

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 17th February, 2023.

Federal Inland Revenue Service (FIRS)

Circulation Strictly Restricted

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, 2023 to the FAAC Meeting Holding on 17th February, 2023.

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, 2023 as attached in Appendices I – IIIA, B & C, and summarized below:

Tax Type		Budget (Naira) ₦ b	Actual		Variance		Remark
			December 2022 (PM) ₦ b	January 2023 (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	
PPT	PSC/Service Contract	135.952	344.048	108.924	27.028	235.124	80.12
	JV PARTNER	36.712	92.371	67.458	(30.746)	24.913	183.75
	NNPC JV PPT	142.804	0.000	0.000	142.804	0.000	0
	MCA	24.606	1.296	0.000	24.606	1.296	0
	PPT Sub-Total	340.074	437.715	176.382	163.692	261.333	51.87
	(1) PPT						

	Budget (Naira) ₦ b	December 2022 (PM) ₦ b	January 2023 (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b	% Performance
(2) NPDC	0.000	0.000	0.000	0.000	0.000	0
(3) Other Companies.	55.098	41.582	3.097	52.001	38.485	5.62
TOTAL PPT	395.172	479.297	179.479	215.693	299.818	45.42
CIT & Others	174.389	221.895	205.287	(30.898)	16.608	117.72
CIT on Oil and Gas Companies	27.678	0.540	0.915	26.763	(0.375)	3.31
NNPC JV CIT	7.306	0.000	0.000	7.306	0.000	0
TOTAL: CIT & Others, CIT on oil and gas companies and NNPC JV CIT	209.373	222.435	206.202	3.171	16.233	98.49
Value Added Tax	246.148	250.512	250.010	(3.862)	0.502	101.57
EMTL	11.419	11.708	13.799	(2.380)	(2.091)	120.84
TOTAL	862.112	963.952	649.490	212.622	314.462	75.34
*Total Amount available for distribution		963.952	649.490			

*Note: This report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPCL-JV)

1.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of January, 2023 was **₦179.479 billion**. This performance is lower than December 2022 collection of **₦479.297 billion** by **₦299.818 billion** representing **62.55% decrease**. It is lower than the 2023 monthly target of **₦395.172 billion** by **₦215.693 billion** (i.e., **54.58% decrease**). The reason for the decrease in the PPT collections when compared with previous month is due to decrease in receipt of PSC.

2.0

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

The CIT & other taxes collection for January, 2023 amounted to **₦206.202billion**. When compared with the 2023 monthly target of **₦209.373 billion**, it shows a negative variance of **₦3.171 billion** or **1.51% shortfall**. This represents a performance level of **98.49%** to the target. It is lower than the previous month's collection of **₦222.435billion** by **₦16.233billion** or **7.30%**. The decrease in performance is as a result of decrease in CIT & other taxes payments received for the month.

3.0

VALUE ADDED TAX (VAT)

The Total VAT collection for the month of January, 2023 amounted to **₦250.010billion**. When compared with the 2023 monthly target of **₦246.148billion** it translates into a performance level of **101.57%**. It is lower than the **₦250.512billion** collected last month by **₦0.502billion** or **0.20%**. The slight decrease in the collection for the month relative to the preceding month was due to slight decrease in the consumption of VAT-able goods.

4.0

ELECTRONIC MONEY TRANSFER LEVY (EMTL)

The collection for January 2023 amounted to **₦13.799billion** and this is reported in our collection for the month.

5.0

TOTAL COLLECTED INTO FEDERATION AND VAT POOL ACCOUNTS

The total amount collected for Federation, VAT and EMTL in January, 2023 is **₦649.490billion**. This performance is lower than the 2023 monthly target of **₦862.112 billion** by **₦212.622 billion** or **24.66%** and a performance level of **75.34%**. It is lower than the amount of **₦963.952billion** collected in December, 2022 by **₦314.462 billion** or **32.62%**.

When all the tax types above are compared to the total collection of **₦649.490 billion**; PPT collection of **₦179.479 billion** represents **27.63%**, CIT & other taxes collection of **₦206.202billion** represents **31.75%**, VAT collection of **₦250.010 billion** represents **38.49%** while EMTL collection of **₦13.799 billion** represents **2.12%**.

Note: The exchange rate used is the CBN mandated exchange rate of USD 433.2700, EURO 478.1230 and £543.7227.

Account Reconciliation

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

Thank you,

Frances Okoroafor (Mrs.)

Director, Revenue Accounting Dept.

