

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 20th July, 2023.

Federal Inland Revenue Service (FIRS)

The Accountant-General of the Federation,

The Accountants-General of the States,

Distinguished Ladies and Gentlemen.

The Report on Taxes Collected by FIRS for the Month of June, 2023 to the FAAC Meeting Holding on 20th July, 2023.

1.0 INTRODUCTION

On behalf of the Executive Chairman of Federal Inland Revenue Service, I am delighted to present to the Federation Account Allocation Committee, details of the performances of the scheduled taxes of the Service for the month of June, 2023 as attached in Appendices I – IIIA, B & C, and summarized below:

Tax Type		Budget (Naira) ₦ b	Actual		Variance		Remark
			May, 2023 (PM) ₦ b	June, 2023 (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	
PPT	PSC/Service Contract	135.952	47.233	147.752	(11.800)	(100.519)	108.68
	JV PARTNER	36.712	33.517	69.430	(32.718)	(35.913)	189.12
	NNPC JV PPT	142.804	108.376	0.000	142.804	108.376	0.00
	MCA	24.606	0.000	0.000	24.606	0.000	0.00
	PPT Sub-Total	340.074	189.126	217.182	122.892	(28.056)	63.86
(1) PPT							

		Budget (Naira) ₦ b	May, 2023 (PM) ₦ b	June, 2023 (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	% Performance
	(2) NPDC	0.000	0.000	0.000	0.000	0.000	0.00
	(3) Other Companies.	55.098	64.986	4.894	50.204	60.092	8.88
	TOTAL PPT	395.172	254.112	222.076	173.096	32.036	56.20
CIT, SDT and CGT		174.389	260.907	854.652	(680.263)	(593.745)	490.08
CIT on Oil and Gas Companies		27.678	62.868	165.819	(138.141)	(102.951)	599.10
NNPC JV CIT		7.306	8.917	0.000	7.306	8.917	0.00
TOTAL: CIT & Others, CIT on oil and gas companies and NNPC JV CIT		209.373	332.691	1,020.471	(811.098)	(687.780)	487.39
Value Added Tax		246.148	270.197	293.412	(47.264)	(23.215)	119.20
EMTL		11.419	14.969	11.913	(0.494)	3.056	104.33
TOTAL		862.112	871.969	1,547.872	(685.76)	(675.903)	179.54
*Total Amount available for distribution			754.676	1,547.872			

*Note: This report does not include payment of N173,085,770,573.48 from NNPC which hitherto was used as FIRS share of Federally funded project.

1.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of June, 2023 was ₦222.076 billion. This performance is lower than May 2023 collection of ₦254.112 billion by ₦32.036 billion representing 12.61% decrease. It is lower than the 2023 monthly target of ₦395.172 billion by ₦173.096 billion (i.e., 43.80% decrease). The reason for the decrease in the PPT collections when compared with previous month is due to decrease in receipt of PPT from other companies.

2.0 COMPANIES INCOME TAX & OTHERS (CIT, WHT, CGT & SDT)

The CIT & other taxes collection for June, 2023 amounted to **₱1,020.471billion**. When compared with the 2023 monthly target of **₱209.373 billion**, it shows a positive variance of **₱811.098billion** or **387.39% excess**. This represents a performance level of **487.39%** to the target. It is higher than the previous month's collection of **₱332.691billion** by **₱687.780billion** or **206.73%**. The increase in performance is as a result of increase in CIT & other taxes payments received for the month.

3.0 VALUE ADDED TAX (VAT)

The Total VAT collection for the month of June, 2023 amounted to **₱293.412billion**. When compared with the 2023 monthly target of **₱246.148billion** it translates into a performance level of **119.20%**. It is higher than the **₱270.197billion** collected last month by **₱23.215billion** or **8.59%**. The increase in the collection for the month relative to the preceding month was due to increase in the consumption of VAT-able goods.

4.0 ELECTRONIC MONEY TRANSFER LEVY (EMTL)

The collection for June 2023 amounted to **₱11.913billion** and this is reported in our collection for the month.

