

PRESENTATION ON STAMP DUTY ACT 2004

STATE COLLECTION AND RECOVERY

INTRODUCTION

- The central Bank Of Nigeria has issued a circular to all Deposit Money Banks(DMB) for collection and remittance of statutory charges on receipts to the Nigeria Postal Services under the Stamp Duty Act. Ref CBN/GEN/DMB/02/006

STAMP DUTY REVENUE

- 2.5 Trillion Naira is expected as annual Revenue by the Federal Government
- Estimated 70% of this Duty will be generated from states Located Banks via students, enterprises, Civil servants, market women and men.
- 1.75 Trillion annually can be generated by state Governments

QUESTIONS TO PONDER

- Are this Revenue totally for the Federal Government (NO)
- Does the law permit State Governments to generate independently (YES)
- Can the state Governors make regulation on method and dies of collection (YES)
- Can the State Governors make recovery from what the Federal Government has collected (YES)

SUMMARY POWER OF THE STATE GOVERNMENTS

- Section 4(2) State Government shall collect duties in respect of instrument executed between person or individuals
- Section 115: State Governors can make regulations relating to *dies to be used* amongst others
- Section 116: State House of Assembly can make a *resolution* to increase, diminish or repeal duty chargeable.

SERVICES WE CAN OFFER

- Provision of Draft Regulation to be adopted by State Governments
- Recovery of estimated \$50 Billion revenue due to each state from the Federal Government
- Apply our Software to track Revenue from Banks in each state Subsequently
- Administer the stamp duty collections from private and Government Agencies in the state

- THANK YOU FOR YOUR AUDIENCE