported out of India where a refund of tax paid is available in respect of goods themselves or, as the case may be, the inputs or input services used in such goods,—

(i) if the goods are exported by sea or air, the date on which the ship or the aircraft in which such goods are loaded, leaves India ; or

(ii) if the goods are exported by land, the date on which such goods pass the frontier ; or

(iii) if the goods are exported by post, the date of despatch of goods by the Post Office concerned to a place outside India ;

(b) in the case of supply of goods regarded as deemed exports where a refund of tax paid is available in respect of the goods, the date on which the return relating to such deemed exports is furnished ;

(c) in the case of services exported out of India where a refund of tax paid is available in respect of services themselves or, as the case may be, the inputs or input services used in such services, the date of,—

(i) receipt of payment in convertible foreign exchange, or in Indian rupees whenever permitted by Reserve Bank of India where the supply of services had been completed prior to the receipt of such payment; or

(ii) issue of invoice, where payment for the services had been received in advance prior to the date of issue of the invoice ;

(d) in case where the tax becomes refundable as a consequence of judgment, decree, order or direction of the Appellate Authority, Appellate Tribunal or any court, the date of communication of such judgment, decree, order or direction ;

(e) in the case of refund of unutilised input tax credit under clause (ii) of the first proviso to sub-section (3), the due date for furnishing of return under section 39 for the period in which such claim for refund arises.

(f) in the case where tax is paid provisionally under this Act or the rules made thereunder, the date of adjustment of tax after the final assessment thereof;

(g) in the case of a person, other than the supplier, the date of receipt of goods or services or both by such person ; and

(h) in any other case, the date of payment of tax.

<b>55. to 174.</b>	*	*	*	*
<b>SCHEDULES.</b>	*	*	*	*

**MAHARASHTRA LEGISLATURE  
SECRETARIAT**

**[L. A. BILL No. XXII OF 2022.]**

**[A Bill further to amend the  
Maharashtra Goods and  
Services Tax Act, 2017.]**

**[SHRI EKNATH SAMBHAJI SHINDE,  
Chief Minister.]**

**RAJENDRA BHAGWAT,  
Principal Secretary,  
Maharashtra Legislative Assembly.**