5.0 TOTAL COLLECTED INTO FEDERATION AND VAT POOL ACCOUNTS

The total amount collected for Federation, VAT and EMTL in June, 2023 is **₱1,547.872 billion**. This performance is higher than the 2023 monthly target of **₱862.112 billion** by **₱685.76billion** or **79.54%** and a performance level of **179.54%**. It is higher than the amount of **₱871.969billion** collected in May, 2023 by **₱675.903 billion** or **77.51%**.

When all the tax types above are compared to the total collection of **₱1,547.872billion**; PPT collection of **₱222.076billion** represents **14.35%**, CIT & other taxes collection of **₱1,020.471billion** represents **65.93%**, VAT collection of **₱293.412billion** represents **18.96%** while EMTL collection of **₱11.913billion** represents **0.77%**.

Note: The exchange rate used is the CBN mandated exchange rate of USD 769.8800, EURO 839.7851 and £978.7484.

Account Reconciliation

Account Reconciliation with CBN – Banking Services Department is ongoing in respect of revenue remittances.

Thank you,

Munir. A. Muhammed

Ag. Director, Revenue Accounting Dept.

Federal Inland Revenue Service

19th July, 2023

APPENDIX I

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for June, 2023

Actual Coll June 2022	Type of Taxes	Approved Budget for 2023	Monthly Average	Actual Coll. for June, 2023	Variance	**RP %	Cumulative Approved Budget Jan. - June, 2023	Cumulative Actual Collection Jan. - June, 2023	Variance	RP %
404,157,700,343.21	PPT (note 1)	4,742,058,482,380.39	395,171,540,198.37	222,077,086,115.97	- 173,094,454,082.40	56.20	2,371,029,241,190.20	1,666,234,928,769.11	(704,794,312,421.09)	70.27
454,886,534,849.36	Companies Income	2,512,474,625,309.67	209,372,885,442.47	1,020,471,464,652.98	811,098,579,210.51	487.39	1,256,237,312,654.84	1,989,660,060,360.16	733,422,747,705.32	158.38
859,044,235,192.57	Tax, CGT & SDT	7,254,533,107,690.06	604,544,425,640.84	1,242,548,550,768.95	638,004,125,128.11	205.53	3,627,266,553,845.03	3,655,894,989,129.26	28,628,435,284.23	100.79
	Sub-Total (A)									
	VAT on:									
162,527,275,843.20	- Non-Import	2,131,099,989,404.42	177,591,665,783.70	252,014,730,351.88	74,423,064,568.18	141.91	1,065,549,994,702.21	1,241,882,733,699.59	176,332,738,997.38	116.55
45,620,275,717.90	- Import	822,672,946,304.19	68,556,078,858.68	41,396,807,863.69	- 27,159,270,994.99	60.38	411,336,473,152.10	249,065,447,218.96	- 162,273,025,933.14	60.55
208,147,551,561.10	Sub-Total (B)	2,953,772,935,708.61	246,147,744,642.39	293,411,538,215.57	47,263,793,573.19	119.20	1,476,886,467,854.31	1,490,946,180,918.55	14,059,713,064.24	100.95
10,633,158,316.35	EXMITL	137,032,655,344.00	11,419,387,945.33	11,913,149,875.06	493,761,929.73	104.32	68,516,327,672.00	83,024,395,855.89	14,508,068,183.89	121.17
1,077,824,945,070.02	Grand Total (A+B)	10,345,338,698,742.70	862,111,558,228.56	1,547,873,238,859.58	685,761,680,631.02	179.54	5,172,669,349,371.34	5,229,865,565,903.70	57,196,216,532.36	101.11

