

Automation of Drop Proceedings for taxpayers suspended upon issuance of SCN in Form GST REG-17

- A taxpayer is suspended on the portal if they do not file six or more consecutive monthly returns /quarterly returns (QRMP) for two tax periods in Form GSTR 3B are issued with a system generated notice for cancellation in Form GST REG-17 for the returns pending to be filed up to the tax period October, 2022 for monthly and up to the September, 2022 quarter for QRMP. This process will be done periodically in the system.
- If such suspended taxpayers file all their pending returns/statements, the cancellation proceedings are automatically dropped by the system against them.
- A new functionality has been deployed on the portal where the suspended taxpayers can themselves initiate the process of drop proceedings after having filed all pending returns/statements by clicking "**Initiate Drop Proceeding**" button by navigating **Notices/Order** after login on their dashboard, if required.