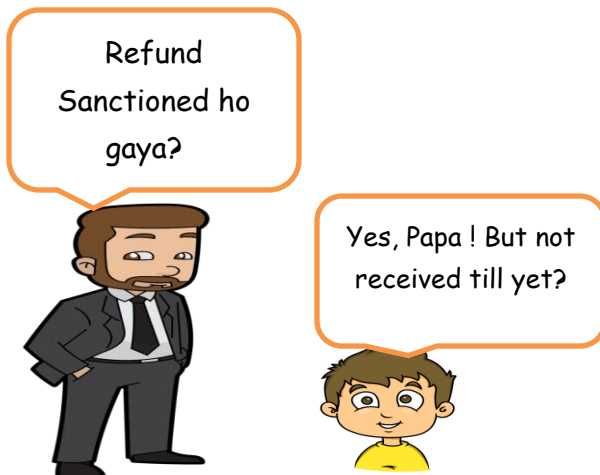
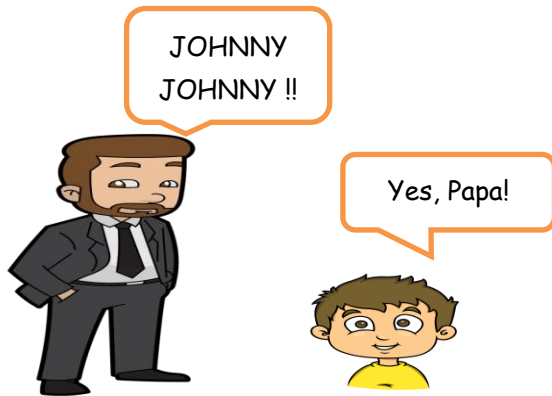


GST and JOHNNY- UPDATE No.38



This papa: -After sanctioning the Refund Claim, the CGST department share these particulars with AO and he with PFMS system (Public Financial Management System). Similarly, SGST dept with treasury and in turn, it shares with PFMS. The PFMS system validates the bank details given in registration of taxpayers with concerned bank. If the bank Account details are successfully validated then PFMS system shall disburse the amount sanctioned.

However in some cases an error occurs in the validation of the bank account details at the PFMS level and the payment advice shall not be generated to the taxpayer in form RFD-05.

After that taxpayer came to know about the error then he has to rectify the bank account details in the amendment section of registration.

But even without rectification also, the complete process takes around 15 odd days to remit the amount in taxpayers account. If there is error in bank account details then it may take more time. The assessee gets his hard earned money after such a long time.

Earlier, in service tax regime, it was being credited to taxpayer by RTGS on same day of sanction. As per understanding of author of this article, technology should be used to expedite the process. The taxpayer should get his money at the earliest. But we are seeing it in GST that it is being delayed with use of advanced technology.

Stay Home Save Lives & Stay Healthy

CA Pradeep Jain