

REPORT OF THE

SENATE COMMITTEE ON FINANCE

ON THE

2017 BUDGET OF THE FEDERAL INLAND
REVENUE SERVICE (FIRS)

OCTOBER, 2017

**SENATE COMMITTEE ON FINANCE ON THE 2017 BUDGET OF THE
FEDERAL INLAND REVENUE SERVICE (FIRS)**

1.0 INTRODUCTION

The Federal Inland Revenue Service (FIRS) is funded by 4% Cost of Non-Oil Revenue Collection which is appropriated by the National Assembly as stipulated in Section 15(a) of the FIRS Act, 2007. Following the passage of the National Budget, a total of ₦153.348 billion was approved as 4% Cost of Collection for the Service for Year 2017.

2.0 BUDGET DEFENCE

The Committee held Budget Defence meeting on Tuesday, 18th July, 2017. The Executive Chairman, Mr. Tunde Fowler made presentation on the 2016 Budget Performance and Justification for the 2017 Budget Proposal. Accordingly, the Committee studied the proposal with analysis of the previous Budget and harmonized its position with the House of Representatives Committee on Finance.

3.0 2016 BUDGET PERFORMANCE

As against a total approved Collectable Tax of ₦4.08 trillion, FIRS collected ₦3.3 trillion in 2016 representing 79% achievement. Out of the projected Non-Oil cost of collection of ₦143,904,640,000 the Service received the sum of ₦88,911,285,312 with additional

₦10bn arrears of previous years Education Development Tax (EDT) and Personal Income Tax (PIT). Therefore, the Service received and expended the sum of ₦98, 910,294,312. The 2016 expenditure was limited to the revenue performance by the Service.

Summary of 2016 Approved Budget Expenditure

S/N	2016 Approved Budget (₦)		Actual Expenditure (₦)	Percentage
1.	Personnel	55,000,000,000	51,798,588,869	94%
2.	Overhead	40,693,000,000	28,279,064,424	68%
3.	Capital	30,721,300,000	15,142,139,734	48%
Total		126,414,300,000	95,219,783,028	75%

4.0 HIGHLIGHTS OF 2017 BUDGET

4.0.1 Revenue Projection

The Service projected to collect ₦4.89 trillion from Oil and Non-Oil Revenue for Year 2017 as approved in the 2017 FGN Revenue Profile. The 2017 Budget focused on capacity to increase VAT and other Non-Oil Revenue. Principally, VAT is expected to grow from ₦828 billion to ₦1.8 trillion which is over 125% increase.

The Service has automated VAT Collection for the critical sectors of the economy, notably Telecommunications; Airlines, and Financial Institutions.

As at August, 2017, FIRS has recorded an increase of ₦224 billion over its 2016 performance. So far it has collected ₦1.782 trillion representing an increase of 14% in 2017 when compared with the collection performance for the corresponding period in 2016. The Service has therefore achieved 72.93% of the half year target of ₦2.44 trillion for 2017.

4.0.2 Expenditure

Out of the ₦153.4 billion expected 4% Cost of Non-Oil Collection, FIRS is proposing to spend **₦152,897,252,696** for the Year 2017 with budget surplus of ₦548,104,277.

Summary of Proposed 2017 Budget Expenditure

S/N	2017 Proposed Budget (₦)		Percentage
1.	Personnel cost	75,812,293,039	49.58%
2.	Overhead Cost	46,001,530,533	30.09%
3.	Capital	31,083,429,124	20.33%
Total		152,897,252,696	100%

5.0 OBSERVATIONS:

1. The Committee observed an increase of about ₦20 billion in the Personnel Expenditure Proposals of FIRS i.e from ₦51,798,588,870 actual in 2016 to ₦75,812,293,039

proposed for 2017. This is due to the planned recruitment of 700 additional staff in 2017 and salary review by 30% subject to approval by the Salary, Wages and Income Commission. For analysis of the Personnel Expenditures showing the details of costing (see appendix 1).

