

NIGERIA GOVERNORS' FORUM

NATIONAL SECRETARIAT
ABUJA.



INTERNAL MEMO

To: Nigeria Governors' Forum
From: Director General
Date: 21st February, 2019
Subject: **FAAC Distribution in February, 2019**

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At the last meeting of the Federation Account Allocation Committee (FAAC) held February 2019 in Abuja, the following details emerged:

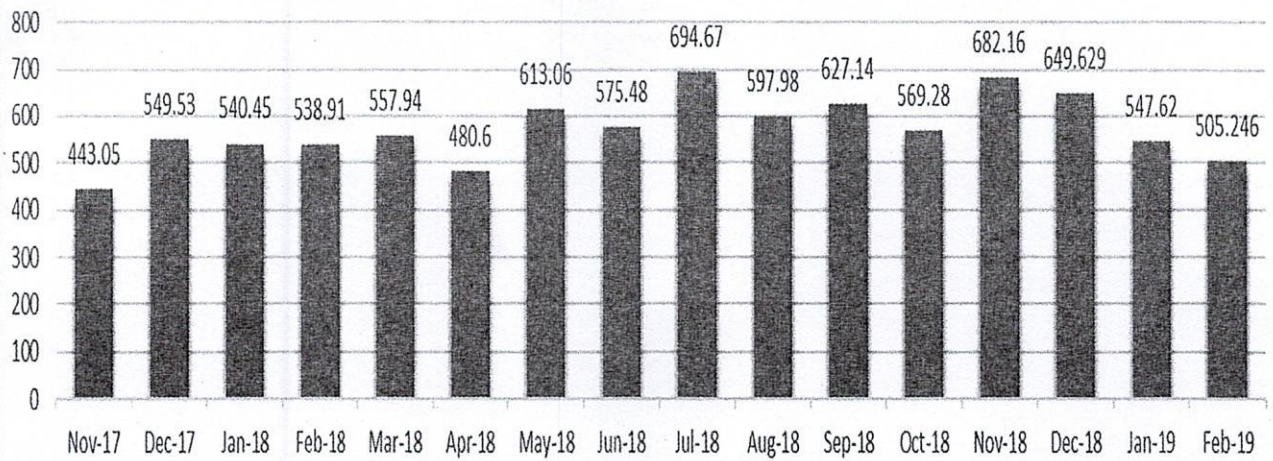
1. FAAC Revenue for January 2019 shared in February 2019 was **₦505.246 billion**, made up of **₦326.524 billion** mineral revenues and **₦170.599 billion** non-mineral revenues. The amount was higher than the previous month's revenue of **₦547.462 billion** by **₦42.216 billion**.
2. A net statutory allocation of **₦491.924 billion** was distributed as follows:
 - a) Federal Government (52.68%) - **₦237.063 billion**
 - b) State Government (26.72%) - **₦120.241 billion**
 - c) Local Government (20.60%) - **₦92.701 billion**
 - d) Derivation (13% of Mineral Revenue (**₦322.451 billion**)) - **₦41.919 billion**
 - e) The total cost of collection equaled **₦13.172 billion**: FIRS (**₦3.784 billion**), NCS (**₦5.316 billion**) and DPR (**₦4.072 billion**).
3. The total distributable revenue for the month (including VAT) was **₦609.714 billion**.
 - a) There was no augmentation for the month.
 - b) There was no distribution from the Excess PPT Account.
 - c) There was **₦0.654 billion** Exchange Gain.
 - d) A grand total of **₦610.368 billion** was distributed.

Please find attached, a breakdown of the Statutory Revenue Allocation showing the following:

