

**Restricted**



**FEDERATION ACCOUNT ALLOCATION  
COMMITTEE (FAAC)**

**Date: 17<sup>th</sup> March, 2021.**

# 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 February, 2021 to the FAAC Meeting Holding on 17<sup>th</sup> March, 2021.

## 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 February, 2021 as attached in Appendices I – IIIA & B, and summarized below:

| Tax Type |                      | Provisional Budget (Naira) | Actual               |                        | Variance         |               | Remark            |
|----------|----------------------|----------------------------|----------------------|------------------------|------------------|---------------|-------------------|
|          |                      |                            | Prev. Month (PM) ₦ b | Current Month (CM) ₦ b | Budget- (CM) ₦ b | (PM - CM) ₦ b |                   |
| PPT      | PSC/Service Contract | 51.262                     | 55.393               | 41.845                 | 9.417            | 13.548        | Negative Variance |
|          | JV PARTNER           | 25.207                     | 19.893               | 66.509                 | (41.302)         | (46.616)      | Positive Variance |
|          | NNPC JV CRUDE        | 34.056                     | 37.427               | 28.093                 | 5.963            | 9.334         | Negative Variance |
|          | MCA                  | 8.950                      | 0.00                 | 0.000                  | 8.950            | 0.000         |                   |
|          | PPT Sub-Total        | 119.475                    | 112.713              | 136.447                | (16.972)         | (23.734)      | Positive Variance |

|   |                      | Provisional<br>Budget (Naira) | Prev. Month<br>(PM)<br>₦ b | Current Month<br>(CM)<br>₦ b | Budget- (CM)<br>₦ b | (PM - CM)<br>₦ b |                   |
|---|----------------------|-------------------------------|----------------------------|------------------------------|---------------------|------------------|-------------------|
|   | (2) NPDC             | 0.000                         | 0.000                      | 0.000                        | 0.000               | 0.000            |                   |
|   | (3) Other Companies. | 16.928                        | 1.033                      | 1.136                        | 15.792              | (0.103)          | Positive Variance |
|   | <b>TOTAL PPT</b>     | <b>136.403</b>                | <b>113.746</b>             | <b>137.583</b>               | <b>(1.180)</b>      | <b>(23.837)</b>  | Positive Variance |
| <b>CIT &amp; Others</b>                       |                      | 124.712                       | 100.404                    | 60.081                       | 64.631              | 40.323           | Negative Variance |
| <b>GAS Income</b>                             |                      | 42.640                        | 17.040                     | 6.275                        | 36.365              | 10.765           | Negative Variance |
| <b>TOTAL: CIT &amp; Others and Gas Income</b> |                      | <b>167.351</b>                | <b>117.444</b>             | <b>66.356</b>                | <b>100.995</b>      | <b>51.088</b>    | Negative Variance |
| <b>Value Added Tax</b>                        |                      | 153.196                       | 157.351                    | 157.327                      | (4.131)             | 0.024            | Negative Variance |
| <b>TOTAL</b>                                  |                      | <b>456.950</b>                | <b>388.541</b>             | <b>361.266</b>               | <b>95.684</b>       | <b>27.275</b>    | Negative Variance |

## 2.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of February, 2021 was **₦137.583 billion**. This performance was higher than January collection of **₦113.746 billion** by **₦23.837 billion** representing **20.96% increase**. It was higher than the 2021 provisional monthly target of **₦136.403 billion** by **₦1.180 billion** (i.e., **0.87% increase**). The reason for the increase in the PPT collections when compared with previous month was due to increase in receipt of PPT from PSC.

## 3.0 COMPANIES INCOME TAX & OTHERS (CIT, WHT, CGT & STD)

The CIT collection for February, 2021 amounted to **₦66.356billion**. When compared with the 2021 provisional monthly target of **₦167.351 billion**, it shows a negative variance of **₦100.995 billion** or **60.35%**. This represents a performance level of **39.65%** to the target. It was lower than the previous month's collection of **₦117.444billion** by **₦51.088billion** or **43.50%**. The decrease in performance is as a result of decrease in foreign CIT payments received for the month.