Federal Inland Revenue Service

17th February, 2023

APPENDIX I

FEDERAL INLAND REVENUE SERVICE (FIRS)

Collection Analysis for January, 2023

Actual Coll January 2022	Type of Taxes	Approved Budget for 2023	Monthly Average	Actual Coll. For January, 2023	Variance	**RP %	Cumulative Approved Budget Jan. - Jan. 2023	Cumulative Actual Collection Jan. - Jan. 2023	Variance	RP %
119,614,670,143.20	PPT (note 1)	4,742,058,482,380.39	395,171,540,198.37	179,479,885,951.27	-215,691,654,247.09	45.42	395,171,540,198.37	179,479,885,951.27	-215,691,654,247.09	45.42
105,051,266,344.41	Companies Income	2,512,474,625,309.67	209,372,885,442.47	206,202,233,632.04	-3,170,651,810.43	98.49	209,372,885,442.47	206,202,233,632.04	-3,170,651,810.43	98.49
224,665,936,487.61	Tax, etc.	7,254,533,107,690.06	604,544,425,640.84	385,682,119,583.32	-218,862,306,057.52	63.80	604,544,425,640.84	385,682,119,583.32	-218,862,306,057.52	63.80
	Sub-Total (A)									
	VAT on:									
147,272,096,769.78	- Non-Import	2,131,099,989,404.42	177,591,665,783.70	211,010,902,249.70	33,419,236,466.00	118.82	177,591,665,783.70	211,010,902,249.70	33,419,236,466.00	118.82
43,949,668,579.26	- Import	822,672,946,304.19	68,556,078,858.68	38,998,697,682.88	-29,557,381,175.80	56.89	68,556,078,858.68	38,998,697,682.88	-29,557,381,175.80	56.89
191,221,765,349.04	Sub-Total (B)	2,953,772,935,708.61	246,147,744,642.39	250,009,599,932.58	3,861,855,290.20	101.57	246,147,744,642.39	250,009,599,932.58	3,861,855,290.20	101.57
8,872,799,981.77	EMTL	137,032,655,344.00	11,419,387,945.33	13,798,911,192.75	2,379,523,247.42	120.84	11,419,387,945.33	13,798,911,192.75	2,379,523,247.42	120.84
424,760,501,818.42	Grand Total (A+B)	10,345,338,698,742.70	862,111,558,228.56	649,490,630,708.65	-212,620,927,519.91	75.34	862,111,558,228.56	649,490,630,708.65	-212,620,927,519.91	75.34

Note: This report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPCL JV)

Prepared by
Name: Okechukwu Swankwo
Signature:.....
Date:15/02/2023

Checked by
Name: Iyen O. Eugene
Signature:.....
Date:15/02/2023

APPENDIX II

FEDERAL INLAND REVENUE SERVICE (FIRS)

Actual Collection as at January, 2023

	PPT (Foreign Receipt)	PPT (Local Receipt & NNPC JV)	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 $h = f + g$	EMTL i	Grand Total $j = e + h + i$
January	179,479,885,951.27	0.00	179,479,885,951.27	206,202,233,632.04	385,682,119,583.32	211,010,902,249.70	38,998,697,682.88	250,009,599,932.58	13,798,911,192.75	649,490,630,708.65
February			-		-			-		-
March			-		-			-		-
April			-		-			-		-
May			-		-			-		-
June			-		-			-		-
July			-		-			-		-
August			-		-			-		-
September			-		-			-		-
October			-		-			-		-
November			-		-			-		-
December			-		-			-		-
Total	179,479,885,951.27	0.00	179,479,885,951.27	206,202,233,632.04	385,682,119,583.32	211,010,902,249.70	38,998,697,682.88	250,009,599,932.58	13,798,911,192.75	649,490,630,708.65

I January report does not include payment of PPT and Gas income from NNPC on the company's joint venture activities (NNPC-JV)

Name: Okechukwu Nwankwo

Signature:.....

Date: 15/02/2023

Name: Iyen O. Eugene

Signature:.....

Date: 15/02/2023

Appendix IIIA

RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT FOR THE MONTH OF JANUARY, 2023 (VAT)

Balance b/f (Cash Book)

=N= 0.00

Add: Collection for the month of January, 2023

FIRS

211,010,902,249.70

NCS

38,998,697,682.88

Deduct:

Transfer to VAT Pool Account by CBN

FIRS

211,010,902,249.70

NCS

38,998,697,682.88

250,009,599,932.58

Balance as at 31st January, 2023

250,009,599,932.58
- 0.00

Prepared by

Checked by

Name: Okechukwu Nwankwo

Name: Iyen O. Eugene

Signature:.....

Signature:.....

Date:15/02/2023

Date:15/02/2023

Appendix IIIB

RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF JANUARY, 2023 (Fed. Account)

	=N=	=N=
Balance b/f	-	0.00
Add: Collection for the month of January, 2023		
CIT	206,202,233,632.04	
PPT	179,479,885,951.27	
		385,682,119,583.31

Deduct:

Transfer to Federation A/c by CBN:	
CIT	206,202,233,632.04
PPT	179,479,885,951.27

Balance as at 31st January, 2023

385,682,119,583.32
-
<u>0.00</u>

Prepared by

Name: Okechukwu Nwankwo

Signature:.....

Date:15/02/2023

Checked by

Name: Iyen O. Eugene

Signature:.....

Date:15/02/2023

Appendix III C

RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO EMTL ACCOUNT
FOR THE MONTH OF JANUARY, 2023 (EMTL Account)

Add: Balance b/f
Collection for the month of January, 2023
EMTL

13,798,911,192.75

Deduct:

Transfer to Federation A/c by CBN:
EMTL

13,798,911,192.75

Balance as at 31st January, 2023

13,798,911,192.75

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Name: Okechukwu Nwankwo

Signature:.....

Date:15/02/2023

Checked by

Name: Iyen O. Eugene

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Date:15/02/2023