

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 21st August, 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 July, 2023 to the FAAC Meeting Holding on 21st August, 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 July, 2023 as attached in Appendices I – IIIA, B & C, and summarized below:

| Tax Type | | Budget (Naira) ₦ b | Actual | | Variance | | Remark |
|----------|----------------------|--------------------------|---------------------------|---------------------------|---------------------|------------------|--------|
| | | | June, 2023 (PM) ₦ b | July, 2023 (CM) ₦ b | Budget- (CM) ₦ b | (PM - CM) ₦ b | |
| PPT | PSC/Service Contract | 135.952 | 147.752 | 29.174 | 106.778 | 118.578 | 21.46 |
| | JV PARTNER | 36.712 | 69.430 | 59.055 | (22.343) | 10.375 | 160.86 |
| | NNPC JV PPT | 142.804 | 0.000 | 0.000 | 142.804 | 0.000 | 0.00 |
| | MCA | 24.606 | 0.000 | 0.000 | 24.606 | 0.000 | 0.00 |
| | PPT Sub-Total | 340.074 | 217.182 | 88.229 | 251.845 | 128.953 | 25.94 |
| (1)PPT | | | | | | | |

| | | Budget (Naira) ₦ b | June, 2023 (PM) ₦ b | July, 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 | 4.894 | 12.769 | 42.329 | (7.875) | 23.18 |
| | TOTAL PPT | 395.172 | 222.076 | 100.998 | 294.174 | 121.078 | 25.56 |
| CIT, SDT and CGT | | 174.389 | 854.651 | 762.634 | (588.245) | 92.017 | 437.32 |
| CIT on Oil and Gas Companies | | 27.678 | 165.819 | 36.273 | (8.595) | 129.546 | 131.05 |
| NNPC JV CIT | | 7.306 | 0.000 | 0.000 | 7.306 | 0.000 | 0.00 |
| TOTAL: CIT & Others, CIT on oil and gas companies and NNPC JV CIT | | 209.373 | 1,020.470 | 798.907 | (589.534) | 221.563 | 381.57 |
| Value Added Tax | | 246.148 | 293.412 | 298.790 | (52.642) | (5.378) | 121.39 |
| EMTL | | 11.419 | 11.913 | 13.374 | (1.955) | (1.461) | 117.12 |
| TOTAL | | 862.112 | 1,547.871 | 1,212.069 | (349.957) | 335.802 | 140.593 |
| *Total Amount available for distribution | | | 1,547.871 | 1,212.069 | | | |

*Note: This report does not include payment of N114,284,263,582.11 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 July, 2023 was **₦100.998 billion**. This performance is lower than June 2023 collection of **₦222.076 billion** by **₦121.078 billion** representing **54.52% decrease**. It is lower than the 2023 monthly target of **₦395.172 billion** by **₦294.174 billion** (i.e., **74.44% 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 July, 2023 amounted to ₦798.907billion. When compared with the 2023 monthly target of ₦209.373 billion, it shows a positive variance of ₦589.534billion or 281.57% excess. This represents a performance level of 381.57% to the target. It is lower than the previous month's collection of ₦1,020.470billion by ₦221.563billion or 21.71%. The decrease in performance is as a result of decrease in CIT & other taxes payments received for the month.

3.0 VALUE ADDED TAX (VAT)

The Total VAT collection for the month of July, 2023 amounted to ₦298.790billion. When compared with the 2023 monthly target of ₦246.148billion it translates into a performance level of 121.39%. It is higher than the ₦293.412billion collected last month by ₦5.378billion or 1.83%. 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 July 2023 amounted to ₦13.374billion 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 July, 2023 is ₦1,212.069 billion. This performance is higher than the 2023 monthly target of ₦862.112 billion by ₦349.957billion or 40.59% and a performance level of 140.59%. It is lower than the amount of ₦1,547.871billion collected in June, 2023 by ₦335.802 billion or 21.69%.

When all the tax types above are compared to the total collection of ₦1,212.069billion; PPT collection of ₦100.998billion represents 8.33%, CIT & other taxes collection of ₦798.907billion represents 65.91%, VAT collection of ₦298.790billion represents 24.65% while EMTL collection of ₦13.374billion represents 1.10%.