2. The Committee also observed an increase of about ₦5 billion Overhead Cost in 2017 compared to last year's budget. The increase is attributed to the increase in the number of personnel which has corresponding increase on Overhead Expenditure notably, on local duty travel, staff welfare, training etc. There is also increases in the Expenditures of Tax Audit, Monitoring, Tax Investigation, other Automation Projects, Tax Payers' Education and Enlightenment.
3. The Committee observed that the Capital Expenditure of the Service includes ongoing projects and new projects which are to be executed during the 2017 Financial Year. The Service intends to complete all building of offices across the nation by 2018. Most of the ICT projects captured in the budget are 2016 carry over projects which were stepped down due to delay in the Procurement and awards of the contracts.

6.0 RECOMMENDATION:

The Committee recommends that a Total Expenditure of ***₦152,897,252,696 (One Hundred and Fifty-Two Billion, Eight Hundred and Ninety Seven Million, Two Hundred and Fifty-Two Thousand, Six Hundred and Ninety-Six Naira)*** be approved for Federal Inland Revenue for the Year 2017.

The details of the 2017 Federal Inland Revenue Service (FIRS) Budget recommended by the Committee is attached as appendix II.

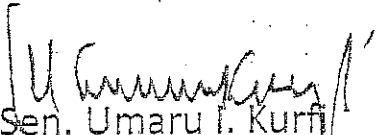
7.0 CONCLUSION:

The Committee expresses deep appreciation to the Senate for the opportunity to serve in this capacity.

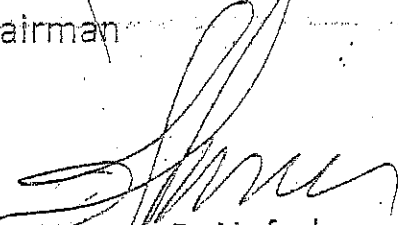
Federal Inland Revenue Service (FIRS) 2017 Budget
Signature Page



