

Restricted



**FEDERATION ACCOUNT ALLOCATION
COMMITTEE (FAAC)**

Date: 16th September, 2020.

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 August, 2020 to the FAAC Meeting Holding on 16th September, 2020.

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 August, 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	103.199	21.582	N/A	81.617	Negative Variance
		JV PARTNER	N/A	1.677	15.782	N/A	(14.105)	Positive Variance
		NNPC JV CRUDE	N/A	25.466	14.859	N/A	10.607	Negative Variance
		MCA	N/A	0.430	0.000	N/A	0.430	Negative Variance

	PPT Sub-Total		N/A	130.772	52.223	N/A	78.549	Negative Variance
	(2) NPDC	Approved Budget (Naira)	Prev. Month (PM) ₦ b	Current Month (CM) ₦ b	Budget- (CM) ₦ b	(PM - CM) ₦ b		
		(3) Other Companies.	N/A	7.929	0.271	N/A	7.658	Negative Variance
TOTAL PPT		23.667	192.701	52.494	(28.827)	140.207	Negative Variance	
CIT & Others		149.885	131.552	196.870	(46.985)	(65.318)	Positive Variance	
GAS Income		35.551	4.432	4.568	30.983	(0.136)	Positive Variance	
TOTAL: CIT & Others and Gas Income		185.436	135.985	201.438	(16.002)	(65.453)	Positive Variance	
Value Added Tax		182.551	132.620	150.230	32.321	(17.610)	Positive Variance	
TOTAL		391.654	461.306	404.162	(12.508)	57.144	Negative Variance	

2.0 PETROLEUM PROFIT TAX (PPT):

The PPT collection for the month of August, 2020 was **₦52.494 billion**. This performance was lower than July collection of **₦192.701 billion** by **₦140.207 billion** representing **72.76% decrease**. It was higher than the 2020 revised approved monthly target of **₦23.667 billion** by **₦28.827 billion** (i.e. 121.80% increase). The reason for the decrease in the PPT collections when compared with previous month was due to decrease in receipt of PPT from NPDC.

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

The CIT collection for August, 2020 amounted to **₦201.438billion**. When compared with the 2020 approved monthly target of **₦185.436 billion**, it shows a positive variance of **₦16.002 billion** or **8.63%**. This represents a performance level of **108.63%** to the target. It was higher than the previous month's collection of **₦135.985billion** by **₦65.453billion** or **48.13%**. 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 August, 2020 amounted to **₦150.230billion**. When compared with the 2020 approved monthly target of **₦182.551billion**, it recorded a shortfall of **₦32.321 billion** or **17.71%**, which translates into a performance level of **82.29%**. It was higher than the **₦132.620billion** collected last month by **₦17.610billion** or **13.28%**. 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 August, 2020 was **₦404.162billion**. This performance was higher than the 2020 revised approved monthly target of **₦391.654 billion** by **₦12.508 billion** or **3.19%** and a performance level of **103.19%**. It was lower than the amount of **₦461.306billion** collected in July, 2020 by **₦57.144 billion** or **12.39%**.

When all the tax types above are compared to the total collection of **₦404.162 billion**; PPT collection of **₦52.494 billion** represent **12.99%**, CIT collection of **₦201.438billion** represent **49.84%** while VAT collection of **₦150.230 billion** represent **37.17%**.

Note: 2

1. The exchange rate used is the CBN mandated exchange rate of USD 360.0000, EURO 429.8760 and £479.8800.

Account Reconciliation

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

Thank you.

OK
Frances Okoroafor

Director, Revenue Accounting Dept.

