

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 19th April, 2024.

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 March, 2024 to the FAAC Meeting Holding on 19th April, 2024.

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 March, 2024 as attached in Appendices I – IIIA, B & C, and summarized below:

| Tax Type | | | Budget (Naira) ₦ b | Actual | | Variance | | Remark |
|--------------|--------|----------------------|--------------------------|-------------------------------|----------------------------|---------------------|------------------|---------------|
| | | | | February, 2024 (PM) ₦ b | March, 2024 (CM) ₦ b | (Budget- CM) ₦ b | (PM - CM) ₦ b | % Performance |
| OIL TAXES | (1)PPT | PSC/Service Contract | 356.012 | 130.460 | 81.802 | 274.210 | 48.658 | 22.98 |
| | | JV PARTNER | 72.003 | 174.116 | 86.935 | (14.932) | 87.181 | 120.74 |
| | | NNPC JV PPT | 280.081 | 0.000 | 0.000 | 280.081 | 0.000 | 0.00 |
| | | MCA | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.00 |
| | | NNPC E&P | 0.000 | 118.621 | 0.000 | 0.000 | 118.621 | 0.00 |
| | | Other Companies. | 121.871 | 5.595 | 1.614 | 120.257 | 3.981 | 1.32 |
| | | PPT/HT Sub-Total | 829.967 | 428.792 | 170.351 | 659.616 | 258.441 | 20.53 |

| | | Budget (Naira) ₦ b | February, 2024 (PM) ₦ b | March, 2024 (CM) ₦ b | Budget- (CM) ₦ b | (PM - CM) ₦ b | % Performance |
|--|---|--------------------------|-------------------------------|----------------------------|---------------------|------------------|---------------|
| | (2) CIT on Upstream Activities | 0.000 | 334.326 | 71.642 | (71.642) | 262.684 | 0.00 |
| | TOTAL: Oil Taxes (PPT/HT & CIT on Upstream Activities) | 829.967 | 763.118 | 241.993 | 587.974 | 521.125 | 29.16 |
| CIT, SDT and CGT | | 271.398 | 250.458 | 252.310 | 19.088 | (1.852) | 92.97 |
| Gas Income & NNPC JV Gas | | 105.853 | 1.940 | 2.013 | 103.840 | (0.073) | 1.90 |
| TOTAL: CIT & Others, Gas Income & NNPC JV Gas | | 377.251 | 252.398 | 254.323 | 122.928 | (1.925) | 67.41 |
| Value Added Tax | | 329.510 | 460.488 | 549.698 | (220.188) | (89.21) | 166.82 |
| EMTL | | 14.593 | 15.788 | 15.369 | (0.776) | 0.419 | 105.32 |
| TOTAL | | 1,551.321 | 1,491.792 | 1,061.383 | 489.938 | 430.409 | 68.42 |
| *Total Amount available for distribution | | | 1,491.792 | 1,061.383 | | | |

Note 1: Members are invited to note that we observed an unusual debit on the 1st of March, 2024 in four (4) of our USD collection accounts with the narration “Current Year Foreign Account Tax Compliance Act (FATCA) Withholding” totaling USD 51,963.94 equivalent to ₦69,099,568.85. This will result in a difference between FIRS and CBN figures reported to the committee for the month of march. The service has written to CBN seeking clarification on the debited funds.

Note 2: The service is expecting a total of **₦1,434.275billion** from NNPC being the cumulative PSC PPT and JV PPT and gas income payment for the period June, 2023 to March, 2024 which hitherto was used as FIRS share of Federally funded project.

1.0 OIL TAXES (PPT/HT & CIT ON UPSTREAM ACTIVITIES):

The Oil Taxes collection for the month of March, 2024 was **₦241.993billion**. This performance is lower than February 2024 collection of **₦763.118billion** by **₦521.125billion** representing a **68.29% decrease**. It is lower than the 2024 monthly target of **₦829.967billion** by **₦587.974billion** (i.e. **70.84% shortfall**). The reason for the decrease in the PPT collections when compared with previous month is due to decrease in receipt of NNPC E&P.