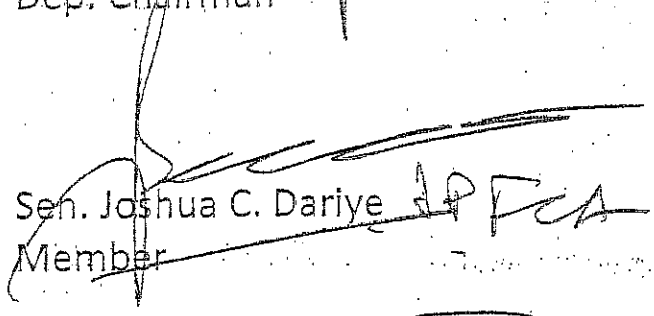
Sen. John Owan Enoh
Chairman



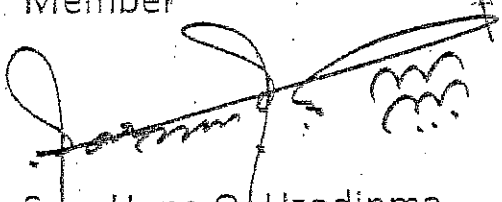
Sen. Umaru I. Kurfi
Dep. Chairman



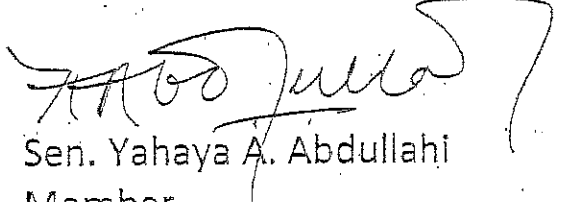
Sen. Usman B. Nafada
Member



Sen. Joshua C. Dariye
Member

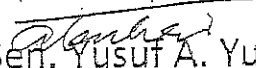


Sen. Hope O. Uzodinma
Member

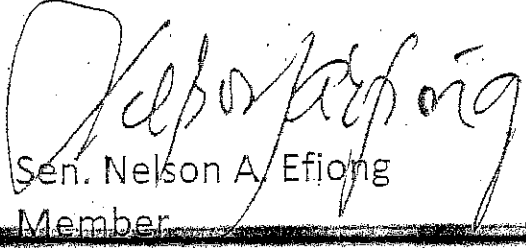


Sen. Yahaya A. Abdullahi
Member

Sen. Solomon O. Adeola
Member

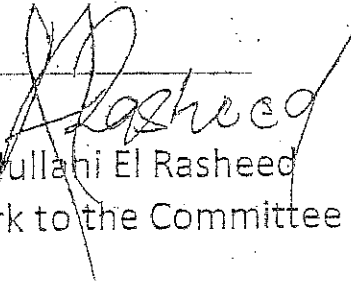


Sen. Yusuf A. Yusuf
Member



Sen. Nelson A. Efiong
Member

Sen. Mustapha M. Sani
Member



Abdullahi El Rasheed
Clerk to the Committee

APPENDIX I

FEDERAL INLAND REVENUE SERVICE (FIRS) YEAR 2017 PE BUDGET ESTIMATES

1/16/2017

A	B	C	D	E	F	G	H	J	K	L	M	N	O
Staff Etab. 2017	2016 Actual Staff In Post	Rank	SALARY LEVEL	CONSOLIDATED SALARY (CURRENT) PER PERSON PER ANNUUM	CONSOLIDATED SALARY (CURRENT FROM JAN - MAR. 2017 BASED ON CURRENT PER ACTUAL NO OF STAFF 6798)	CONSOLIDATED SALARY (CURRENT) FOR 7500 STAFF (INCLUSIVE OF 700 NEW STAFF) FOR 3MONTHS APR - JUN. 2017	PROPOSED 30% CONSOLIDATED SALARY INCREASE FROM JUL - DEC. 2017 FOR ALL STAFF (7500)	TOTAL PROPOSED 2017 CONSOL. SALARY FOR ALL STAFF (JAN-MAR + APR-JUN + JUL-DEC @ 30% INCREMENT RESPECTIVELY)	10% EMPLOYER PENSION	1% ITF CONTRIBUTION	20% SUBSISTENCE	5% NIUS	TOTAL
A	B	C	D	E	F	G	H	J	J X 10%	J X 1%	Is @ 20%	J X 5%	J X 1 + M + H
1	1	Executive Chairman	Chief Exe	15,150,876.82	3,787,718.88	3,787,718.88		15,150,876.82	1,515,087.65	151,508.76	3,030,175.10	757,543.78	20,805,159.71
5	3	CD	SL_01	14,653,130.00	10,089,847.60	18,316,412.50	47,622,672.50	76,928,932.60	7,692,893.26	769,289.33	19,049,069.00	3,846,446.53	108,286,630.46
