



## INTERNAL MEMO

To: Nigeria Governors' Forum  
From: Director General  
Date: 30<sup>th</sup> October, 2018  
Subject: **FAAC Distribution in October, 2018**

At the last meeting of the Federation Account Allocation Committee (FAAC) held on Wednesday, 24<sup>th</sup> October 2018 in Abuja, the following details emerged:

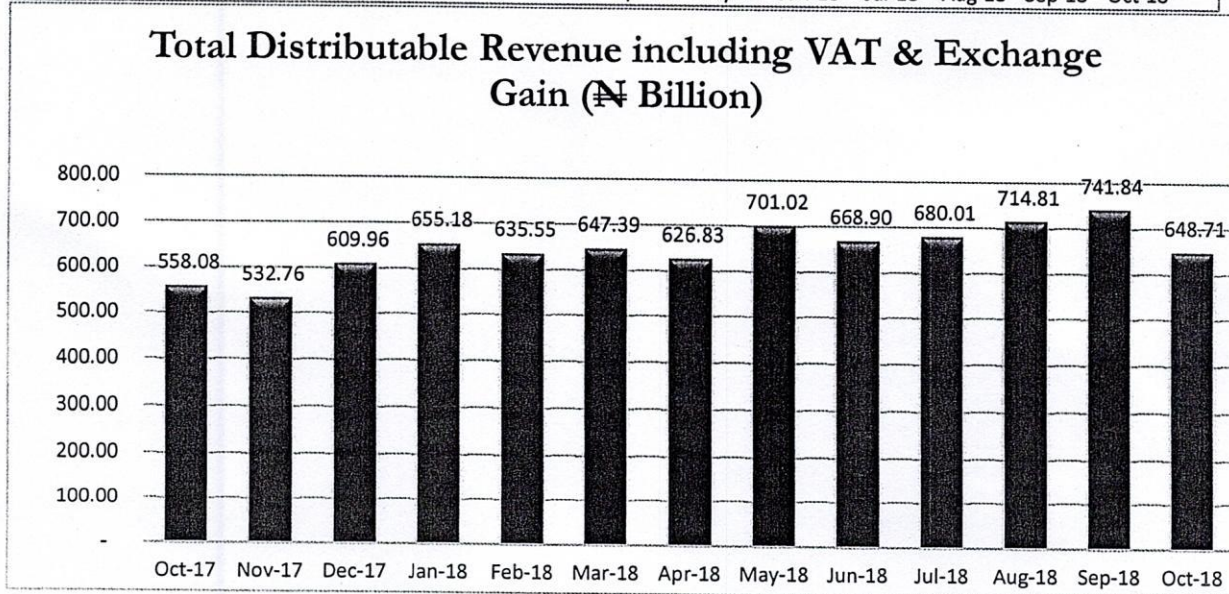
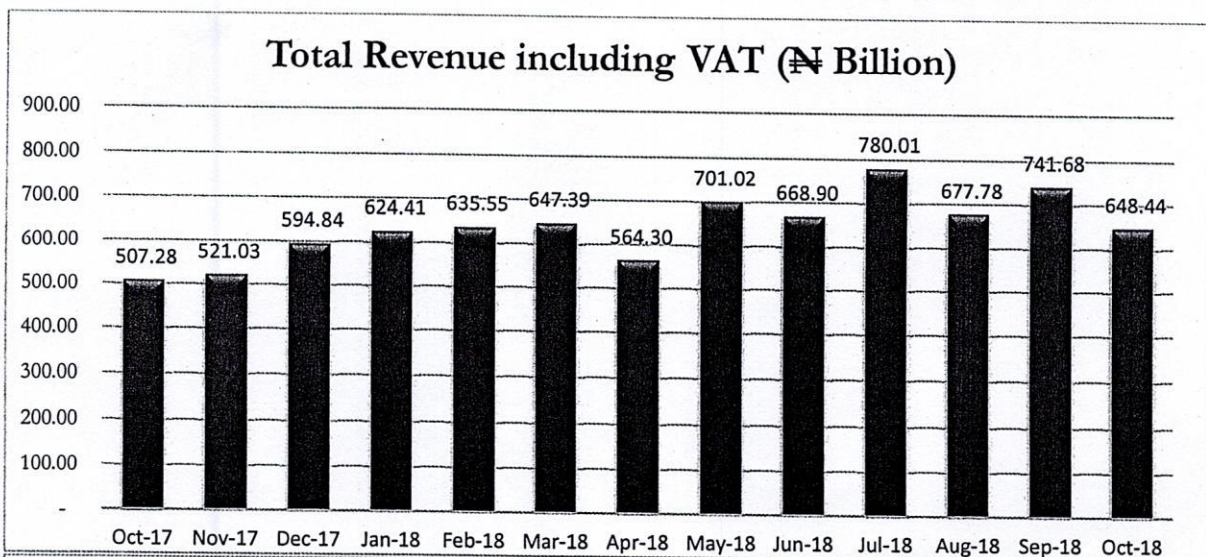
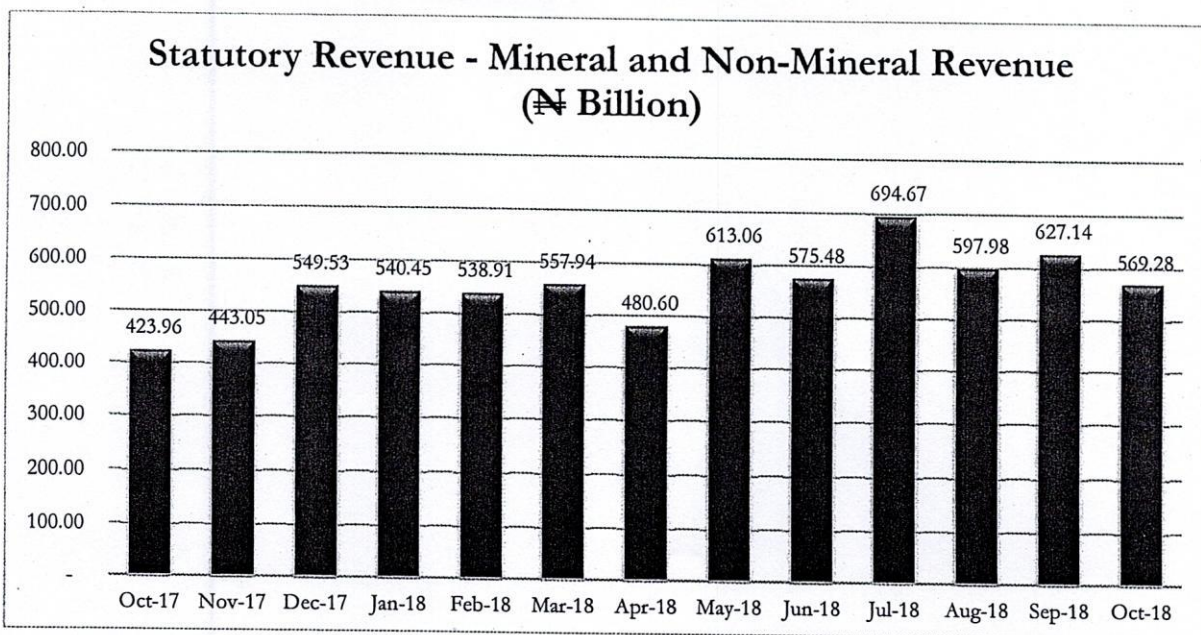
1. Nigeria's Revenue for September 2018 was **₦569.281 billion**, made up of **₦408.612 billion** mineral revenues, **₦156.265 billion** non-mineral revenues and **₦4.404 billion** excess bank charges, verification & reconciliation. The amount was lower than the previous month's revenue of **₦627.139 billion** by **₦57.858 billion**.
2. A net statutory allocation of **₦556.875 billion** was distributed as follows:
  - a) Federal Government (52.68%) - **₦265.672 billion**
  - b) State Government (26.72%) - **₦134.752 billion**
  - c) Local Government (20.60%) - **₦103.888 billion**
  - d) Derivation (13% of Mineral Revenue (**₦404.324 billion**)) - **₦ 52.562 billion**
  - e) There was **₦12.406 billion** total cost of collection to NCS (**₦4.355 billion**), DPR (**₦4.288 billion**), FIRS (**₦ 3.762 billion**) and refund to NCS (**₦ 0.001 billion**).
3. The total distributable revenue for the month (including VAT) was **₦648.435 billion**.
  - a) There was no augmentation for the month.
  - b) There was no distribution from the Excess PPT Account.
  - c) There was **₦0.275 billion** Exchange Gain.
  - d) A grand total of **₦648.710 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