#### 4.0 VALUE ADDED TAX (VAT)

The Total VAT collection for the month of February, 2021 amounted to **₦157.327billion**. When compared with the 2021 provisional monthly target of **₦153.196billion**, it recorded an increase of **₦4.131 billion** or **2.70%**, which translates into a performance level of **102.70%**. It was lower than the **₦157.351billion** collected last month by **₦0.024billion** or **0.02%**. The decrease in the collection for the month relative to the preceding month was due to slight decrease in the consumption of VAT-able goods.

#### 5.0 TOTAL COLLECTED INTO FEDERATION AND VAT POOL ACCOUNTS

The total amount collected into Federation and VAT Pool Accounts in February, 2021 was **₦361.266billion**. This performance was lower than the 2021 provisional monthly target of **₦456.950 billion** by **₦95.684 billion** or **20.94%** and a performance level of **79.06%**. It was lower than the amount of **₦388.541billion** collected in January, 2021 by **₦27.275 billion** or **7.02%**.

When all the tax types above are compared to the total collection of **₦361.266 billion**; PPT collection of **₦137.583 billion** represent **38.08%**, CIT collection of **₦66.356billion** represent **18.37%** while VAT collection of **₦157.327 billion** represent **43.55%**.

#### Note: 2

1. The exchange rate used is the CBN mandated exchange rate of USD 378.8800, EURO 437.1240 and £502.5194.

#### Account Reconciliation

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

Thank you.

*Okoroafor*  
Frances Okoroafor

Director, Revenue Accounting Dept.

Federal Inland Revenue Service

16<sup>th</sup> March, 2021

**FEDERAL INLAND REVENUE SERVICE (FIRS)****Collection Analysis for February, 2021**

| Actual Coll<br>February 2020 | Type of Taxes                 | Provisional Budget for<br>2021 | Monthly Average    | Actual Coll. For<br>February, 2021 | Variance             | **RP % | Cumulative Approved<br>Budget<br>Jan. - Feb. 2021 | Cumulative Actual<br>Collection<br>Jan. - Feb. 2021 | Variance             | RP %   |
|------------------------------|-------------------------------|--------------------------------|--------------------|------------------------------------|----------------------|--------|---|---|----------------------|--------|
| 156,654,495,741.44           | PPT (note 1)                  | 1,636,832,713,488.02           | 136,402,726,124.00 | 137,582,503,995.50                 | 1,179,777,871.50     | 100.86 | 272,805,452,248.00                                | 251,329,022,635.49                                  | (21,476,429,612.51)  | 92.13  |
| 64,635,134,486.62            | Companies Income<br>Tax, etc. | 2,008,215,101,029.27           | 167,351,258,419.11 | 66,355,553,328.25                  | (100,995,705,090.86) | 39.65  | 334,702,516,838.21                                | 183,799,554,844.85                                  | (150,902,961,993.36) | 54.91  |
| 221,289,630,228.06           | Sub-Total (A)                 | 3,645,047,814,517.30           | 303,753,984,543.11 | 203,938,057,323.75                 | (99,815,927,219.36)  | 67.14  | 607,507,969,086.22                                | 435,128,577,480.34                                  | (172,379,391,605.87) | 71.63  |
|                              | VAT on:                       |                                |                    |                                    |                      |        |   |   |                      |        |
| 77,277,436,458.06            | - Non-Import                  | 1,378,760,105,684.28           | 114,896,675,473.69 | 124,349,180,780.58                 | 9,452,505,306.89     | 108.23 | 229,793,350,947.38                                | 248,269,182,598.12                                  | 18,475,831,650.74    | 108.04 |
| 22,274,728,711.65            | - Import                      | 459,586,701,894.76             | 38,298,891,824.56  | 32,977,493,295.38                  | (5,321,398,529.18)   | 86.11  | 76,597,783,649.13                                 | 66,408,802,852.23                                   | (10,188,980,796.90)  | 86.70  |
| 99,552,165,169.71            | Sub-Total (B)                 | 1,838,346,807,579.04           | 153,195,567,298.25 | 157,326,674,075.96                 | 4,131,106,777.71     | 102.70 | 306,391,134,596.51                                | 314,677,985,450.35                                  | 8,286,850,853.84     | 102.70 |
| 320,841,795,397.77           | Grand Total (A+B)             | 5,483,394,622,096.34           | 456,949,551,841.36 | 361,264,731,399.71                 | (95,684,820,441.65)  | 79.06  | 913,899,103,682.72                                | 749,806,562,930.69                                  | (164,092,540,752.03) | 82.04  |