27	24	Directors	SL_02	11,102,294.00	66,613,764.00	74,940,484.50	184,845,259.70	336,389,608.26	33,639,960.82	3,363,996.08	77,930,103.88	18,819,575.41	468,161,833.35
92	73	Deputy Directors	SL_03	8,970,423.00	163,710,219.75	208,319,729.00	536,431,295.40	906,461,244.15	90,646,124.42	9,064,612.44	214,572,518.15	45,323,062.21	1,265,067,561.37
338	263	Assistant Directors	SL_04	8,161,050.00	518,166,412.50	685,608,725.00	1,792,982,685.00	2,998,777,022.50	299,877,782.25	29,987,778.23	717,183,074.00	149,538,991.13	4,195,775,348.10
520	404	Senior Managers	SL_05	7,256,959.00	732,952,859.00	843,404,670.00	2,452,552,142.00	4,129,209,571.00	412,920,967.10	41,282,096.71	981,140,856.80	206,460,463.55	5,771,024,076.18
725	418	Managers	SL_06	8,163,063.00	539,540,083.50	935,805,168.75	2,433,093,438.75	3,508,438,691.00	350,843,869.10	35,084,386.91	973,237,376.60	196,421,934.55	8,997,026,257.00
828	658	Deputy Managers	SL_07	4,489,958.00	738,598,091.00	920,441,390.00	2,393,147,614.00	4,052,187,095.00	405,218,709.50	40,521,870.95	957,259,045.60	202,609,354.75	5,657,796,078.00
1800	1293	Assistant Managers	SL_08	3,630,739.00	1,173,636,381.75	1,633,832,550.00	4,247,964,830.00	7,055,433,661.75	705,543,356.18	70,554,335.62	1,699,185,862.00	352,771,678.09	9,893,488,703.00
1680	1286	Officer I	SL_09	3,473,360.00	1,125,368,640.00	1,458,811,200.00	3,752,909,120.00	6,377,088,960.00	637,708,896.00	63,770,889.60	1,517,163,648.00	318,654,448.00	9,914,886,841.00
1492	2375	Officer II	SL_010	3,076,077.00	1,826,420,718.75	1,147,376,721.00	2,983,178,474.60	5,956,976,914.35	595,997,691.44	59,599,769.14	1,193,271,789.84	297,848,846.72	8,103,365,010.45
7500	6798		Grand Total		6,897,804,739.63	8,032,644,769.63	20,875,028,331.95	36,813,053,275.97	3,681,306,327.60	368,130,532.76	8,363,041,607.88	1,790,682,063.80	49,896,183,309.01