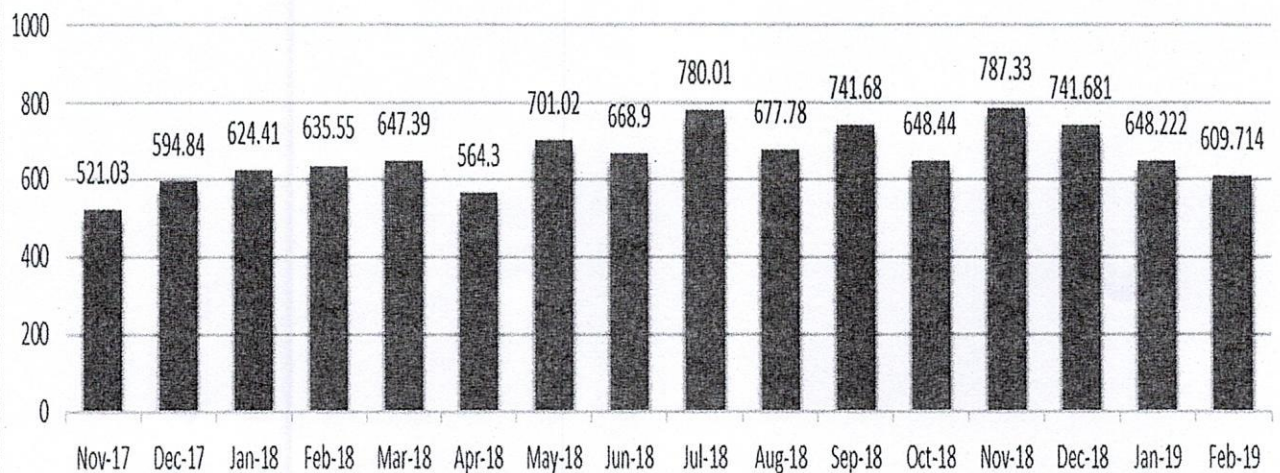
- a) Distribution of FGN, State and the FCT
- b) Transfer to Excess Crude/Domestic Crude
- c) Transfer from Excess Domestic Crude to subsidy
- d) Transfer to Excess Oil Revenue
- e) Non-oil Excess Revenue
- f) Cost of Collection (FIRS and NCS)

REVENUE SUMMARY

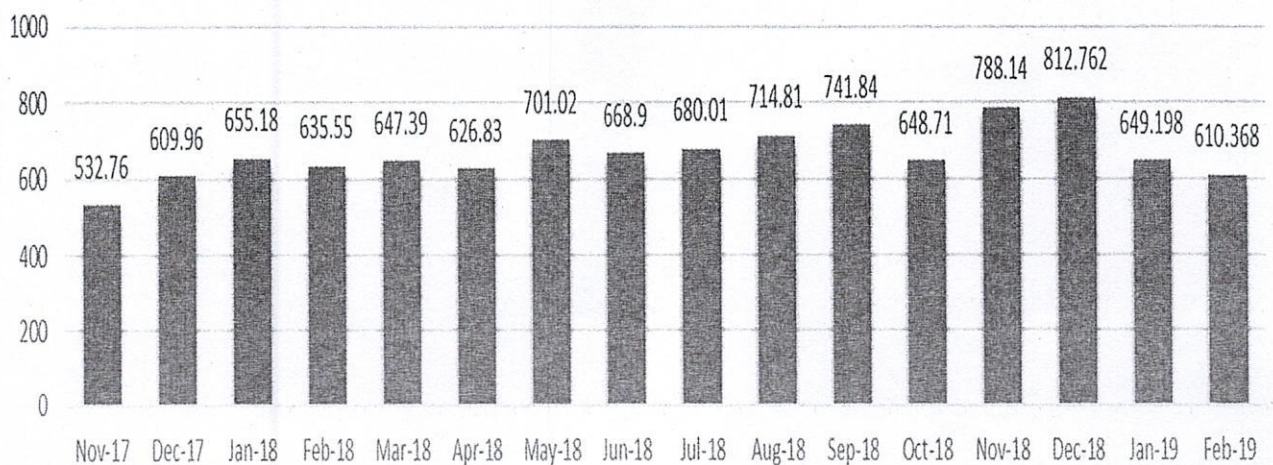
Statutory Revenue - Mineral and Non-Mineral Revenue (N Billion)



Total Revenue Including VAT (N Billion)



Total Distributable Revenue Including VAT & Exchange Gain (N Billion)



Federation Account Allocation Committee (FAAC)

Statement of Income Distributed in February, 2019 (January, 2019 Account) by Federation Account Allocation Committee

1.0 Introduction

I hereby present the summary of Federation Account Revenue in accordance with the existing laws/statutes and relevant revenue allocation formulae for the month of January, 2019 for distribution in the month of February, 2019.

