

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 19th January, 2021.

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 December, 2020 to the FAAC Meeting Holding on 19th January, 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 December, 2020 as attached in Appendices I – IIIA & B, and summarized below:

Tax Type		Approved 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	N/A	24.017	17.413	N/A	6.604	Negative Variance
	JV PARTNER	N/A	32.649	10.147	N/A	22.502	Negative Variance
	NNPC JV CRUDE	N/A	36.231	21.338	N/A	14.893	Negative Variance
	MCA	N/A	0.000	14.952	N/A	(14.952)	Positive Variance
	PPT Sub-Total	N/A	92.897	63.850	N/A	29.047	Negative Variance

<i>Circulation Strictly Restricted</i>						
		Approved 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	0.229	0.535	N/A	(0.306)
	TOTAL PPT	23.667	93.126	64.385	(40.718)	28.741
						Negative Variance
CIT & Others		149.885	93.898	102.477	47.408	(8.579)
						Positive Variance
GAS Income		35.551	2.064	3.383	32.168	(1.319)
						Positive Variance
TOTAL: CIT & Others and Gas Income		185.436	95.962	105.860	79.576	(9.898)
						Positive Variance
Value Added Tax		182.551	156.786	171.358	11.193	(14.572)
						Positive Variance
TOTAL		391.654	345.874	341.603	50.051	4.271
						Negative Variance

2.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of December, 2020 was **₦64.385 billion**. This performance was lower than November collection of **₦93.126 billion** by **₦28.741 billion** representing **30.86% decrease**. It was higher than the 2020 revised approved monthly target of **₦23.667 billion** by **₦40.718 billion** (i.e. **172.05% increase**). The reason for the decrease in the PPT collections when compared with previous month was due to decrease in receipt of PPT from PSC.

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

The CIT collection for December, 2020 amounted to **₦105.860billion**. When compared with the 2020 approved monthly target of **₦185.436 billion**, it shows a negative variance of **₦79.576 billion** or **42.91%**. This represents a performance level of **57.09%** to the target. It was higher than the previous month's collection of **₦95.962billion** by **₦9.898billion** or **10.31%**. 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 December, 2020 amounted to **₦171.358billion**. When compared with the 2020 approved monthly target of **₦182.551billion**, it recorded a shortfall of **₦11.193 billion** or **6.13%**, which translates into a performance level of **93.87%**. It was higher than the **₦156.786billion** collected last month by **₦14.572billion** or **9.29%**. The increase in the collection for the month relative to the preceding month was due to increase 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 December, 2020 was **₦341.603billion**. This performance was lower than the 2020 revised approved monthly target of **₦391.654 billion** by **₦50.051 billion** or **12.78%** and a performance level of **87.22%**. It was lower than the amount of **₦345.874billion** collected in November, 2020 by **₦4.271 billion** or **1.23%**.

When all the tax types above are compared to the total collection of **₦341.603 billion**; PPT collection of **₦64.385 billion** represent **18.85%**, CIT collection of **₦105.860billion** represent **30.99%** while VAT collection of **₦171.358 billion** represent **50.16%**.

Note: 2

1. The exchange rate used is the CBN mandated exchange rate of USD 370.0000, EURO 443.6762 and £493.3349.

Account Reconciliation

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

Thank you.

Frances Okoroafor
19/1/2021

Director, Revenue Accounting Dept.

Federal Inland Revenue Service

19th January, 2021

Appendix I

Federal Inland Revenue Service (FIRS)

Collection Analysis for December, 2020

Actual Coll. Dec. 2019	Type of Taxes	Revised Budget for 2020	Monthly Average	Actual Coll. For December, 2020	Variance	**RP %	Cumulative Budget for Jan. - Dec. 2020	Cumulative Actual Coll. For Jan. - Dec. 2020	Variance	RP %
182,189,082,526.20	PPT (note 1)	284,003,905,676.91	23,666,992,139.74	64,385,511,567.43	40,718,519,427.69	272.05	284,003,905,676.91	1,516,979,006,768.23	1,232,975,101,091.32	534.14
142,364,355,273.82	Companies Income Tax, etc.	2,225,231,999,764.31	185,435,999,980.36	105,859,736,080.86	(79,576,263,899.50)	57.09	2,225,231,999,764.31	1,533,188,896,966.24	(692,043,102,798.07)	68.90
324,553,437,800.02	Sub-Total (A)	2,509,235,905,441.22	209,102,992,120.10	170,245,247,648.29	(38,857,744,471.81)	81.42	2,509,235,905,441.22	3,050,167,903,734.47	540,931,998,293.25	121.56
VAT on:										
95,802,080,556.25	- Non-Import	1,642,961,699,315.24	136,913,474,942.94	137,126,616,731.21	213,141,788.27	100.16	1,642,961,699,315.24	1,183,365,330,980.25	(459,596,368,334.99)	72.03
19,003,892,751.37	- Import	547,653,899,771.75	45,637,824,980.98	34,231,272,633.99	(11,406,552,347.0)	75.01	547,653,899,771.75	347,724,759,663.72	(199,929,140,108.03)	63.49
114,805,973,307.62	Sub-Total (B)	2,190,615,599,086.99	182,551,299,923.92	171,357,889,365.20	(11,193,410,558.72)	93.87	1,825,512,999,239.16	1,531,090,090,643.97	(294,422,908,595.19)	83.87
439,359,411,107.64	Grand Total (A+B)	4,699,851,504,528.21	391,654,292,044.02	341,603,137,013.49	(50,051,155,030.53)	87.22	4,334,748,904,680.38	4,581,257,994,378.44	246,509,089,698.06	105.69

Prepared by

Name: Okochukwu Nwankwo

Signature:.....