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

The CIT & other taxes collection for March, 2024 amounted to **₦254.323billion**. When compared with the 2024 monthly target of **₦377.251billion**, it shows a negative variance of **₦122.928billion** or **32.59% shortfall**. This represents a performance level of **67.41%** to the target. It is higher than the previous month's collection of **₦252.398billion** by **₦1.925billion** or **0.76%**. The increase in performance is as a result of increase in CIT & other tax payments received for the month.

3.0 VALUE ADDED TAX (VAT)

The Total VAT collection for the month of March, 2024 amounted to **₦549.698billion**. When compared with the 2024 monthly target of **₦329.510billion** it translates into a performance level of **166.82%**. It is higher than the **₦460.488billion** collected last month by **₦89.21billion** or **19.37%**. 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 March, 2024 amounted to **₦15.369billion** 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 March, 2024 is **₦1,061.383billion**. This performance is lower than the 2024 monthly target of **₦1,551.321billion** by **₦489.938billion** or **31.58%** and a performance level of **68.42%**. It is lower than the amount of **₦1,491.792billion** collected in February by **₦430.409billion** or **28.85%**.

When all the tax types above are compared to the total collection of **₦1,061.383billion**; Oil Taxes collection of **₦241.993billion** represents **22.80%**, CIT & other taxes collection of **₦254.323billion** represents **23.96%**, VAT collection of **₦549.698billion** represents **51.79%** while EMTL collection of **₦15.369billion** represents **1.45%**.

Note: The exchange rate used is the CBN mandated exchange rate of USD 1329.7600, EURO 1436.0078 and £ 1679.6199

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 and Refund Dept.

Federal Inland Revenue Service

17th April, 2024

APPENDIX I

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for March, 2024

| Actual Coll. For March, 2023 | Type of Taxes | Approved Budget for 2024 | Monthly Average | Actual Coll. For March, 2024 | Variance | **RP % | Cumulative Approved Budget Jan- Mar 2024 | Cumulative Actual Collection Jan - Mar. 2024 | Variance | RP % |
|------------------------------|---------------------------------|--------------------------|----------------------|------------------------------|----------------------|--------|--|--|------------------------|---------|
| 368,783,978,063.07 | PPT/HT | 9,959,601,839,598.38 | 829,966,819,966.53 | 170,350,963,494.54 | - 659,615,856,471.99 | 20.53 | 2,489,900,459,899.60 | 746,717,784,897.80 | (1,743,182,675,001.79) | 29.99 |
| | CIT on Upstream Activities | | - | 71,641,689,024.76 | 71,641,689,024.76 | 100.00 | - | 583,455,401,158.78 | 583,455,401,158.78 | #DIV/0! |
| 163,857,108,376.25 | Companies Income Tax, CGT & SDT | 4,527,004,116,648.91 | 377,250,343,054.08 | 254,323,441,971.81 | - 122,926,901,082.27 | 67.42 | 1,131,751,029,162.23 | 1,019,822,277,020.32 | - 111,928,752,141.91 | 90.11 |
| 532,641,086,439.32 | Sub-Total (A) | 14,486,605,956,247.30 | 1,207,217,163,020.61 | 496,316,094,491.10 | - 710,901,068,529.51 | 41.11 | 3,621,651,489,061.82 | 2,349,995,463,076.90 | - 1,855,111,427,143.70 | 64.89 |
| | VAT on: | | | | | | | | | |
| 171,685,234,284.98 | - Non-Import | 2,852,833,581,771.81 | 237,736,131,814.32 | 417,424,415,726.13 | 179,688,283,911.81 | 175.58 | 713,208,395,442.95 | 1,098,910,958,083.38 | 385,702,562,640.43 | 154.08 |
| 47,100,520,708.17 | - Import | 1,101,285,260,992.21 | 91,773,771,749.35 | 132,273,787,695.47 | 40,500,015,946.12 | 144.13 | 275,321,315,248.05 | 332,008,409,018.95 | 56,687,093,770.90 | 120.59 |
| 218,785,754,993.15 | Sub-Total (B) | 3,954,118,842,764.03 | 329,509,903,563.67 | 549,698,203,421.60 | 220,188,299,857.93 | 166.82 | 988,529,710,691.01 | 1,430,919,367,102.33 | 442,389,656,411.32 | 144.75 |
| 15,091,626,492.78 | EMTL | 175,111,289,610.99 | 14,592,607,467.58 | 15,369,495,789.06 | 776,888,321.48 | 105.32 | 43,777,822,402.75 | 47,742,925,320.64 | 3,965,102,917.89 | 109.06 |
| 766,518,467,925.25 | Grand Total (A+B) | 18,615,836,088,622.30 | 1,551,319,674,051.86 | 1,061,383,793,701.76 | - 489,935,880,350.10 | 68.42 | 4,653,959,022,155.58 | 3,828,657,755,499.87 | - 825,301,266,655.71 | 82.27 |

