

(b)

Value Added Tax (VAT) Distribution

For the month of May, 2024, the gross revenue available from the Value Added Tax (VAT) was =N=497.665 billion as against =N=500.920 billion distributed in the preceeding month, resulting in a decrease of =N=3.255 billion. The distribution is as follows:

	Budget 2024	May.	Variance	Apr.	Diff. May. & Apr.
	Billion(N)	Billion(N)	Billion(N)	Billion(N)	Billion(N)
<u>Amount for distribution</u>					
VAT (Gross)	329.510	497.665	168.155	500.920	-3.255
Less: Alloc. to NEDC Project (3% of N477.758)	9.490	14.333	-4.843	14.426	-0.093
Less: 4% Cost of collection-FIRS & NCS (VAT) (4% of =N=497.665)	13.180	19.907	6.727	20.037	-0.130
	<u>306.840</u>	<u>463.425</u>	<u>156.585</u>	<u>466.457</u>	<u>-3.032</u>
<u>Distributed as follows:</u>					
Federal Govt. (15%)	46.026	69.514	23.488	69.969	-0.455
State Governments (50%)	153.420	231.713	78.293	233.229	-1.516
Local Government Councils (35%)	107.394	162.199	54.805	163.260	-1.061
Total	<u>306.840</u>	<u>463.425</u>	<u>156.585</u>	<u>466.457</u>	<u>-3.032</u>

Summary of Distribution to the three tiers of Govt. (Inclusive of Cost of Collection to NCS, NUPRC, FIRS and Refunds)

	Statutory Revenue	VAT	EMTL	Exchange Difference	Total
	Billion(N)	Billion(N)	Billion(N)	Billion(N)	Billion(N)
Federal Government	61.010	69.514	2.272	233.017	365.813
State Governments	30.945	231.713	7.573	118.189	388.419
Local Government Councils	23.857	162.199	5.301	91.119	282.476
Derivation (13% of Mineral Revenue)	41.371	0.000	0.000	65.131	106.502
Total Distributable Revenue	<u>157.183</u>	<u>463.425</u>	<u>15.146</u>	<u>507.456</u>	<u>1143.210</u>
Add back: Costs of Collection	56.109	19.907	0.631	0.000	76.647
Add back: Transfers, Intervention and Refunds	1010.602	14.333	0.000	80.000	1104.935
Total Gross Revenue	<u>1223.894</u>	<u>497.665</u>	<u>15.777</u>	<u>587.456</u>	<u>2324.792</u>

4. Comment

The gross statutory revenue of =N=1,223.894 billion received for the month was lower than the sum of =N=1,233.498 billion received in the previous month by =N=9.604 billion. Companies Income Tax (CIT) and Petroleum Profit Tax (PPT), Increased Significantly while Import & Excise Duties, Royalty Crude & Gas, Electronic Money Transfer Levy (EMTL), CET Levies and Value Added Tax (VAT) recorded considerable decreases.

The Distributable Statutory Revenue for the month is =N=157.183billion, VAT is =N=463.425 billion, EMTL is =N=15.146 billion and Exchange Difference is =N=507.456 billion bringing the total to =N=1,143.210 billion.

5. Dates and Venue of Next Meeting

The next Federation Account Allocation Committee (FAAC) Meetings are proposed for Tuesday 16th and Wednesday 17th July 2024 at the Auditorium, Federal Ministry of Finance headquarters, Abuja.

6. Conclusion

The Accounts along with the supporting statements are hereby submitted for your consideration and approval.

(Signed)

Dr. (Mrs) Oluwatoyin S. Madein

Accountant General of the Federation

10th June, 2024