

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 18th August, 2020.

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, 2020 to the FAAC Meeting Holding on 18th August, 2020.

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, 2020 as attached in Appendices I – IIIA & B, and summarized below:

Tax Type	Approved Budget (Naira)	Actual		Variance		Remark
		Prev. Month (PM) ₦ b	Current Month (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	
PPT	PSC/Service Contract	77.406	103.199	N/A	(25.793)	Positive Variance
	JV PARTNER	10.651	1.677	N/A	8.974	Negative Variance
	NNPC JV CRUDE	0.000	25.466	N/A	(25.466)	Positive Variance
(1) PPT	MCA	0.240	0.430	N/A	(0.190)	Positive Variance

	PPT Sub-Total	N/A	88.297	130.772	N/A	(42.475)	Positive Variance
	Approved Budget (Naira)	Prev. Month (PM) ₦ b	Current Month (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b		
(2) NPDC	0.000	0.855	54.000	(54.000)	(53.145)	Positive Variance	
(3) Other Companies.	N/A	4.683	7.929	N/A	(3.246)	Positive Variance	
TOTAL PPT	94.473	93.835	192.701	(98.228)	(98.866)	Positive Variance	
CIT & Others	153.057	258.190	131.552	21.506	126.638	Negative Variance	
GAS Income	35.551	4.647	4.432	31.119	0.215	Negative Variance	
TOTAL: CIT & Others and Gas Income	188.609	262.837	135.985	52.624	126.852	Negative Variance	
Value Added Tax	187.988	128.826	132.620	55.368	(3.794)	Positive Variance	
TOTAL	471.069	485.498	461.306	9.763	24.192	Negative Variance	

2.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of July, 2020 was ₦192.701 billion. This performance was higher than June collection of ₦93.835 billion by ₦98.866 billion representing 105.36% increase. It was higher than the 2020 approved monthly target of ₦94.473 billion by ₦98.228 billion (i.e. 103.93% increase).

The reason for the increase in the PPT collections when compared with previous month was due to increase in receipt of PPT from NPDC.

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

The CIT collection for July, 2020 amounted to **₱135.985billion**. When compared with the 2020 approved monthly target of **₱188.609 billion**, it shows a negative variance of **₱52.624 billion** or **27.90%**. This represents a performance level of **72.10%** to the target. It was lower than the previous month's collection of **₱262.837billion** by **₱126.852billion** or **48.26%**. 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 July, 2020 amounted to **₱132.620billion**. When compared with the 2020 approved monthly target of **₱187.988billion**, it recorded a shortfall of **₱55.368 billion** or **29.45%**, which translates into a performance level of **70.55%**. It was higher than the **₱128.826billion** collected last month by **₱3.794billion** or **2.95%**. The increase in the collection for the month relative to the preceding month was due to increase 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 July, 2020 was **₱461.306billion**. This performance was lower than the 2020 approved monthly target of **₱471.069 billion** by **₱9.763 billion** or **2.07%** and a performance level of **97.93%**. It was lower than the amount of **₱485.498billion** collected in June, 2020 by **₱24.192 billion** or **4.98%**.

When all the tax types above are compared to the total collection of **₱461.306 billion**; PPT collection of **₱192.701 billion** represent **41.77%**, CIT collection of **₱135.985billion** represent **29.48%** while VAT collection of **₱132.620 billion** represent **28.75%**.

Note: 2

- 1. The exchange rate used is the CBN mandated exchange rate of USD 360.0000, EURO 421.8909 and £466.6320.

Account Reconciliation

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

Thank you.


Frances Okofor

Director, Revenue Accounting Dept.
Federal Inland Revenue Service
18th August, 2020

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for July, 2020

Actual Coll July 2019	Type of Taxes	Approved revised Budget for 2020	Monthly Average	Actual Coll. For July, 2020	Variance	**RR %	Cumulative Approved Budget Jan. - Jul. 2020	Cumulative Actual Collection Jan. - Jul. 2020	Variance	RR %
186,902,446,699.07	PPT (note 1)	1,133,673,621,163.00	94,472,801,763.58	192,701,051,880.89	98,228,250,117.31	203.98	661,309,612,345.08	1,155,322,194,179.32	494,012,581,834.24	174.70
196,486,647,625.06	Companies Income Tax, etc.	2,263,308,056,799.00	188,609,004,733.25	135,984,597,080.06	(52,624,407,653.19)	72.10	1,320,263,033,132.75	902,281,014,318.30	(417,982,018,814.45)	68.34
383,389,094,324.13	Sub-Total (A)	3,396,981,677,962.00	283,081,806,496.83	328,685,648,960.95	45,603,842,464.11	116.11	1,981,572,645,477.83	2,057,603,208,497.62	76,030,563,019.79	103.84
	VAT on:									
73,813,640,264.74	- Non-Import	1,691,879,997,053.69	140,989,999,754.47	103,220,538,046.45	(37,769,461,708.02)	73.21	986,929,998,281.32	600,782,276,954.44	(386,147,721,326.88)	60.87
20,345,891,376.00	- Import	563,959,999,017.90	46,996,666,584.82	29,398,982,779.02	(17,597,683,805.80)	62.56	328,976,666,093.77	183,611,657,611.36	(145,365,008,482.41)	55.81
94,159,531,640.74	Sub-Total (B)	2,255,839,996,071.58	187,986,666,339.30	132,619,520,825.47	(55,367,145,513.83)	70.55	1,315,906,664,375.09	784,393,934,565.80	(531,512,729,809.29)	59.61
477,548,625,964.87	Grand Total (A+B)	5,652,821,674,033.58	471,068,472,836.13	461,305,169,786.42	(9,763,303,049.71)	97.93	3,297,479,309,852.92	2,841,997,143,063.42	(455,482,166,789.50)	86.19