**Federation Account Allocation Committee (FAAC)**

**A Communique issued by the Technical Sub - Committee of FAAC on the  
Federation Account Allocation Committee Meeting for the month of October, 2018**

**1.0 Introduction**

At the Meeting of the Technical Sub-Committee held on Wednesday, 24th October, 2018, Members considered the Accounts along with the relevant statements/annexures for the month of September, 2018 in accordance with the existing laws/statutes and relevant revenue allocation formulae for the purpose of allocation to the beneficiaries. The summary is as follows:

**2.0 Sectorial breakdown of funds available for distribution for the month of September, 2018**

	Budget	September	Variance	August	Diff. Sept. & Aug.
	N'b	N'b	N'b	N'b	N'b
(a) Mineral Rev.	571.856	408.612	-163.244	451.291	-42.679
(b) Non-Mineral Rev.	214.540	156.265	-58.275	175.848	-19.583
Total revenue	786.396	564.877	-221.519	627.139	-62.262
Add: Excess Bank Charges, Verification & Reconciliation	0.000	4.404	0.000	0.000	4.404
Total revenue	786.396	569.281	-217.115	627.139	-57.858

**3.0 Comparative analysis of funds available with prior Statements of Accounts**

(a) Statutory Revenue Allocation	Budget	September	Variance	August	Diff. Sept. & Aug.
	Billion(N)	Billion(N)	Billion(N)	Billion(N)	Billion(N)
Total funds available for distribution	786.396	569.281	-217.115	627.139	-57.858
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	40.000	-40.000
<b>Statutory Allocation</b>	<b>786.396</b>	<b>569.281</b>	<b>-217.115</b>	<b>587.139</b>	<b>-17.858</b>
Less: (ii) 4% Cost of Collection FIRS(N94.047 billion)	5.773	3.762	-2.011	4.482	-0.720
Less: (iii) 7% Cost of Collection NCS(N62.219 billion).	5.062	4.355	-0.707	4.467	-0.112
Less: (iv) 4% Cost of Collection DPR (N107.198 billion)	7.798	4.288	-3.510	3.341	0.947
Less: Refund to NCS	0.000	0.001	0.001	0.007	-0.006
<b>Net Statutory Allocation</b>	<b>767.764</b>	<b>556.875</b>	<b>-210.889</b>	<b>574.842</b>	<b>-17.967</b>
<b>Distribution</b>					
Federal Government (52.68%)	365.295	265.672	-99.623	274.889	-9.217
State Governments (26.72%)	185.282	134.752	-50.530	139.427	-4.675
Local Govts Council (20.60%)	142.845	103.888	-38.957	107.493	-3.604
Derivation(13% of Mineral Revenue) (N404.324 billion)	74.341	52.562	-21.779	53.034	-0.471
<b>Total</b>	<b>767.764</b>	<b>556.875</b>	<b>-210.889</b>	<b>574.842</b>	<b>-17.967</b>



(b)

**Value Added Tax (VAT) distribution**

For the month of September 2018, the gross revenue available from the Value Added Tax (VAT) was =N=79.154 billion as against =N=114.542 billion distributed in the preceeding month, resulting in a decrease of =N=35.388 billion. The distribution is as follows:

	Budget	September	Variance	August	Diff. Sept. & Aug.
	Billion(N)	Billion(N)	Billion(N)	Billion(N)	Billion(N)
<b>Amount for distribution</b>					
VAT (Gross)	128.666	79.154	49.512	114.542	-35.388
Less: 4% Cost of collection-FIRS & NCS (VAT) (N79.154)	5.147	3.166	-1.981	4.581	-1.415
	<b>123.519</b>	<b>75.988</b>	<b>-47.531</b>	<b>109.961</b>	<b>-33.973</b>
<b>Distributed as follows:</b>					
Federal Govt.(15%)	18.528	11.398	-7.130	16.494	-5.096
State Governments (50%)	61.760	37.994	-23.766	54.981	-16.987
Local Government Councils (35%)	43.232	26.596	-16.636	38.486	-11.891
<b>Total</b>	<b>123.519</b>	<b>75.988</b>	<b>-47.531</b>	<b>109.961</b>	<b>-33.973</b>