Note: The exchange rate used is the CBN mandated exchange rate of USD 757.0220, EURO 834.9467 and £974.1953

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

21st August, 2023

APPENDIX I

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for July, 2023

| Actual Coll July 2022 | Type of Taxes | Approved Budget for 2023 | Monthly Average | Actual Coll. For July, 2023 | Variance | **RP % | Cumulative Approved Budget Jan. - July, 2023 | Cumulative Actual Collection Jan. - July, 2023 | Variance | RP % |
|--------------------------|------------------------------------|--------------------------|--------------------|--------------------------------|----------------------|--------|--|--|----------------------|--------|
| 466,177,395,659.35 | PPT (note 1) | 4,742,058,482,380.39 | 395,171,540,198.37 | 100,998,176,188.26 | - 294,173,364,010.11 | 25.56 | 2,766,200,781,388.56 | 1,767,233,104,957.37 | (998,967,676,431.19) | 63.89 |
| 456,959,857,349.33 | Companies Income Tax, CGT & SDT | 2,512,474,625,309.67 | 209,372,885,442.47 | 798,907,598,645.92 | 589,534,713,203.45 | 381.57 | 1,465,610,198,097.31 | 2,788,567,177,831.08 | 1,322,956,979,733.77 | 190.27 |
| 923,137,253,008.68 | Sub-Total (A) | 7,254,533,107,690.06 | 604,544,425,640.84 | 899,905,774,834.18 | 295,361,349,193.35 | 148.86 | 4,231,810,979,485.87 | 4,555,800,282,788.45 | 323,989,300,302.58 | 107.66 |
| | VAT on: | | | | | | | | | |
| 150,886,574,244.40 | - Non-Import | 2,131,099,989,404.42 | 177,591,665,783.70 | 223,657,294,286.79 | 46,065,628,503.09 | 125.94 | 1,243,141,660,485.91 | 1,465,540,027,986.38 | 222,398,367,500.47 | 117.89 |
| 39,369,645,521.69 | - Import | 822,672,946,304.19 | 68,556,078,858.68 | 75,132,233,297.81 | 6,576,134,439.13 | 109.59 | 479,892,555,010.78 | 324,195,680,516.77 | 155,696,871,494.01 | 67.56 |
| 190,256,219,766.09 | Sub-Total (B) | 2,953,772,935,708.61 | 246,147,744,642.39 | 298,789,527,584.60 | 52,641,782,942.22 | 121.39 | 1,723,034,211,496.69 | 1,789,735,708,503.15 | 66,701,496,006.46 | 103.87 |
| 9,093,028,694.89 | EMTL | 137,032,655,344.00 | 11,419,387,945.33 | 13,374,885,212.87 | 1,954,997,267.54 | 117.12 | 79,935,715,617.33 | 96,398,781,068.76 | 16,463,065,451.43 | 120.60 |
| 1,122,486,501,469.66 | Grand Total (A+B) | 10,345,338,698,742.70 | 862,111,558,228.56 | 1,212,069,687,631.65 | 349,958,129,403.10 | 140.59 | 6,034,780,907,599.90 | 6,441,934,772,560.36 | 407,153,864,760.47 | 106.75 |

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APPENDIX II
FEDERAL INLAND REVENUE SERVICE (FIRS)