OTHER PAYMENT

1915	2015 PROMOTION ARREARS (SVA) FOR 1855 FIRS STAFF PROMOTED	1915	444,552,000.00
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TRANSPORT ASSISTANTS & CONTRACT STAFF

1000	857	TRANSPORT ASSISTANTS	GRADE IV	80,000	1000	808,520,000.00
30	27	CONTRACT STAFF	OFF II TO DIRECTOR		30	200,000,000.00
			SUB-TOTAL			1,108,520,000.00

SUMMARY

SUMMARY	CONSOLIDATED SALARY	13TH MTH SALARY	SUBSISTENCE ALLOWANCE	PERFORMANCE BONUS	SOCIAL CONTRIBUTION	2015 PROMOTION SVA	TRANSPORT ASST.	CONTRACT STAFF	TOTAL
CONSOLIDATED SALARY	35,813,053,275.97	-	-	-	-	-	-	-	35,813,053,275.97
Pension (ER) @ 10% Consol. Sal	-	-	-	-	3,581,305,327.60	-	-	-	3,581,305,327.60
ITF @ 1%	-	-	-	-	358,130,532.76	-	-	-	358,130,532.76
NIUS @ 5%	-	-	-	-	1,790,682,063.80	-	-	-	1,790,682,063.80
SUBSISTENCE @ 20%	-	-	8,353,041,507.88	-	-	-	-	-	8,353,041,507.88
13TH MONTH SAL	-	3,480,433,981.62	-	-	-	-	-	-	3,480,433,981.62
PERFORMANCE BONUS	-	-	-	20,882,603,769.71	-	-	-	-	20,882,603,769.71
2015 PROMOTION ARREARS (SVA)	-	-	-	-	-	444,552,000.00	-	-	444,552,000.00
TRANSPORT ASSISTANTS	-	-	-	-	-	-	908,520,000.00	-	908,520,000.00
CONTRACT STAFF	-	-	-	-	-	-	-	200,000,000.00	200,000,000.00
TOTAL	35,813,053,275.97	3,480,433,981.62	8,353,041,507.88	20,882,603,769.71	5,730,088,524.16	444,552,000.00	908,520,000.00	200,000,000.00	75,812,293,039.34

Basis/Note:

1. Performance Bonus is based on 6 mths salary i.e KPI Bonus for 4 qtrs and 2 mths Target Bonuses.
2. We recommend that the Subsistence Allowance and other Bonuses be removed from PE and taken to Overhead to avoid over-bloating of PE Budget.
3. Chairman/FIRS was excluded from the 30% Salary Increase because his Salary is not determined by Salaries & Wages Commission.
4. The Proposed Assumptions: Staff Strength from Jan-Mar @ 6798 (current salary); Staff Strength from Apr-Jun @ 7500 (current salary); Staff Strength from Jul-Dec @ 7500 (30% salary increment)
5. Subsistence, 13th Month and other Bonuses are Computed bases on the 30% Salary Increase.