Date:14/1/2021

Checked by

Name: Iyen Eugene

Signature:.....

Date:14/1/2021

Approved by

Name: Munir Muhammed

Signature:.....

Date:14/1/2021

APPENDIX II
FEDERAL INLAND REVENUE SERVICE (FIRS)

Actual Collection as at December, 2020

	PPT (Foreign Receipt)	PPT (Local Receipt & NNPC)	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
	a	b							
January	132,117,756,502.14	39,045,410,900.38	171,163,167,402.52	86,170,798,554.70	257,333,965,957.22	83,089,901,046.79	21,668,460,160.14	104,758,361,206.93	362,092,327,164.15
February	86,881,415,489.20	69,773,080,252.24	156,654,495,741.44	64,635,134,486.62	221,289,630,228.06	77,277,436,458.06	22,274,728,711.65	99,552,165,169.71	320,841,795,397.77
March	141,197,233,669.20	53,304,895,900.95	194,502,129,570.15	150,256,004,971.56	344,758,134,541.71	91,621,386,971.91	28,647,211,303.82	120,268,598,275.73	465,026,732,817.44
April	69,465,771,187.20	94,220,705,231.31	163,686,476,418.51	115,771,298,406.86	279,457,774,825.37	70,073,869,337.77	24,422,120,555.74	94,495,989,893.51	373,953,764,718.88
May	118,040,608,530.00	64,739,275,921.44	182,779,884,451.44	86,625,838,212.22	269,405,722,663.66	77,535,369,478.89	26,337,589,361.79	103,872,958,840.68	373,278,681,504.34
June	76,739,015,127.60	17,095,973,586.77	93,834,988,714.37	262,837,342,606.29	356,672,331,320.66	97,963,775,614.57	30,862,564,739.20	128,826,340,353.77	485,498,671,674.43
July	102,457,886,914.80	90,243,164,966.09	192,701,051,880.89	135,984,597,080.06	328,685,648,960.95	103,220,538,046.45	29,398,982,779.02	132,619,520,825.47	461,305,169,786.42
August	23,964,369,512.40	28,529,382,929.45	52,493,752,441.85	201,437,623,134.19	253,931,375,576.04	117,921,222,506.61	32,308,937,261.13	150,230,159,767.74	404,161,535,343.78
September	16,594,099,642.80	91,323,461,284.17	107,917,560,926.97	87,627,830,262.60	195,545,391,189.57	108,865,156,642.03	32,993,347,216.28	141,858,503,858.31	337,403,895,047.88
October	16,344,707,104.80	27,388,972,072.72	43,733,679,177.52	140,020,341,013.50	183,754,020,191.02	99,255,117,821.56	27,208,185,394.52	126,463,303,216.08	310,217,323,407.10
November	41,521,363,704.00	51,604,944,771.14	93,126,308,475.14	95,962,352,156.79	189,088,660,631.93	119,414,940,324.40	37,371,359,546.44	156,786,299,870.84	345,874,960,502.77
December	43,047,110,965.50	21,338,400,601.93	64,385,511,567.43	105,859,736,080.86	170,245,247,648.29	137,126,616,731.21	34,231,272,633.99	171,357,889,365.20	341,603,137,013.49
Total	868,371,338,349.64	648,607,668,418.59	1,516,979,006,768.23	1,533,188,896,966.25	3,050,167,903,734.48	1,183,365,330,980.25	347,724,759,663.72	1,531,090,090,643.97	4,581,257,994,378.45

Name: Okechukwu Nwankwo

Signature:.....

Date: 14/1/2021

Name: Iyen Eugene

Signature:.....

Date: 14/1/2021

Name: Munir Muhammed

Signature:.....

Date: 14/1/2021

Appendix IIIA

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO VAT ACCOUNT
FOR THE MONTH OF DECEMBER, 2020 (VAT)**

Balance b/f (Cash Book)
Add: Collection for the month of December, 2020
FIRS (Non-Import) VAT
Import VAT

=N=
(0.00)
137,126,616,731.21
34,231,272,633.99

Deduct:
Transfer to VAT Pool Account by CBN
FIRS (Non-Import) VAT
Import VAT

137,126,616,731.21
34,231,272,633.99

171,357,889,365.20

Balance as at 31st December, 2020

171,357,889,365.20
(0.00)

Prepared by

Name: Okechukwu Nwankwo
Signature:
Date: 14/1/2021

Checked by

Name: Iyen Eugene
Signature:
Date: 14/1/2021

Approved by

Name: Munir Muhammed
Signature:
Date: 14/1/2021

Appendix III B

**RECONCILIATION STATEMENT OF REVENUE COLLECTION AND TRANSFER TO FED ACCOUNT
FOR THE MONTH OF DECEMBER, 2020 (Fed. Account)**

Balance b/f
Add: Collection for the month of December, 2020
CIT
PPT

=N=
(0.00)
105,859,736,080.86
64,385,511,567.43

170,245,247,648.29

Deduct:

Transfer to Federation A/c by CBN:
CIT
PPT

105,859,736,080.86
64,385,511,567.43

Balance as at 31st December, 2020


170,245,247,648.29
(0.00)

Prepared by

Name: Okechukwu Nwankwo
Signature: 

Date: 14/1/2021

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Name: Iyen Eugene
Signature: 

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Approved by

Name: Munir Muhammed
Signature: 

Date: 14/1/2021