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**APPENDIX II
FEDERAL INLAND REVENUE SERVICE (FIRS)**

Actual Collection as at June, 2023

	PPT (Foreign Receipt)	PPT (Local Receipt & NNPC JV)	Sub Total PPT	Companies Income Tax	Sub-Total (Federation Account)	Non-Import VAT	Import VAT	Sub-Total	EMTL	Grand Total
	a	b								
January	179,479,885,951.27	165,793,654,192.47	345,273,540,143.74	209,390,653,919.57	554,664,194,063.32	211,010,902,249.70	38,998,697,683.88	250,009,599,932.58	13,798,911,192.75	818,472,705,188.65
February	148,375,828,300.44	137,296,101,090.37	285,671,929,390.81	111,851,033,432.80	397,522,962,823.61	204,526,434,082.75	36,272,781,733.33	240,799,215,816.08	12,130,035,304.85	650,452,213,944.54
March	99,709,686,951.09	269,074,291,111.98	368,783,978,063.07	163,857,108,376.25	532,641,086,439.32	171,685,234,284.98	47,100,520,708.17	218,785,754,993.15	15,091,626,492.78	766,518,467,925.25
April	97,578,080,549.38	92,737,938,199.64	190,316,018,749.02	151,398,780,757.72	341,714,799,506.74	178,818,460,737.14	38,924,489,663.96	217,742,950,401.10	15,121,436,356.39	574,579,186,264.23
May	145,735,911,242.28	108,376,465,064.21	254,112,376,306.49	332,691,019,220.85	586,803,395,527.34	223,826,971,993.14	46,370,149,566.93	270,197,121,560.07	14,869,236,634.06	871,969,753,721.47
June	222,077,086,115.97	-	222,077,086,115.97	1,020,471,464,652.98	1,242,548,550,768.95	252,014,730,351.88	41,396,807,863.69	293,411,538,215.57	11,913,149,875.06	1,547,873,238,859.58
July	-	-	-	-	-	-	-	-	-	-
August	-	-	-	-	-	-	-	-	-	-
September	-	-	-	-	-	-	-	-	-	-
October	-	-	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-	-	-
December	-	-	-	-	-	-	-	-	-	-
Total	892,956,479,110.44	773,278,449,658.67	1,666,234,928,769.11	1,989,660,060,360.16	3,655,894,989,129.26	1,241,882,733,699.59	249,063,447,218.96	1,490,946,180,918.55	83,024,395,855.89	5,229,865,565,903.71

1. In January the sum N168,982,074,480 comprising of N165,793,654,192.47 (NNPC JV PPT) and N3,188,420,287.53 (NNPC JV Gas) collection was used as FIRS share of Federally funded project.
2. In February the sum N139,517,663,739.74 comprising of N137,296,101,090.37 (NNPC JV PPT) and N2,221,562,649.37 (NNPC JV Gas) collection was used as FIRS share of Federally funded project.
3. In March the sum N181,633,777,151.01 comprising of N173,407,331,629.15 (NNPC JV PPT) and N8,226,445,521.86 (NNPC JV Gas) collection was used as FIRS share of Federally funded project.
4. In April the sum N92,940,988,613.09 comprising of N92,737,938,199.64 (NNPC JV PPT) and N203,050,413.44 (NNPC JV Gas) collection was used as FIRS share of Federally funded project.
5. In May the sum N117,293,011,127.64 comprising of N108,376,465,064.21 (NNPC JV PPT) and N8,916,546,063.43 (NNPC JV Gas) collection was used as FIRS share of Federally funded project.
6. The June report does not include payment of N173,085,770,573.48 from NNPC, which hitherto was used as FIRS share of Federally funded project.

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Appendix IIIA

RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT
FOR THE MONTH OF JUNE, 2023 (VAT)

	=N=	=N=
Add:		
Balance b/f (Cash Book)		
Collection for the month of June, 2023	0.00	

FIRS	252,014,730,351.88	
NCS	41,396,807,863.69	

Deduct:		293,411,538,215.57
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Transfer to VAT Pool Account by CBN		
FIRS	252,014,730,351.88	
NCS	41,396,807,863.69	

Balance as at 30th June, 2023		293,411,538,215.57
		<u>0.00</u>

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Appendix IIIB

RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF JUNE, 2023 (Fed. Account)

Add: Balance b/f
Collection for the month of June, 2023

=N=
0.00

CIT
PPT

1,020,471,464,652.98
222,077,086,115.97

1,242,548,550,768.94

Deduct:

Transfer to Federation A/c by CBN:
CIT
PPT

1,020,471,464,652.98
222,077,086,115.97

Balance as at 30th June, 2023

1,242,548,550,768.95
0.00

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Appendix III C
RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO EMTL ACCOUNT
FOR THE MONTH OF JUNE, 2023 (EMTL Account)

Balance b/f
Add: Collection for the month of June, 2023
EMTL

=N=
-
11,913,149,875.06

Deduct:

Transfer to Federation A/c by CBN:
EMTL

11,913,149,875.06

11,913,149,875.06

Balance as at 30th June, 2023

11,913,149,875.06

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