Prepared by

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Signature:.....

Date:17/8/2020

Checked by

Name: Iyen O. Eugene

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Name: Munir Muhammad

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

Actual Collection as at July, 2020		PPT		Sub Total PPT	Companies Income Tax	Sub-Total (Federation Account)	Non-Import VAT	Import VAT	Sub-Total	Grand Total
(Foreign Receipt)	a	(Local Receipt & NNPC)	b							
January	132,117,756,502.14	39,045,410,900.38	171,163,167,402.52	86,170,798,554.70	257,333,965,957.22	83,089,901,046.79	21,668,460,160.14	104,758,361,206.93	362,092,327,164.15	
February	86,881,415,489.20	69,773,080,252.24	156,654,495,741.44	64,635,134,486.62	221,289,630,228.06	77,277,436,458.06	22,274,728,711.65	99,552,165,169.71	320,841,795,397.77	
March	141,197,233,669.20	53,304,895,900.95	194,502,129,570.15	150,256,004,971.56	344,758,134,541.71	91,621,386,971.91	28,647,211,303.82	120,268,598,275.73	465,026,732,817.44	
April	69,465,771,187.20	94,220,705,231.31	163,686,476,418.51	115,771,298,406.86	279,457,774,825.37	70,073,869,337.77	24,422,120,555.74	94,495,989,893.51	373,953,764,718.88	
May	118,040,608,530.00	64,739,275,921.44	182,779,884,451.44	86,625,838,212.22	269,405,722,663.66	77,535,369,478.89	26,337,589,361.79	103,872,958,840.68	373,278,681,504.34	
June	76,739,015,127.60	17,095,973,586.77	93,834,988,714.37	262,837,342,606.29	356,672,331,320.66	97,963,775,614.57	30,862,564,739.20	128,826,340,353.77	485,498,671,674.43	
July	102,457,886,914.80	90,243,164,966.09	192,701,051,880.89	135,984,597,080.06	328,685,648,960.95	103,220,538,046.45	29,398,982,779.02	132,619,520,825.47	461,305,169,786.42	
August										
September										
October										
November										
December										
Total	726,899,687,420.14	428,422,506,759.18	1,155,322,194,179.32	902,281,014,318.31	2,057,603,208,497.63	600,782,276,954.44	183,611,657,611.36	784,393,934,565.80	2,841,997,143,063.43	

Name: Okochukwu Nwanikwo

Signature: 

Date: 17/8/2020

Name: Iyen Eugene

Signature: 

Date: 17/8/2020

Name: Muar Muhammed

Signature: 

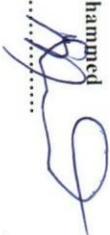
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**Appendix IIIA
RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT
FOR THE MONTH OF JULY, 2020 (VAT)**

Balance b/f (Cash Book)	=N=	(0.00)	=N=
Add: Collection for the month of July, 2020			
FIRS-VAT (Non Import)	103,220,538,046.45		
NCS-VAT (Import)	29,398,982,779.02		
Deduct:			
Transfer to VAT Pool Account by CBN	103,220,538,046.45		
FIRS-VAT (Non Import)	29,398,982,779.02		
NCS-VAT (Import)			
Balance as at 31st July, 2020		132,619,520,825.47	132,619,520,825.47
		<u>132,619,520,825.47</u>	<u>(0.00)</u>

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**Appendix IIB
RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF JULY, 2020 (Fed. Account)**

Balance b/f

=N=

(0.00)

Add: Collection for the month of July, 2020

CIT
PPT

135,984,597,080.06
192,701,051,880.89

328,685,648,960.94

=N=

Deduct:

Transfer to Federation A/c by CBN:
CIT
PPT

135,984,597,080.06
192,701,051,880.89

328,685,648,960.95
(0.00)

Balance as at 31st July, 2019

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