2.0 Sectorial breakdown of funds available for distribution for the month of January, 2019

	Budget 2018	January	Variance	December	Diff. Jan & Dec
	N'b	N'b	N'b	N'b	N'b
(a) Mineral Rev.	571.856	326.524	-245.332	354.221	-27.697
(b) Non-Mineral Rev.	214.540	170.599	-43.941	193.241	-22.642
Total revenue	786.396	497.123	-289.273	547.462	-50.339
Add: Excess Bank Charges	0.000	8.123	0.000	0.000	8.123
Total revenue	786.396	505.246	-281.150	547.462	-42.216

3.0 Comparative analysis of funds available with prior Statements of Accounts

(a) Statutory Revenue Allocation	Budget 2018	January	Variance	December	Diff. Jan & Dec
	Billion(N)	Billion(N)	Billion(N)	Billion(N)	Billion(N)
Total funds available for distribution	786.396	505.246	-281.150	547.462	-42.216
Less: (i) NNPC Subsidy	0.000	0.000	0.000	0.000	0.000
Less: (ii) Excess Mineral Revenue	0.000	0.000	0.000	0.000	0.000
Less: (iii) Transfer to Domestic ECA.	0.000	0.000	0.000	0.000	0.000
Less: (iv) Excess Non Mineral Revenue		0.000	0.000	0.000	0.000
Less: (i) Transfer to Excess Crude, PPT and Royalty	0.000	0.000	0.000	0.000	0.000
Statutory Allocation	786.396	505.246	-281.150	547.462	-42.216
Less: (ii) 4% Cost of Collection FIRS (N94.598 billion)	5.773	3.784	-1.989	5.065	-1.281
Less: (iii) 7% Cost of Collection NCS (N76.096 - 0.150 billion)	5.062	5.316	0.254	4.395	0.921
Less: (iv) 4% Cost of Collection DPR (N100.925 billion)	7.798	4.072	-3.726	4.037	0.035
Less: 13% Derivation to Lagos state	0.000	0.000	0.000	0.000	0.000
Less: Refund to FIRS/NCS	0.000	0.150	0.150	4.003	-3.853
Net Statutory Allocation	767.764	491.924	-275.840	529.962	-38.038
Distribution					
Federal Government (52.68%)	365.295	237.063	-130.131	255.202	-18.139
State Governments	185.282	120.241	-55.840	129.442	-9.201
Local Govts Council	142.845	92.701	-43.051	99.794	-7.093
Derivation (13% of Mineral Revenue) (N322.451 billion)	74.341	41.919	-28.817	45.524	-3.605
Total	767.764	491.924	-275.840	529.962	-38.038

(b)

Value Added Tax (VAT) distribution

For the month of January 2019, the gross revenue available from the Value Added Tax (VAT) was =N=104.468 billion as against =N=100,760 billion distributed in the preceding month, resulting in an increase of =N=3.708 billion. The distribution is as follows:

	Budget 2018	January	Variance	December	Diff. Jan & Dec
	Billion(₦)	Billion(₦)	Billion(₦)	Billion(₦)	Billion(₦)
Amount for distribution					
VAT (Gross)	128.666	104.468	-24.198	100.760	3.708
Less: Refund of over remit	0.000	0.000	0.000	0.000	0.000
VAT for distribution	128.666	104.468	-24.198	100.760	3.708
Less: 4% Cost of collection-FIRS & NCS	5.147	4.178	-0.969	4.030	0.148
	123.519	100.290	-23.229	96.730	3.560
Distributed as follows:					
Federal Govt.(15%)	18.528	15.044	-3.484	14.510	0.534
State Governments (50%)	61.760	50.145	-11.615	48.365	1.780
Local Government Councils (35%)	43.232	35.102	-8.130	33.856	1.246
Total	123.519	100.290	-23.229	96.730	3.560

Summary of Distribution to the three tiers of Govt. (Inclusive of Cost of Collection to NCS, DPR & FIRS)

	Statutory	VAT	Exchange Gain	Forex Equalisation	Total
	Billion(₦)	Billion(₦)	Billion(₦)	Billion(₦)	Billion(₦)
Federal Government	237.063	15.044	0.306	0.000	252.412
State Governments	120.241	50.145	0.155	0.000	170.541
Local Government	92.701	35.102	0.120	0.000	127.923
Derivation (13% of Mineral Revenue)	41.919	0.000	0.073	0.000	41.992
Cost of Collection/ Transfer/FIRS Refund	13.322	4.178	0.000	0.000	17.500
	505.246	104.468	0.654	0.000	610.368