Name: Obediah O. Nwankwo

Signature: 

Date: 15/3/2021

Name: Iyori Eugene

Signature: 

Date: 15/3/2021

Name: Muat Muhammad

Signature: 

Date: 15/3/2021

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

Actual Collection as at February, 2021

|              | PPT<br>(Foreign Receipt)<br>a | PPT<br>(Local Receipt & NNPC)<br>b | Sub Total PPT<br>c = a + b | Companies Income Tax<br>d | Sub-Total<br>(Federation Account)<br>e = c + d | Non-Import VAT<br>f       | Import VAT<br>g          | Sub-Total<br>h = f + g    | Grand Total<br>I = e + h  |
|--------------|-------------------------------|------------------------------------|----------------------------|---------------------------|--|---------------------------|--------------------------|---------------------------|---------------------------|
| January      | 47,127,702,141.50             | 66,618,816,498.49                  | 113,746,518,639.99         | 117,444,001,516.60        | 231,190,520,156.59                             | 123,920,001,817.54        | 33,431,309,556.85        | 157,351,311,374.39        | 388,541,831,530.98        |
| February     | 57,048,460,327.32             | 80,534,043,668.18                  | 137,582,503,995.50         | 66,355,553,328.25         | 203,938,057,323.75                             | 124,349,180,780.58        | 32,977,493,295.38        | 157,326,674,075.96        | 361,264,731,399.71        |
| March        |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| April        |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| May          |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| June         |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| July         |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| August       |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| September    |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| October      |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| November     |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| December     |                               |                                    | -                          |                           | -  |                           |                          | -                         | -                         |
| <b>Total</b> | <b>104,176,162,468.82</b>     | <b>147,152,860,166.67</b>          | <b>251,329,022,635.49</b>  | <b>183,799,554,844.85</b> | <b>435,128,577,480.34</b>                      | <b>248,269,182,598.12</b> | <b>66,408,802,852.23</b> | <b>314,677,985,450.35</b> | <b>749,806,562,930.69</b> |

Name: Okechukwu Nwankwo

Signature:.....

Date: 15/3/2021

Name: Iyen Eugene

Signature:.....

Date: 15/3/2021

Name: Munir Muhammed

Signature:.....

Date: 15/3/2021

Appendix IIIA

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT  
FOR THE MONTH OF FEBRUARY, 2021 (VAT)**

Balance b/f (Cash Book)  
Add: Collection for the month of February, 2021  
FIRS (Non-Import) VAT  
Import VAT

=N=  
(0.00)  
124,349,180,780.58  
32,977,493,295.38

**Deduct:**

Transfer to VAT Pool Account by CBN  
FIRS (Non-Import) VAT  
Import VAT

124,349,180,780.58  
32,977,493,295.38

Balance as at 28th February, 2021

157,326,674,075.96  
157,326,674,075.96  
(0.00)

**Prepared by**

Name: Okechuckwu Nwankwo  
Signature: .....  
Date: 15/3/2021

**Checked by**

Name: Iyen Eugene  
Signature: .....  
Date: 15/3/2021

**Approved by**

Name: Munir Muhammed  
Signature: .....  
Date: 15/3/2021



Appendix IIIB

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT**  
**FOR THE MONTH OF FEBRUARY, 2021 (Fed. Account)**

|  |                    |                    |
|--|--------------------|--------------------|
| Balance b/f  | =N=                |                    |
|  | (0.00)             |                    |
| Add: Collection(cashbook) for the month of February 2021 |                    |                    |
| CIT  | 66,355,553,328.25  |                    |
| PPT  | 137,582,503,995.50 |                    |
|  |                    | 203,938,057,323.75 |

**Deduct:**

Transfer to Federation A/c by CBN:

    CIT

    PPT

|  |                    |                    |
|--|--------------------|--------------------|
|  | 66,355,553,328.25  |                    |
|  | 137,582,503,995.50 |                    |
|  |                    | 203,938,057,323.75 |
|  |                    | (0.00)             |

Balance as at 28th February, 2021

Prepared by

Name: Okechuckw Nwankwo

Signature:.....

Date:15/3/2021

Checked by

Name: Iyen Eugene

Signature:.....

Date:15/3/2021

Approved by

Name: Munir Muhammed

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Date:15/3/2021