

GST COMPENSATION TO STATES

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Ministry of Finance

GST Compensation to States

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Government has compensated to the States/UTs for the reported revenue deficit on account of implementation of Goods and Services Tax (GST). As per provisions in Section 7 of the GST (Compensation to States) Act, 2017 loss of revenue to the States on account of implementation of Goods and Services Tax shall be payable during transition period and compensation payable to a State shall be provisionally calculated and released at the end of every two months during transition period of 5 years.

As per Section 4 of the said Act, financial year 2015-16 has been taken as the base year for calculating compensation amount payable to States for loss of revenue during transition period. The projected nominal growth rate of revenue subsumed for a state during the transition period shall be 14% per annum.

As per section 7(c) of the said Act, the total compensation payable in any financial year shall be difference between the projected revenue for any financial year and the actual revenue collected by a State. On this basis, the revenue loss due to implementation of GST to the states for the month of July, 2017 to March, 2018 and April to May, 2018 has been estimated to be Rs. 48178 crore (Annexure-I) and Rs. 3899 crore (Annexure-II) respectively and accordingly, States/UTs have been paid GST Compensation of Rs. 48178 crore for the period of July 2017 to March, 2018 and of Rs. 3899 crore for the period of April-May, 2018.

Annexure-I

Details of GST Compensation released to States/ UTs for FY 2017-18.

		GST	GST	GST	GST	GST
				compensat	compens	cor
		compensati	compensati	ion	ation	atio
S.		on released	on released	released	released	rele
No.	Name of	for July and	for Sep and	for Nov	for Jan	for
	State/UT					

		Aug 2017	Oct 2017			
		(Rs. in	(Rs. in	and Dec	and Feb	201
		Crore)	Crore)	2017 (Rs.	2018 (Rs.	in C
				in Crore)	in Crore)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Andhra					
1	Pradesh	116	266	0	0	0
2	Arunachal					
	Pradesh	15	0	0	0	0
3	Assam	338	331	15	202	94
4	Bihar	692	1054	373	922	99
5	Chhattisgarh	253	562	219	449	106
6	Delhi	115	42	0	0	169
7	Goa	68	35	99	50	29
8	Gujarat	1402	880	252	1153	590
9	Haryana	476	325	0	398	262
	Himachal					
10	Pradesh	0	0	539	336	184
11	J & K	367	314	127	329	23
12	Jharkhand	313	489	94	369	103
13	Karnataka	1189	2082	859	2116	128
14	Kerala	810	395	0	567	330
	Madhya					
15	Pradesh	433	908	0	1170	157
16	Maharashtra	0	834	0	654	158
17	Manipur	24	0	0	0	0
18	Meghalaya	52	38	20	14	16
19	Mizoram	0	0	0	0	0
20	Nagaland	0	0	0	0	0
21	Odisha	333	687	306	693	245
22	Puducherry	44	122	58	109	52

23	Punjab	1138	960	740	1199	581
24	Rajasthan	1205	706	0	687	301
25	Sikkim	0	0	0	6	0
26	Tamil Nadu	530	102	0	0	0
27	Telangana	7	162	0	0	0
28	Tripura	31	43	14	41	20
29	Uttar Pradesh	190	1330	0	604	308
30	Uttarakhand	223	460	183	417	149
31	West Bengal	441	567	0	600	0
	Total	10805	13694	3898	13085	669

Annexure-II

Details of GST Compensation released to States/UTs for FY 2018-19

S. No.	Name of State/UT	GST compensation released
		for April- May, 2018 (Rs. in Crore)
(1)	(2)	(3)
1	Andhra Pradesh	0
2	Arunachal Pradesh	0
3	Assam	0
4	Bihar	325
5	Chhattisgarh	257
6	Delhi	0
7	Goa	28
8	Gujarat	174
9	Haryana	0
10	Himachal Pradesh	225
11	J & K	147
12	Jharkhand	76

13	Karnataka	792
14	Kerala	67
15	Madhya Pradesh	130
16	Maharashtra	0
17	Manipur	0
18	Meghalaya	0
19	Mizoram	0
20	Nagaland	0
21	Odisha	282
22	Puducherry	79
23	Punjab	944
24	Rajasthan	106
25	Sikkim	0
26	Tamil Nadu	0
27	Telangana	0
28	Tripura	2
29	Uttar Pradesh	0
30	Uttarakhand	265
31	West Bengal	0
	Total	3899

This was stated by Shri Shiv Pratap Shukla, Minister of State for Finance in a Written reply to a question in Lok Sabha today.

DSM/KA

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