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

	Statutory	VAT	Exchange Gain	Total
	Billion(N)	Billion(N)	Billion(N)	Billion(N)
Federal Government	265.672	11.398	0.127	277.197
State Governments	134.752	37.994	0.064	172.810
Local Government Councils	103.888	26.596	0.050	130.534
Derivation (13% of Mineral Revenue)	52.562	0.000	0.034	52.596
Cost of Collection/ Transfer/FIRS Refund.	12.406	3.166	0.000	15.572
	<b>569.281</b>	<b>79.154</b>	<b>0.275</b>	<b>648.710</b>

**4. Comment**

The gross statutory revenue of =N569.281 billion received for the month was lower than the =N=627.139 billion received in the previous month by =N=57.858 billion. Crude oil export sales increased by 0.17 Million barrels resulting in increased revenue to the Federation of \$8.48 million. However the average unit price dropped from \$77.10 to \$75.69. There was Shut down of Pipelines which resulted in Shut in of production at various pipelines. Revenue from Royalties increased substantially while Value Added Tax (VAT), Petroleum Profit Tax (PPT) and Companies Income Tax (CIT) decreased significantly.

The distributable Statutory Revenue for the month is =N=569.281 billion. The total revenue distributable for the current month (including VAT and Exchange Gain Difference) is =N=648.710 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 will hold during National Council on Finance and Economic Development (NACOFED) and is proposed for Wednesday 28th November, 2018 in Kaduna State.

