

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) ₦ b | Current Month (CM) ₦ b | Budget- (CM) ₦ b | (PM - CM) ₦ b | |
| PPT (1) PPT | PSC/Service Contract | 17,413 | 55,393 | N/A | (37,980) | Positive Variance |
| | JV PARTNER | 10,147 | 19,893 | N/A | (9,746) | Positive Variance |
| | NNPC JV CRUDE | 21,338 | 37,427 | N/A | (16,089) | Positive Variance |
| | MCA | 14,952 | 0.00 | N/A | 14,952 | Negative Variance |
| | PPT Sub-Total | 63,850 | 112,713 | N/A | (48,863) | Positive Variance |

Circulation Strictly Restricted

| | Provisional Budget (Naira) | Prev. Month (PM) ₦ b | Current Month (CM) ₦ b | Budget- (CM) ₦ b | (PM - CM) | |
|---|----------------------------|----------------------|------------------------|------------------|-----------------|-------------------|
| (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: Obedyiah Manikwa
Signature: 

Date: 15/2/2021

Name: Iven Eugene
Signature: 

Date: 15/2/2021

Name: Mualid Muhammad
Signature: 

Date: 15/2/2021

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

Actual Collection as at January, 2021

| | PPT (Foreign Receipt) | PPT (Local Receipt & NNPC) | Sub Total PPT e = 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 |
|--------------|--------------------------|-------------------------------|---------------------------|---------------------------|--|---------------------------|--------------------------|---------------------------|---------------------------|
| | a | b | | | | | | | |
| 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 | | | <u>(0.00)</u> |

Prepared by

Name: Okechukwu 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
Add: Collection(cashbook) for the month of January 2021
CIT
PPT

=N=
(0.00)
117,444,001,516.60
113,746,518,639.99

=N=
231,190,520,156.59

Deduct:
Transfer to Federation A/c by CBN:
CIT
PPT

117,444,001,516.60
113,746,518,639.99

Balance as at 31st January 2020

231,190,520,156.59
(0.00)

Prepared by

Name: Okechukwu Nwankwo

Signature:.....

Date:15/2/2021

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Name: Iyen Eugene

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