Federal Inland Revenue Service

16th September, 2020

Federal Inland Revenue Service (FIRS)

Collection Analysis for August, 2020

Actual Coll. August, 2019	Type of Taxes	Revised Budget for 2020	Monthly Average	Actual Coll. For August, 2020	Variance	**RP %	Cumulative Budget for Jan. - Aug. 2020	Cumulative Actual Collection for Jan. - Aug. 2020	Variance	RP %
211,934,376,264.15	PPT (note 1)	284,003,905,676.91	23,666,992,139.74	52,493,752,441.85	28,826,760,302.11	221.80	189,335,937,117.94	1,207,815,946,621.17	1,018,480,009,503.23	637.92
203,721,120,446.40	Companies Income Tax, etc.	2,225,231,999,764.31	185,435,999,980.36	201,437,623,134.19	16,001,623,153.83	108.63	1,483,487,999,842.87	1,103,718,637,452.49	(379,769,362,390.38)	74.40
415,655,496,710.55	Sub-Total (A)	2,509,235,905,441.22	209,102,992,120.10	253,931,375,576.04	44,828,383,455.94	121.44	1,672,823,936,960.81	2,311,534,584,073.66	638,710,647,112.85	138.18
	VAT on:									
67,547,832,771.25	- Non-Import	1,642,961,699,315.24	136,913,474,942.94	117,921,222,506.61	(18,992,252,436.33)	86.13	1,095,307,799,543.50	718,703,499,461.05	(376,604,300,082.45)	65.62
20,534,647,771.65	- Import	547,653,899,771.75	45,637,824,980.98	32,308,937,261.13	(13,328,887,719.8)	70.79	365,102,599,847.83	215,920,594,872.49	(149,182,004,975.34)	59.14
88,082,480,542.90	Sub-Total (B)	2,190,615,599,086.99	182,551,299,923.92	150,230,159,767.74	(32,321,140,156.17)	82.29	1,460,410,399,391.33	934,624,094,333.54	(525,786,305,057.79)	64.00
503,737,977,253.45	Grand Total (A+B)	4,699,851,504,528.21	391,654,292,044.02	404,161,535,343.78	12,507,243,299.76	103.19	3,133,234,336,352.14	3,246,158,678,407.20	112,924,342,055.06	103.60

Prepared by
Name: Okechukwu Awankwo
Signature:.....
Date:15/9/2020

Checked by
Name: Iyen O. Eugene
Signature:.....
Date:15/9/2020

Approved by
Name: Munir Muhammad
Signature:.....
Date:15/9/2020

APPENDIX II
FEDERAL INLAND REVENUE SERVICE (FIRS)

Actual Collection as at August, 2020

	PPT (Foreign)	PPT (Local Receipt &)	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
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	69,773,080,282.24	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			-		-			-	-
October			-		-			-	-
November			-		-			-	-
December			-		-			-	-
Total	750,864,056,932.54	456,951,889,688.63	1,207,815,946,621.17	1,103,718,637,452.50	2,311,534,584,073.67	718,703,499,461.05	215,920,594,872.49	934,624,094,333.54	3,246,158,678,407.21

Name: Okeshikwu Nwankwo

Signature:.....

Date: 15/9/2020

Name: Iyen Eugene

Signature:.....

Date: 15/9/2020

Name: Munir Muhamme

Signature:.....

Date: 15/9/2020

Appendix IIIA

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

Balance b/f (Cash Book)
Add: Collection for the month of August, 2020
FIRS
NCS

=N=
(0.00)
117,921,222,506.61
32,308,937,261.13

150,230,159,767.74


Deduct:
Transfer to VAT Pool Account by CBN
FIRS
NCS

117,921,222,506.61
32,308,937,261.13

Balance as at 31st August, 2020

150,230,159,767.74
(0.00)

Prepared by

Name: Okechukwu Nwankwo
Signature: 

Date: 15/9/2020

Checked by

Name: Iyen O. Eugene
Signature: 

Date: 15/9/2020

Approved by

Name: Munir Muhammed
Signature: 

Date: 15/9/2020

Appendix IIIB

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

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

=N=
(0.00)
201,437,623,134.19
52,493,752,441.85

253,931,375,576.04

Deduct:

Transfer to Federation A/c by CBN:
CIT
PPT

201,437,623,134.19
52,493,752,441.85

Balance as at 31st August, 2020

253,931,375,576.04
(0.00)

Prepared by

Name: Okechukwu Nwankwo
Signature:.....
Date:15/9/2020

Checked by

Name: Iyen O. Eugene
Signature:.....
Date:15/9/2020

Approved by

Name: Munir Muhammed
Signature:.....
Date:15/9/2020