**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

**25th October, 2018**



**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	3,298,428,021.29	715,295,700.53	4,013,723,721.81	470,566,964.42	3,543,154,757.39	2,137,495,581.97	5,680,650,339.36	1
2	ADAMAWA	3,508,960,195.91	0.00	3,508,960,195.91	513,771,124.26	2,995,189,071.65	2,696,143,896.05	5,691,332,967.70	2
3	AKWA IBOM	3,541,568,687.25	14,179,494,121.74	17,721,062,808.98	1,151,814,110.20	16,569,248,698.78	3,591,105,236.70	20,160,353,935.48	3
4	ANAMBRA	3,502,386,572.09	0.00	3,502,386,572.09	136,816,703.25	3,365,569,868.84	2,710,714,143.51	6,076,284,012.35	4
5	BAUCHI	4,213,488,389.94	0.00	4,213,488,389.94	876,084,541.68	3,337,403,848.26	3,077,196,969.41	6,414,600,817.67	5
6	BAYELSA	3,116,783,799.29	9,333,977,891.28	12,450,761,690.57	1,614,525,940.99	10,836,235,749.58	1,252,531,802.21	12,088,767,551.79	6
7	BENUE	3,950,417,742.45	0.00	3,950,417,742.45	554,288,448.73	3,396,129,293.72	3,208,928,058.08	6,605,057,351.80	7
8	BORNO	4,376,496,708.40	0.00	4,376,496,708.40	340,888,277.72	4,035,608,430.68	3,635,431,225.07	7,671,039,655.75	8
9	CROSS RIVER	3,542,172,671.21	0.00	3,542,172,671.21	1,512,912,601.19	2,029,260,070.02	2,305,096,743.50	4,334,356,813.52	9
10	DELTA	3,576,606,023.45	15,265,777,325.20	18,842,383,348.66	1,173,529,018.45	17,668,854,330.21	3,003,048,793.70	20,671,903,123.90	10
11	EBONYI	3,151,389,698.91	0.00	3,151,389,698.91	506,331,880.62	2,645,057,818.29	1,685,581,327.50	4,330,639,145.79	11
12	EDO	3,293,707,306.73	1,776,492,692.98	5,070,199,999.71	472,636,164.87	4,597,563,834.84	2,297,738,792.24	6,895,302,627.07	12
13	EKITI	3,149,611,388.07	0.00	3,149,611,388.07	580,507,083.94	2,569,104,304.13	1,824,487,927.04	4,393,592,231.17	13
14	ENUGU	3,542,478,384.63	0.00	3,542,478,384.63	256,998,660.27	3,285,479,724.36	2,334,536,773.40	5,620,016,497.76	14
15	GOMBE	3,317,920,063.01	0.00	3,317,920,063.01	676,441,493.99	2,641,478,569.02	1,545,642,670.21	4,187,121,239.22	15
16	IMO	3,662,401,094.10	475,292,181.60	4,137,693,275.71	872,988,623.19	3,264,704,652.52	3,128,798,589.73	6,393,503,242.24	16
17	JIGAWA	3,939,252,116.45	0.00	3,939,252,116.45	192,846,365.00	3,746,405,751.45	3,287,097,504.86	7,033,503,256.31	17
18	KADUNA	4,615,292,030.58	0.00	4,615,292,030.58	414,127,683.63	4,201,164,346.95	3,696,652,399.60	7,897,816,746.54	18
19	KANO	5,587,324,822.91	0.00	5,587,324,822.91	476,380,318.91	5,110,944,504.00	5,885,387,444.45	10,996,331,948.45	19
20	KATSINA	4,330,017,722.75	0.00	4,330,017,722.75	328,572,455.66	4,001,445,267.09	4,480,645,639.18	8,482,090,906.27	20
21	KEBBI	3,719,506,826.52	0.00	3,719,506,826.52	306,883,493.71	3,412,623,332.81	2,827,768,346.95	6,240,391,679.76	21
22	KOGI	3,893,200,763.94	0.00	3,893,200,763.94	547,311,113.27	3,345,889,650.67	2,832,733,120.90	6,178,622,771.57	22
23	KWARA	3,135,569,203.27	0.00	3,135,569,203.27	496,367,109.08	2,639,202,094.19	2,068,120,432.93	4,707,322,527.12	23
24	LAGOS	4,718,858,279.02	0.00	4,718,858,279.02	2,976,653,546.56	1,742,204,732.46	3,523,035,274.07	5,265,240,006.53	24
25	NASSARAWA	3,248,456,432.16	0.00	3,248,456,432.16	281,748,439.56	2,966,707,992.60	1,805,881,748.54	4,792,589,741.13	25
26	NIGER	4,172,497,652.77	0.00	4,172,497,652.77	600,695,279.08	3,571,802,373.69	3,415,174,562.81	6,986,976,936.50	26
27	OGUN	3,272,582,723.81	0.00	3,272,582,723.81	1,209,804,162.09	2,062,778,561.72	2,320,596,234.68	4,383,374,796.40	27
28	ONDO	3,279,066,076.69	1,467,432,074.41	4,746,498,151.10	610,077,944.05	4,136,420,207.05	2,279,713,376.35	6,416,133,583.40	28
29	OSUN	3,212,589,777.63	0.00	3,212,589,777.63	2,426,667,084.49	785,922,693.14	3,069,803,372.42	3,855,726,065.56	29
30	OYO	3,950,854,216.57	0.00	3,950,854,216.57	686,310,081.69	3,264,544,134.88	3,892,101,589.43	7,156,645,724.31	30
31	PLATEAU	3,678,375,471.63	0.00	3,678,375,471.63	1,152,428,061.13	2,525,947,410.50	2,492,287,737.13	5,018,235,147.63	31
32	RIVERS	3,798,891,472.58	9,348,469,836.75	13,147,361,309.33	928,980,770.77	12,218,380,538.56	3,089,328,814.88	15,307,709,353.44	32
33	SOKOTO	3,882,122,211.28	0.00	3,882,122,211.28	315,318,861.13	3,566,803,350.15	3,075,443,232.17	6,642,246,582.32	33
34	TARABA	3,393,137,011.28	0.00	3,393,137,011.28	378,622,693.69	3,014,514,317.59	2,332,028,896.11	5,346,543,213.69	34
35	YOBE	3,497,888,683.36	0.00	3,497,888,683.36	126,683,319.80	3,371,205,363.56	2,344,650,682.12	5,715,856,045.69	35
36	ZAMFARA	3,505,338,164.90	0.00	3,505,338,164.90	1,035,015,978.98	2,470,322,185.92	2,118,548,626.83	4,588,870,812.74	36
37	FCT-ABUJA	0.00	0.00	0.00	0.00	0.00	935,697,851.00	935,697,851.00	37
		133,575,638,406.83	52,562,231,824.48	186,137,870,231.30	27,182,598,400.05	158,955,271,831.25	102,207,175,417.69	261,162,447,248.95	