

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 17th February, 2021.

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 January, 2021 to the FAAC Meeting Holding on 17th February, 2021.

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 January, 2021 as attached in Appendices I – IIIA & B, and summarized below:

Tax Type		Provisional Budget (Naira)	Actual		Variance		Remark
			Prev. Month (PM) N b	Current Month (CM) N b	Budget- (CM) N b	(PM - CM) N b	
PPT	PSC/Service Contract	N/A	17.413	55.393	N/A	(37.980)	Positive Variance
	JV PARTNER	N/A	10.147	19.893	N/A	(9.746)	Positive Variance
	NNPC JV CRUDE	N/A	21.338	37.427	N/A	(16.089)	Positive Variance
	MCA	N/A	14.952	0.00	N/A	14.952	Negative Variance
	PPT Sub-Total	N/A	63.850	112.713	N/A	(48.863)	Positive Variance

		Provisional Budget (Naira)	Prev. Month (PM) ₦ b	Current Month (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	
	(2) NPDC	0.000	0.000	0.000	0.000	0.000	
	(3) Other Companies.	N/A	0.535	1.033	N/A	(0.498)	Positive Variance
	TOTAL PPT	136.403	64.385	113.746	22.657	(49.361)	Positive Variance
CIT & Others		124.712	102.477	100.404	24.308	2.073	Negative Variance
GAS Income		42.640	3.383	17.040	25.600	(13.657)	Positive Variance
TOTAL: CIT & Others and Gas Income		167.351	105.860	117.444	49.907	(11.584)	Positive Variance
Value Added Tax		153.196	171.358	157.351	(4.155)	14.007	Negative Variance
TOTAL		456.950	341.603	388.541	68.409	(46.938)	Positive Variance

2.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of January, 2021 was **₦113.746 billion**. This performance was higher than December collection of **₦64.385 billion** by **₦49.361 billion** representing **76.67% increase**. It was lower than the 2021 provisional monthly target of **₦136.403 billion** by **₦22.657 billion** (i.e., **16.61% decrease**). The reason for the increase in the PPT collections when compared with previous month was due to increase in receipt of PPT from PSC.

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

The CIT collection for January, 2021 amounted to **₦117.444 billion**. When compared with the 2021 provisional monthly target of **₦167.351 billion**, it shows a negative variance of **₦49.907 billion** or **29.82%**. This represents a performance level of **70.18%** to the target. It was higher than the previous month's collection of **₦105.860 billion** by **₦11.584 billion** or **10.94%**. The increase in performance is as a result of increase in foreign CIT payments received for the month.

4.0 VALUE ADDED TAX (VAT)

The Total VAT collection for the month of January, 2021 amounted to **₦157.351billion**. When compared with the 2021 provisional monthly target of **₦153.196billion**, it recorded an increase of **₦4.155 billion** or **2.71%**, which translates into a performance level of **102.71%**. It was lower than the **₦171.358billion** collected last month by **₦14.007billion** or **8.17%**. The decrease in the collection for the month relative to the preceding month was due to decrease 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 January, 2021 was **₦388.541billion**. This performance was lower than the 2021 provisional monthly target of **₦456.950 billion** by **₦68.409 billion** or **14.97%** and a performance level of **85.03%**. It was higher than the amount of **₦341.603billion** collected in December, 2020 by **₦46.938 billion** or **13.74%**.

When all the tax types above are compared to the total collection of **₦388.541 billion**; PPT collection of **₦113.746 billion** represent **29.28%**, CIT collection of **₦117.444billion** represent **30.23%** while VAT collection of **₦157.351 billion** represent **40.50%**.

Note: 2

1. The exchange rate used is the CBN mandated exchange rate of USD 370.0000, EURO 438.4356 and £495.7564.

Account Reconciliation

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

Thank you.


Frances Okoroafor

Director, Revenue Accounting Dept.