Prepared by

Name: Ummu R. Mustapha
Signature:.....
Date: 17/04/2024

Checked by

Name: Okechukwu Nwankwo
Signature:.....
Date: 17/04/2024

Approved by

Name: Iyen O. Eugene
Signature:.....
Date: 17/04/2024

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

Actual Collection as at March, 2024

| | PPT/HT (Foreign Receipt) | PPT/HT (Local Receipt & NNPC JV) | CIT on Upstream Activities | Sub Total Oil Taxes | Company Income Tax, CGT and SDT | Sub-Total (Federation Account) | Non-Import VAT | Import VAT | Sub-Total | EMTL | Grand Total |
|--------------|-----------------------------|--|-------------------------------|---------------------------|------------------------------------|-----------------------------------|-----------------------------|---------------------------|-----------------------------|--------------------------|-----------------------------|
| | a | b | c | d= a+b+c | e | f= d + e | g | h | i= g + h | j | k= f + i + j |
| January | 147,574,829,583.78 | - | 177,487,862,440.24 | 325,062,692,024.02 | 513,099,980,055.29 | 838,162,672,079.32 | 332,614,279,650.22 | 88,119,211,378.15 | 420,733,491,028.37 | 16,585,117,476.98 | 1,275,481,280,584.67 |
| February | 428,791,991,819.48 | - | 334,325,849,693.78 | 763,117,841,513.26 | 252,398,854,993.22 | 1,015,516,696,506.48 | 348,872,262,707.03 | 111,615,409,945.33 | 460,487,672,652.36 | 15,788,312,054.60 | 1,491,792,681,213.44 |
| March | 170,350,963,494.54 | - | 71,641,689,024.76 | 241,992,652,519.29 | 254,323,441,971.81 | 496,316,094,491.10 | 417,424,415,726.13 | 132,273,787,695.47 | 549,698,203,421.60 | 15,369,495,789.06 | 1,061,383,793,701.76 |
| April | | | | - | - | - | - | - | - | - | - |
| May | | | | - | - | - | - | - | - | - | - |
| June | | | | - | - | - | - | - | - | - | - |
| July | | | | - | - | - | - | - | - | - | - |
| August | | | | - | - | - | - | - | - | - | - |
| September | | | | - | - | - | - | - | - | - | - |
| October | | | | - | - | - | - | - | - | - | - |
| November | | | | - | - | - | - | - | - | - | - |
| December | | | | - | - | - | - | - | - | - | - |
| Total | 746,717,784,897.80 | 0.00 | | 746,717,784,897.80 | 1,019,822,277,020.32 | 2,349,995,463,076.90 | 1,098,910,958,083.38 | 332,008,409,018.95 | 1,430,919,367,102.33 | 47,742,925,320.64 | 3,828,657,755,499.87 |