4. Comment

The gross statutory revenue of =N505.246 billion received for the month was lower than the =N547.462 billion received in the previous month by =N42.216 billion. Federation Crude Oil export sales increased by 2.4million barrels resulting in increased Federation revenue by \$149.94 million despite a drop in price from \$81.06 to \$75.00 per barrel. There was Shut in, Shut down and Closure of production at some Terminals due to leaks and maintenance. Revenues from Value Added Tax (VAT) increased marginally, Oil Royalty, Import and Excise duties increased substantially while Companies Income Tax (CIT) and Petroleum Profit Tax (PPT) decreased significantly.

The distributable Statutory Revenue for the month is =N=505.246 billion. The total revenue distributable for the current month (including VAT, Exchange Gain and Excess Bank Charges recovered) is =N=610.368 billion.

Reports of Revenue Collection Agencies and Military Pensions were read and adopted.

5. Dates and Venue of Next Meeting

The next Federation Account Allocation Committee (FAAC) Meeting is proposed for Tuesday 26th and Wednesday 27th March, 2019 at the Auditorium of the Federal Ministry of Finance, Abuja

6. Conclusion

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

(Signed)

Ahmed Idris, FCNA

Accountant-General of the Federation

27th February 2019

SUMMARY OF STATUTORY REVENUE ALLOCATION DISTRIBUTION STATES AND LGCS

SN	STATE	GROSS STATUTORY	TOTAL DERIVATION OIL & GAS	TOTAL	DEDUCTION	STATE NET	LGCsNET	TOTAL NET	SN
1	ABIA	2,915,566,142.39	539,229,487.13	3,454,795,629.51	470,568,964.42	2,984,226,665.09	1,889,387,825.98	4,873,614,491.07	1
2	ADAMAWA	3,101,660,996.13	0.00	3,101,660,996.13	513,771,124.26	2,587,889,871.87	2,383,191,571.13	4,971,081,443.01	2
3	AKWA IBOM	3,130,484,488.01	9,415,563,758.97	12,546,048,246.98	1,163,064,110.20	11,382,984,136.78	3,174,271,129.85	14,557,255,266.63	3
4	ANAMBRA	3,095,850,399.41	0.00	3,095,850,399.41	136,816,703.25	2,959,033,696.16	2,396,070,591.05	5,355,104,287.21	4
5	BAUCHI	3,724,411,753.65	0.00	3,724,411,753.65	787,443,321.17	2,936,968,432.48	2,720,014,273.33	5,656,982,705.81	5
6	BAYELSA	2,755,006,099.78	8,032,477,006.26	10,787,483,106.04	1,547,859,274.33	9,239,623,831.71	1,107,145,370.83	10,346,769,202.55	6
7	BENUE	3,491,876,780.04	0.00	3,491,876,780.04	554,288,448.73	2,937,588,331.31	2,820,258,004.03	5,757,846,335.35	7
8	BORNO	3,868,499,037.40	0.00	3,868,499,037.40	340,888,277.72	3,527,610,759.68	3,213,452,021.50	6,741,062,781.18	8
9	CROSS RIVER	3,131,018,365.12	0.00	3,131,018,365.12	1,576,886,287.05	1,554,132,078.07	2,033,060,041.58	3,587,192,119.65	9
10	DELTA	3,161,454,898.92	13,045,127,285.36	16,206,582,184.28	1,173,529,018.45	15,033,053,165.83	2,654,472,776.22	17,687,525,942.06	10
11	EBONYI	2,785,595,152.69	0.00	2,785,595,152.69	425,376,951.85	2,360,218,200.84	1,484,845,896.79	3,845,064,097.63	11
12	EDO	2,911,393,380.26	1,528,468,673.00	4,439,862,053.25	597,061,376.74	3,842,800,676.51	2,031,030,958.83	5,873,831,635.34	12