WORKINGS/BREAKDOWN AND ASSUMPTIONS FOR 2017 BUDGET

2016 PROMOTION ARREARS (SVA) FOR 1855 FIRS STAFF PROMOTED

S/N	RANKS OF EXPECTED PROMOTION	ANNUAL CBS (GRADE LEVEL/STEP)	ACTUAL NO FOR PROMOTION	PROJECTED SVA AMOUNT (N)
1	DD TO DIRECTOR	SL2	2	1,824,000.00
2	AD TO DD	SL3	25	4,800,000.00
3	SM TO AD	SL4	135	24,300,000.00
4	MGR TO SM	SL5	114	160,056,000.00
5	DM TO MGR	SL6	205	27,060,000.00
6	AM TO DM	SL7	502	162,648,000.00
7	OI TO AM	SL8	342	20,520,000.00
8	OII TO OI	SL9	590	43,344,000.00
	TOTAL			444,552,000.00

NOTE: The above projections were figures carried over from 2016 Budget

TRANSPORT ASSISTANTS

S/N	DESCRIPTION	AVERAGE SALARY OF EACH TRANSPORT ASST. PER MONTH	NO OF EXISTING TRANSPORT ASST. AND PROPOSED NEW TRANSPORT ASST.	PROJECTED SALARY PER ANNUM (N)
1	EXISTING TRANSPORT ASSISTANTS	80,000.00	857	822,720,000.00
2	PROJECTED ADDITIONAL TRANSPORT ASSISTANTS	50,000.00	143	85,800,000.00
	TOTAL			908,520,000.00

NOTE: Current Transport Asst. Salary is between N50,000 and N120,000.

However, an average of N80,000/Transport Asst. was used for the purpose of 2017 budget

And, an average of N50,000/New Transport Asst. was used for the purpose of 2017 budget

CONTRACT STAFF

S/N	DESCRIPTION	NO OF STAFF PER DESIGNATION (RANK)	AVERAGE OF N15,800,000 FOR 27 STAFFS EACH MONTH	PROJECTED SALARY PER ANNUM (N)
1	27 EXISTING CONTRACT STAFF (i.e. 1-CD, 5-DIR, 2-DD, 6-AD, 2-SM, 2-MGR, 2-AM, 4-OI & 2-OII AS DETAILED BELOW)	27	15,800,000.00	189,600,000.00
a	EC/FIRS	1	1,259,836.67	
b	COORDINATING DIRECTOR	1	1,221,094.17	
c	DIRECTOR	5	4,117,407.08	
d	DEPUTY DIRECTOR	2	1,359,453.50	
e	ASSISTANT DIRECTOR	6	3,779,162.92	
f	SENIOR MANAGER	2	1,152,145.58	
g	MANAGER	2	804,418.92	
h	ASSISTANT MANAGER	2	582,169.25	
i	OFFICER I	4	1,051,844.67	
j	OFFICER II	2	459,708.67	
2	PROJECTED ADDITIONAL CONTRACT STAFF	3	3,466,666.67	10,400,000.00
	TOTAL			200,000,000.00

NOTE: Current sum salary for Contract Staff is about N15,800,000/month.

However, it is assumed that 3 additional Contract Staff (OI/II) will amount to N10,400,000