Federal Inland Revenue Service

17th February, 2021

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for January, 2021

Actual Coll. January 2020	Type of Taxes	Provisional Budget for 2021	Monthly Average	Actual Coll. For January, 2021	Variance	**RP %	Cumulative Provisional Budget Jan. - Jan. 2021	Cumulative Actual Collection Jan. - Jan. 2021	Variance	RP %
171,163,167,402.52	pPT (note 1)	1,636,832,713,488.02	136,402,726,124.00	113,746,518,639.99	(22,656,207,484.01)	83.39	136,402,726,124.00	113,746,518,639.99	-	83.39
86,170,798,554.70	Companies Income Tax, etc.	2,008,215,101,029.27	167,351,258,419.11	117,444,001,516.60	(49,907,256,902.50)	70.18	167,351,258,419.11	117,444,001,516.60	(49,907,256,902.50)	70.18
257,333,965,957.22	Sub-Total (A)	3,645,047,814,517.30	303,753,984,543.11	231,190,520,156.59	(72,563,464,386.52)	76.11	303,753,984,543.11	231,190,520,156.59	(72,563,464,386.52)	76.11
VAT on:										
83,089,901,046.79	- Non-Import	1,378,760,105,684.28	114,896,675,473.69	123,920,001,817.54	9,023,326,343.85	107.85	114,896,675,473.69	123,920,001,817.54	9,023,326,343.85	107.85
21,668,460,160.14	- Import	459,586,701,894.76	38,298,891,824.56	33,431,309,556.85	(4,867,582,267.71)	87.29	38,298,891,824.56	33,431,309,556.85	(4,867,582,267.71)	87.29
104,758,361,206.93	Sub-Total (B)	1,838,346,807,579.04	153,195,567,298.25	157,351,311,374.39	4,155,744,076.13	102.71	153,195,567,298.25	157,351,311,374.39	4,155,744,076.13	102.71
362,092,327,164.15	Grand Total (A+B)	5,483,394,622,096.34	456,949,551,841.36	388,541,831,530.98	(68,407,720,310.38)	85.03	456,949,551,841.36	388,541,831,530.98	(68,407,720,310.38)	85.03

Name: Ock-Jee Kwok

Signature: _____

Date: 15/2/2021

Name: Iren Eugene

Signature: _____

Date: 15/2/2021

Name: Muidar Muhammad

Signature: _____

Date: 15/2/2021

APPENDIX II

FEDERAL INLAND REVENUE SERVICE (FIRS)

Actual Collection as at January, 2021

	PPT (Foreign Receipt) a	PPT (Local Receipt & NNPC) b	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	Grand Total I = e + h
January	47,127,702,141.50	66,618,816,498.49	113,746,518,639.99	117,444,001,516.60	231,190,520,156.59	123,920,001,817.54	33,431,309,556.85	157,351,311,374.39	388,541,831,530.98
February			-		-			-	-
March			-		-			-	-
April			-		-			-	-
May			-		-			-	-
June			-		-			-	-
July			-		-			-	-
August			-		-			-	-
September			-		-			-	-
October			-		-			-	-
November			-		-			-	-
December			-		-			-	-
Total	47,127,702,141.50	66,618,816,498.49	113,746,518,639.99	117,444,001,516.60	231,190,520,156.59	123,920,001,817.54	33,431,309,556.85	157,351,311,374.39	388,541,831,530.98

Name: Okechukwu Nwankwo

Signature:.....

Date: 15/2/2021

Name: Iyen Eugene

Signature:.....

Date: 15/2/2021

Name: Munir Muhammed

Signature:.....

Date: 15/2/2021

Appendix IIIA

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT
FOR THE MONTH OF JANUARY, 2021 (VAT)**

Balance b/f (Cash Book)	=N=	(0.00)	=N=
Add: Collection for the month of January, 2021			
FIRS	123,920,001,817.54		
NCS	33,431,309,556.85		
			157,351,311,374.38
Deduct:			
Transfer to VAT Pool Account by CBN			
FIRS	123,920,001,817.54		
NCS	33,431,309,556.85		
			157,351,311,374.39
Balance as at 31st January, 2021			(0.00)

Prepared by

Name: Okechuckwu Nwankwo

Signature:.....

Date:15/2/2021

Checked by

Name: Iyen Eugene

Signature:.....

Date:15/2/2021

Approved by

Name:Munir Muhammed

Signature:.....

Date:15/2/2021

Appendix IIIB

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF JANUARY, 2021 (Fed. Account)**

Balance b/f	=N=	(0.00)	=N=
Add: Collection(cashbook) for the month of January 2021			
CIT	117,444,001,516.60		
PPT	113,746,518,639.99		
			231,190,520,156.59
Deduct:			
Transfer to Federation A/c by CBN:			
CIT	117,444,001,516.60		
ppt	113,746,518,639.99		
Balance as at 31st January 2020			231,190,520,156.59
			(0.00)

Prepared by

Name: Okechuckwu Nwankwo

Signature:.....

Date:15/2/2021

Checked by

Name: Iyen Eugene

Signature:.....

Date:15/2/2021

Approved by

Name:Munir Muhammed

Signature:.....

Date:15/2/2021