Actual Collection as at July, 2023

| | PPT (Foreign Receipt) | PPT (Local Receipt & NNPC JV) | Sub Total PPT $c = a + b$ | Companies Income Tax d | Sub-Total (Federation Account) $e = c + d$ | Non-Import VAT f | Import VAT g | Sub-Total $h = f + g$ | ENTTL i | Grand Total $j = e + h + i$ |
|--------------|---------------------------|-------------------------------------|------------------------------|-----------------------------|--|-----------------------------|---------------------------|-----------------------------|--------------------------|--------------------------------|
| January | 179,479,888,951.27 | 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 | 38,098,697,682.88 | 250,009,599,932.58 | 13,798,911,102.75 | 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 | 15,121,456,356.39 | 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 | 14,969,236,634.06 | 871,969,753,721.47 |
| June | 222,077,086,115.97 | - | 222,077,086,115.97 | 1,020,470,383,477.98 | 1,242,548,069,593.95 | 252,014,730,351.88 | 41,396,807,863.69 | 293,411,538,215.57 | 11,913,149,875.06 | 1,547,872,757,684.58 |
| July | 100,998,176,188.26 | - | 100,998,176,188.26 | 798,907,598,645.92 | 899,905,774,834.18 | 223,657,294,286.79 | 75,132,233,397.81 | 298,789,527,684.60 | 13,374,385,212.87 | 1,212,069,687,631.65 |
| August | - | - | - | - | - | - | - | - | - | - |
| September | - | - | - | - | - | - | - | - | - | - |
| October | - | - | - | - | - | - | - | - | - | - |
| November | - | - | - | - | - | - | - | - | - | - |
| December | - | - | - | - | - | - | - | - | - | - |
| Total | 993,954,655,298.70 | 773,278,449,658.67 | 1,767,233,104,957.37 | 2,788,567,177,831.08 | 4,555,800,282,788.45 | 1,465,540,027,986.38 | 324,195,680,516.77 | 1,789,735,708,503.15 | 96,398,781,068.76 | 6,441,934,772,360.36 |

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. This June report does not include payment of PPT and Gas income from NNPC on the corporation's joint venture activities (NNPC-JV) which will form part of FIRS distributable revenue for June 2023.
7. This July report does not include payment of PPT and Gas income from NNPC on the corporation's joint venture activities (NNPC-JV) which will form part of FIRS distributable revenue for July 2023.

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Approved by

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Signature: 
Date: 21/08/2023

Appendix IIIA

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

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

| | | |
|------|--------------------|--|
| FIRS | 223,657,294,286.79 | |
| NCS | 75,132,233,297.81 | |

298,789,527,584.60

Deduct:

| | | |
|-------------------------------------|--------------------|--|
| Transfer to VAT Pool Account by CBN | | |
| FIRS | 223,657,294,286.79 | |
| NCS | 75,132,233,297.81 | |

298,789,527,584.60

Balance as at 31st July, 2023

- 0.00

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Name: Uummy Mustapha
Signature:.....
Date: 21/08/2023

Checked by

Name: Okechukwu Nwankwo
Signature:.....
Date: 21/08/2023

Approved by

Name: Iyen O. Eugene
Signature:.....
Date: 21/08/2023

Appendix IIIB

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

| | | | |
|-------------|--|--------------------|--------------------|
| | Balance b/f | =N= | |
| | - | 0.00 | |
| Add: | Collection for the month of July, 2023 | | |
| | CIT | 798,907,598,645.92 | |
| | PPT | 100,998,176,188.26 | |
| | | | 899,905,774,834.18 |

Deduct:

Transfer to Federation A/c by CBN:

| | |
|-----|--------------------|
| CIT | 798,907,598,645.92 |
| PPT | 100,998,176,188.26 |

Balance as at 31st July, 2023

899,905,774,834.18
- 0.00

Prepared by

Name: Umyy Mustapha
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Name: Okechukwu Nwankwo
Signature:.....
Date: 21/08/2023

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Name: Iyen O. Eugene
Signature:.....
Date: 21/08/2023

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

| | | |
|---|-------------------|-----|
| | =N= | =N= |
| Balance b/f | - | |
| Add: Collection for the month of July, 2023 | | |
| EMTL | 13,374,385,212.87 | |

| | | |
|------------------------------------|-------------------|-------------------|
| Deduct: | | |
| Transfer to Federation A/c by CBN: | | |
| EMTL | 13,374,385,212.87 | 13,374,385,212.87 |

| | | |
|-------------------------------|--|-------------------|
| Balance as at 31st July, 2023 | | 13,374,385,212.87 |
| | | - |

| | | |
|---------------------|-------------------------|----------------------|
| Prepared by | Checked by | Approved by |
| Name: Ummu Mustapha | Name: Okechukwu Nwankwo | Name: Iyen O. Eugene |
| Signature:..... | Signature:..... | Signature:..... |
| Date: 21/08/2023 | Date: 21/08/2023 | Date: 21/08/2023 |