1. This January report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPC-JV) and PSC activities which will form part of FIRS distributable revenue for January 2024
2. This February report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPC-JV) and PSC activities which will form part of FIRS distributable revenue for February 2024
2. This March report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPC-JV) and PSC activities which will form part of FIRS distributable revenue for March 2024

Prepared by

Name: Ummy R. Mustafa
 Signature:.....
 Date: 17/04/2024

Checked by

Name: Okechukwu Nwankwo
 Signature:.....
 Date: 17/04/2024

Approved by

Name: Iyen O. Eugene
 Signature:.....
 Date: 17/04/2024

Appendix IIIA

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT
FOR THE MONTH OF MARCH, 2024 (VAT)**

| | | | |
|----------------|---|--------------------|--------------------|
| | | =N= | =N= |
| | Balance b/f (Cash Book) | - | 0.00 |
| Add: | Collection for the month of March, 2024 | | |
| | FIRS | 417,424,415,726.13 | |
| | NCS | 132,273,787,695.47 | |
| | | | 549,698,203,421.60 |
| Deduct: | | | |
| | Transfer to VAT Pool Account by CBN | | |
| | FIRS | 417,424,415,726.13 | |
| | NCS | 132,273,787,695.47 | |
| | | | 549,698,203,421.60 |
| | Balance as at 31st March, 2024 | | <u>0.00</u> |

Prepared by

Name: Ummy R. Mustapha
Signature:.....
Date: 17/04/2024

Checked by

Name: Okechukwu Nwankwo
Signature:.....
Date: 17/04/2024

Approved by

Name: Iyen O. Eugene
Signature:.....
Date: 17/04/2024

Appendix IIIB

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF MARCH, 2024 (Fed. Account)**

| | | | |
|----------------|---|--------------------|--------------------|
| | | =N= | =N= |
| | Balance b/f | - | 0.00 |
| Add: | Collection for the month of March, 2024 | | |
| | CIT,CGT,SDT | 254,323,441,971.81 | |
| | CIT on Upstream Activities | 71,641,689,024.76 | |
| | PPT/HT | 170,350,963,494.54 | |
| | | | 496,316,094,491.10 |
| Deduct: | | | |
| | Transfer to Federation A/c by CBN: | | |
| | CIT,CGT,SDT | 254,323,441,971.81 | |
| | CIT on Upstream Activities | 71,641,689,024.76 | |
| | PPT/HT | 170,350,963,494.54 | |
| | | | 496,316,094,491.10 |
| | Balance as at 31st March, 2024 | | - |

Prepared by

Name: Ummy R. Mustapha

Signature:.....

Date: 17/04/2024

Checked by

Name: Okechukwu Nwankwo

Signature:.....

Date: 17/04/2024

Approved by

Name: Iyen O. Eugene

Signature:.....

Date: 17/04/2024

Appendix IIIC
RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO EMTL ACCOUNT
FOR THE MONTH OF MARCH, 2024 (EMTL Account)

| | | | |
|----------------|---|-------------------|-------------------|
| | | =N= | =N= |
| | Balance b/f | - | |
| Add: | Collection for the month of March, 2024 | | |
| | EMTL | 15,369,495,789.06 | |
| | | | 15,369,495,789.06 |
| Deduct: | | | |
| | Transfer to Federation A/c by CBN: | | |
| | EMTL | 15,369,495,789.06 | |
| | | | 15,369,495,789.06 |
| | Balance as at 31st March, 2024 | | - |

Prepared by

Name: Ummy R. Mustapha

Signature:.....

Date: 17/04/2024

Checked by

Name: Okechukwu Nwankwo

Signature:.....

Date: 17/04/2024

Approved by

Name: Iyen O. Eugene

Signature:.....

Date: 17/04/2024