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YEAR 2017 BUDGET**

S/N		EXPENDITURE DESCRIPTION	2016 APPROVED BUDGET =N=	2016 ACTUAL EXPENDITURE (JAN. DEC) =N=	2017 BUDGET PROPOSAL TOTAL =N=	2017 COMMITTEE RECOMMENDATION =N=	REMARKS
		TOTAL: FIRS BUDGET	126,434,300,000	98,910,294,312	152,897,252,696	152,897,252,696	SUSTAINED
	0001	PERSONNEL COSTS (MAIN) - GENERAL					
	0010	SALARY & WAGES - GENERAL					
1	0010	SALARY & WAGES - GENERAL (12 MONTHS CONSOLIDATED SALARY AND 13TH MONTH SALARY)	32,885,370,768	31,538,484,106	40,846,559,238	40,846,559,238	SUSTAINED
	0020	ALLOWANCES - GENERAL	22,114,629,242	20,260,104,763			
2	0022	NON-REGULAR ALLOWANCES: (Staff Performance Bonus 82% & Subsistence Allowance 18%)	17,031,645,253	16,592,232,096	29,235,645,278	29,235,645,278	SUSTAINED
3	0024	SOCIAL CONTRIBUTIONS:- Employer Contribution To: (PENCOM 62.31%, NHIS 31.16% & ITF 6.53%)	5,082,983,989	3,667,872,668	5,730,088,524	5,730,088,524	SUSTAINED
		TOTAL PERSONNEL COSTS	55,000,000,010	51,797,588,869	75,812,293,039	75,812,293,039	SUSTAINED
		GOODS AND NON-PERSONAL SERVICES - GENERAL					
		TRAVEL & TRANSPORT - GENERAL					
4	0111	LOCAL TRAVELS & TRANSPORT: i. Groups/Depts./Outstations ii. Staff Deployment iii. Field Operations Group Regional Meetings	3,500,000,000	26,945,865,435	3,000,000,000	3,000,000,000	SUSTAINED
5	0112	INTERNATIONAL TRAVEL & TRANSPORT	300,000,000	299,729,584	450,000,000	450,000,000	SUSTAINED
		SUB-TOTAL	3,800,000,000	2,994,316,019	3,450,000,000	3,450,000,000	SUSTAINED
	0200	UTILITIES - GENERAL					
6	0201	ELECTRICITY CHARGES	400,000,000	399,255,164	600,000,000	600,000,000	SUSTAINED
7	0202	TELEPHONE CHARGES	300,000,000	1,590,401,379	200,000,000	200,000,000	SUSTAINED
8	0203	INTERNET ACCESS CHARGES	300,000,000	156,931,097	200,000,000	200,000,000	SUSTAINED
9	0204	SATELLITES BROADCASTING CHARGES/REVENUE COLLECTION SYSTEM SUPPORT	400,000,000	245,330,162	300,000,000	300,000,000	SUSTAINED
10	0205	WATER RATES	25,000,000	12,784,778	20,000,000	20,000,000	SUSTAINED
11	0206	SEWERAGE CHARGES	25,000,000	10,537,915	15,000,000	15,000,000	SUSTAINED
		SUB-TOTAL	1,450,000,000	983,879,495	1,335,000,000	1,335,000,000	SUSTAINED
	0300	MATERIAL & SUPPLY - GENERAL					
12	0301	OFFICE MATERIALS & SUPPLIES	350,000,000	349,074,612	400,000,000	400,000,000	SUSTAINED
13	0302	LIBRARY BOOKS & PERIODICALS	68,000,000	63,139,215	88,400,000	88,400,000	SUSTAINED
14	0303	COMPUTER MATERIALS & SUPPLIES	250,000,000	79,880,048	500,000,000	1,000,000,000	INCREASED
15	0304	PRINTING OF NON-SECURITY DOCUMENTS	1,900,000,000	531,183,043	3,500,000,000	2,936,000,000	REDUCED
16	0305	PRINTING OF SECURITY DOCUMENTS	250,000,000	186,050,436	500,000,000	500,000,000	SUSTAINED
17	0306	DRUGS & MEDICAL SUPPLIES	61,000,000	15,287,455	30,000,000	30,000,000	SUSTAINED
18	0399	OTHER MATERIALS SUPPLIES	100,000,000	99,743,703	100,000,000	100,000,000	SUSTAINED
		SUB-TOTAL	2,979,000,000	1,324,358,512	5,118,400,000	5,054,400,000	REDUCED
		MAINTENANCE SERVICES - GENERAL					
19	0401	MAINTENANCE OF MOTOR VEHICLES	400,000,000	319,413,252	600,000,000	600,000,000	SUSTAINED
20	0405	MAINTENANCE OF OFFICE FURNITURE & EQUIPMENT	50,000,000	32,870,456	50,000,000	50,000,000	SUSTAINED
21	0406	MAINTENANCE OF BUILDING - OFFICE	300,000,000	222,317,813	300,000,000	300,000,000	SUSTAINED
22	0409	MAINTENANCE OF OFFICE EQUIPMENTS	266,000,000	242,191,952	225,000,000	225,000,000	SUSTAINED
23	0410	MAINTENANCE OF COMPUTERS & IT EQUIPMENTS	95,000,000	31,490,956	60,000,000	60,000,000	SUSTAINED
24	0411	MAINTENANCE OF PLANTS/GENERATORS	170,000,000	146,978,395	220,000,000	220,000,000	SUSTAINED
25	0412	ENTERPRISE ICT USERS	800,000,000	641,218,238	985,000,000	985,000,000	SUSTAINED