13	EKITI	2,784,023,257.58	0.00	2,784,023,257.58	621,619,583.94	2,162,403,673.64	1,612,712,235.33	3,775,115,908.97	13
14	ENUGU	3,131,288,593.14	0.00	3,131,288,593.14	256,998,660.27	2,874,289,932.87	2,063,557,649.51	4,937,847,582.39	14
15	GOMBE	2,932,795,664.00	0.00	2,932,795,664.00	818,787,765.43	2,114,007,898.57	1,359,967,585.26	3,473,975,483.83	15
16	IMO	3,237,291,388.78	693,149,396.63	3,930,440,785.40	944,006,306.47	2,986,434,478.93	2,765,626,284.91	5,752,060,763.84	16
17	JIGAWA	3,482,007,193.40	0.00	3,482,007,193.40	192,846,365.00	3,289,160,828.40	2,905,550,804.82	6,194,711,633.22	17
18	KADUNA	4,079,576,420.87	0.00	4,079,576,420.87	414,127,683.63	3,665,448,737.24	3,267,567,006.73	6,933,015,743.97	18
19	KANO	4,938,781,436.20	0.00	4,938,781,436.20	478,044,702.47	4,460,736,733.73	5,202,246,723.93	9,662,983,457.66	19
20	KATSINA	3,827,415,055.57	0.00	3,827,415,055.57	319,075,825.40	3,508,339,230.17	3,960,558,980.61	7,468,898,210.78	20
21	KEBBI	3,287,768,627.90	0.00	3,287,768,627.90	306,883,493.71	2,980,885,134.19	2,499,537,839.75	5,480,422,973.94	21
22	KOGI	3,441,301,207.61	0.00	3,441,301,207.61	628,744,397.49	2,812,556,810.12	2,493,482,849.30	5,306,039,659.42	22
23	KWARA	2,771,611,005.96	0.00	2,771,611,005.96	496,367,109.08	2,275,243,896.88	1,828,065,331.04	4,103,309,227.92	23
24	LAGOS	4,171,121,316.05	0.00	4,171,121,316.05	2,976,653,546.56	1,194,467,769.49	3,114,102,323.05	4,308,570,092.54	24
25	NASSARAWA	2,871,394,957.68	0.00	2,871,394,957.68	386,471,112.39	2,484,923,845.29	1,591,711,223.10	4,076,635,068.40	25
26	NIGER	3,688,178,977.11	0.00	3,688,178,977.11	601,018,965.50	3,087,160,011.61	3,018,761,440.72	6,105,921,452.33	26
27	OGUN	2,892,720,813.10	0.00	2,892,720,813.10	1,209,804,162.09	1,682,916,651.01	2,037,796,546.67	3,720,713,197.68	27
28	ONDO	2,898,451,617.00	1,154,972,108.83	4,053,423,725.83	673,677,409.37	3,379,746,316.46	2,009,621,785.96	5,389,368,102.42	28
29	OSUN	2,839,691,490.79	0.00	2,839,691,490.79	2,426,667,084.49	413,024,406.30	2,703,957,484.46	3,116,981,890.76	29
30	OYO	3,492,262,590.84	0.00	3,492,262,590.84	686,310,081.69	2,805,952,509.15	3,430,615,546.65	6,236,568,055.80	30
31	PLATEAU	3,251,411,555.70	0.00	3,251,411,555.70	1,152,428,061.13	2,098,983,494.57	2,202,997,820.95	4,301,981,315.52	31
32	RIVERS	3,357,938,777.07	7,509,668,391.06	10,867,607,168.13	928,980,770.77	9,938,626,397.36	2,730,737,926.44	12,669,364,323.80	32
33	SOKOTO	3,431,508,587.35	0.00	3,431,508,587.35	315,318,861.13	3,116,189,726.22	2,714,286,706.27	5,830,476,432.49	33
34	TARABA	2,999,281,876.92	0.00	2,999,281,876.92	424,086,093.60	2,575,195,783.32	2,061,340,871.67	4,636,536,654.99	34
35	YOBE	3,091,874,598.82	0.00	3,091,874,598.82	126,683,319.80	2,965,191,279.02	2,072,497,595.95	5,037,688,874.97	35
36	ZAMFARA	3,098,459,388.90	0.00	3,098,459,388.90	1,035,015,978.98	2,063,443,409.92	1,872,640,120.54	3,936,083,530.47	36
37	FCT-ABUJA	0.00	0.00	0.00	0.00	0.00	827,087,617.58	827,087,617.58	37
		118,070,973,892.17	41,918,656,107.23	159,989,629,999.40	27,708,171,198.56	132,281,458,800.84	90,254,228,762.33	222,535,687,563.17	