Payment of Taxes.

Register under GST.
3 electronic ledgers on portal

1) e cash ledger → 3 ledgers on portal are as per Govt's books / POV
2) e credit ledger
3) e liability register ledger

I have 10 000 cash balance in bank
to be balance in my books
10 000 ≠ balance as per bank

① e cash ledger
Dr | Cr
Banks will appear CIN
Cash deposited xx
TDS | TCS xx
[TDS - GSTR 7 - Portal - e cash ledger]
[TCS → GSTR 8 - Portal - e cash ledger]

To Pay
GST Liability Tax
Interest
Penalty
Fees
Others

To Pay RCM tax

① To Pay GST Liability (Tax) → Use pocket ITC / pay in cash

② Int | Penalty | Fees Other → pay in cash / use ITC

③ RCM tax → pay in cash / use ITC

Learn this

As per section 49 (5) of CGST Act 2017 the amt available in e cash ledger may be used for making any payment towards tax, interest, penalty, fees or other amt payable under Act.

④ Cash ledger is maintained major and minor head wise

Major head	IGST	CGST	SGST	UTGST
Minor head	Tax	Tax	Tax	Tax
	Interest	Int	I	Int
	Penalty	P	P	Pen
	Fees	F	Fees	Fees
	Others	O	Others	Other

⑤ Pay IGST Tax 10,000 Int 200
CGST Tax 5000
SGST Tax 5000

Do I need separate challan? Challan
Ans - Single challan but details are mentioned separately.

⑥ Cash Balance
IGST Tax 50000
IGST Int 2000

But How I want to pay CGST Tax 8000
No balance in CGST Tax -
Can I use the cash balance available in IGST Tax and IGST Int?

Ans Cross utilisation of cash balance across any major and minor heads is allowed vide 49 (10) of CGST Act 2017 by filing PMT 09.

⑦ Mohabnai

DDP Branch 1 Delhi Reg 1 — Branch 2 Bangalore Reg 2.

E cash ledger
Excess Cash 10000
no pending liability

Excess cash balance from Branch 2 ie DDP to another DDP ie Branch 1 is possible, provided there is no ofc liability of Branch 1.

⑧ Challan
- manual ✗
- challan generated on Portal electronically.
- CRIN - Common Portal Identification Number
- Using this challan tax payer will make payment
- Payment is successful when payment is credited to govt Bank
- then Bank generates CIN
- 14 CRIN + 3 generated by bank
- CIN → Challan Identification No.
- Bank will inform CIN to Portal
- Bank CIN → Portal → credit the amt to e cash ledger

sometimes there is error that amt is not credited to e cash ledger

raise query → e Scroll - RBI

⑨ Modes of Cash deposit
Cash Payment
Online: no limit | Offline
Cashpoint Banking counter with Debit/Cash Card
OTC - bank ₹ 10000 per challan, NEFT/RTGS - no limit.
OTC - no limit - scrutiny investigation - pay manual
E.W.B.S.

⑩ E credit ledger
Dr | Cr
GSTR 8B only accrued

To Pay liabilities
Tax
Int | Penalty
Fees | Other
RCM Tax

Input Tax

Learn this

① As per section 49(4) amount available in e credit ledger can be used only for payment of output taxes.
∴ Int | Penalty | Fees | Other, or RCM Tax cannot be paid by utilising the e-credit ledger. Items to be paid only in cash

② Input Tax Set Utilisation Rules
Learnt in Chapter of ITC

③ Input Tax
IGST used for ① IGST Liability ② CGST or SGST Liab in any order / proportion
CGST Input Tax used for ① CGST Liability ② IGST Liability
SGST Input Tax used for ① SGST Liab ② IGST Liab

To pay IGST liability → ① IGST Input tax ② CGST Input tax ③ SGST Input tax

First finish IGST input tax then use CGST Input or SGST Input tax

Rule 86B and 86A - ITC Chapter

⑪ e Liability Register
Dr | Cr

Liabilities will be reflected (from GSTR 8B)
a) Output tax
b) Int | Penalty | Fees other
c) RCM Tax

Payment of liabilities
→ Cash
tax | Int | Penalty | Fees other
RCM Tax
→ using e credit ledger
Tax

Tax Liability → Cash or e credit ledger

Other liabilities - Int Penalty Fees | others RCM Tax → only by Cash (no e credit ledger)

⑫ RCM Tax - ✗✗✗✗✗ √ ing for exams.
✗✗✗✗✗
affect ① add in GST liability in cash.
② add in Input tax credit

Must solve question from compiler where there is adj of RCM tax. ✗✗✗✗✗.

⑬ For Interest refer to Brain Mapping book.
+ Amendment in interest covered in Brain Mapping Book.

⑭ 49(5) gives sequence/order for payment of taxes
① tax and other dues of previous tax periods ✓
② tax and other dues of current tax period
③ any amt determined u/s 73, 74 & 76 final tax demand from dept

⑮ Transfer of Input tax credit.
Refer Rambaan. → Govt's P.O.V.
Concept 10 →

Taxpayer

(a) CGST Liability 100000
less ITC
IGST Input tax 80,000
Payable in Cash 20,000

(b) (Mahe)
SGST Liability 100000
less IGST 60,000
Payable Cash 40,000

Govt's PoV
CGST Govt A/c
It was expecting 100000 but we only 20000 in cash then IGST A/c will trf 20000 to CGST A/c

SGST (Mahe)
expecting 100000
Cash rec 40,000
IGST A/c trf 60,000
SGST

CGST
SGST