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26	0413	LEASE CIRCUIT FEE (FIBRE)	700,000,000	91,435,848	1,500,000,000	1,500,000,000	SUSTAINED
27	0499	OTHER MAINTENANCE SERVICES	120,000,000	119,468,791	125,000,000	125,000,000	SUSTAINED
		SUB-TOTAL	2,901,000,000	1,847,385,701	4,065,000,000	4,065,000,000	SUSTAINED
	0500	TRAINING - GENERAL					
28	0501	LOCAL TRAINING (EXCLUDING TRAVELLING COSTS)	3,000,000,000	2,182,667,567	3,000,000,000	3,000,000,000	SUSTAINED
29	0502	INTERNATIONAL TRAINING (EXCLUDING TRAVELLING COSTS)	350,000,000	157,544,016	500,000,000	500,000,000	SUSTAINED
		SUB-TOTAL	3,350,000,000	2,340,211,583	3,500,000,000	3,500,000,000	SUSTAINED
	0600	OTHER SERVICES - GENERAL					
30	0601	SECURITY SERVICES	683,000,000	679,947,761	900,000,000	900,000,000	SUSTAINED
31	0602	CLEANING & FUMIGATION SERVICES	750,000,000	714,510,964	975,000,000	975,000,000	SUSTAINED
32	0603	OFFICE RENT	885,000,000	883,766,800	1,000,000,000	1,000,000,000	SUSTAINED
33	0605	SECURITY VOTE	250,000,000	250,000,000	250,000,000	250,000,000	SUSTAINED
34	0606	TAX DRIVE AND ENFORCEMENT PROGRAMMES	1,000,000,000	902,813,440	1,150,000,000	1,150,000,000	SUSTAINED
35	0606A	FIELD OFFICE TAX DRIVE	400,000,000	115,593,018	250,000,000	250,000,000	SUSTAINED
36	0607	TAX AUDIT & MONITORING	2,500,000,000	103,623,039	150,000,000	150,000,000	SUSTAINED
37	0608	TAX INVESTIGATION	500,000,000	5,323,000	150,000,000	150,000,000	SUSTAINED
38	0610	PROJECT/PROCESS SUPERVISION	125,000,000	59,636,433	125,000,000	125,000,000	SUSTAINED
39	0611	AUTOMATION OF FINANCE & ACCOUNTS DEPARTMENT	250,000,000	141,715,553	100,000,000	100,000,000	SUSTAINED
40	0613	SPECIAL PURPOSE SERVICES (ENFORCEMENT)	600,000,000	520,767,496	600,000,000	600,000,000	SUSTAINED
41	0615	MODERNIZATION - CHANGE MANAGEMENT SUPPORT	50,000,000	25,762,400	40,000,000	40,000,000	SUSTAINED
42	0616	ENTERPRISE SUPPORT CENTRE	15,000,000	811,600	15,000,000	15,000,000	SUSTAINED
43	0617	OTHER AUTOMATION PROJECTS	100,000,000	53,065,444	300,000,000	300,000,000	SUSTAINED
44	0618	BOARD EXPENSES	250,000,000	19,847,500	250,000,000	250,000,000	SUSTAINED
45	0623	ITAS PROJECT	250,000,000	205,062,620	150,000,000	150,000,000	SUSTAINED
46	0619	OPERATIONAL MEETINGS	275,000,000	108,920,198	150,000,000	150,000,000	SUSTAINED
47	0619B	MANAGEMENT RETREAT WITH STAKEHOLDERS	-	-	-	500,000,000	INSERTED
		SUB-TOTAL	8,883,000,000	4,791,167,266	6,555,000,000	7,055,000,000	INCREASED
		CONSULTING & PROFESSIONAL SERVICES					
48	0701	FINANCIAL CONSULTING	3,000,000,000	1,376,598,191	2,000,000,000	2,000,000,000	SUSTAINED
49	0702	INFORMATION TECHNOLOGY CONSULTING & SERVICE LEVEL AGREEMENT	150,000,000	116,479,510	450,000,000	450,000,000	SUSTAINED
50	0703	LEGAL SERVICES	350,000,000	223,064,571	300,000,000	300,000,000	SUSTAINED
51	0704	ENGINEERING SERVICES	40,000,000	32,348,448	20,000,000	20,000,000	SUSTAINED
52	0705	MONITORING AND COMPLIANCE ENHANCEMENT	1,500,000,000	1,380,458,333	600,000,000	1,100,000,000	INCREASED
53	0708	HUMAN RESOURCES SERVICES	150,000,000	121,367,783	150,000,000	150,000,000	SUSTAINED
54	0799	OTHER PROFESSIONAL SERVICES	250,000,000	249,551,527	300,000,000	300,000,000	SUSTAINED
		SUB-TOTAL	5,440,000,000	3,499,868,363	3,820,000,000	4,320,000,000	INCREASED
	0800	FINANCIAL GENERAL					
55	0801	COMMISSION PAYABLE TO TAX COLLECTING BANKS	670,000,000	581,294,747	1,000,000,000	1,000,000,000	SUSTAINED
56	0801A	BANK COMMISSION	-	-	125,000,000	125,000,000	SUSTAINED
57	0801B	COMMISSION FOR VAT AUTOMATION SERVICE	-	-	1,500,000,000	1,000,000,000	REDUCED
58	0803	INSURANCE CHARGES	660,000,000	551,911,777	850,000,000	750,000,000	REDUCED
59	0803A	NSITF EMPLOYEE COMPENSATION SCHEME	320,000,000	272,624,183	358,130,533	358,130,533	SUSTAINED
		SUB-TOTAL	1,650,000,000	1,405,830,707	3,833,130,533	3,233,130,533	REDUCED
	0900	FUEL AND LUBRICANTS - GENERAL					

**REPORT OF SENATE COMMITTEE ON FINANCE ON THE
FEDERAL INLAND REVENUE SERVICE (FIRS)
YEAR 2017 BUDGET**

S/N		EXPENDITURE DESCRIPTION	2016 APPROVED BUDGET	2016 ACTUAL EXPENDITURE (JAN. DEC)	2017 BUDGET PROPOSAL TOTAL	2017 COMMITTEE RECOMMENDATION	REMARKS
			=N=	=N=	=N=	=N=	
60	0901	MOTOR VEHICLE FUEL COST	450,000,000	346,818,021	700,000,000	650,000,000	REDUCED
61	0905	GENERATOR FUEL COST	750,000,000	702,281,909	1,500,000,000	1,500,000,000	SUSTAINED
		SUB-TOTAL	1,200,000,000	1,049,099,930	2,200,000,000	2,150,000,000	REDUCED
	1000	MISCELLANEOUS EXPENSES					
62	1001	REFRESHMENT & MEALS	586,000,000	585,863,347	750,000,000	750,000,000	SUSTAINED
63	1001A	HIRE OF HALL, ACCOMMODATION & EVENTS	350,000,000	348,702,010	350,000,000	350,000,000	SUSTAINED
64	1002	HONORARIUM & SITTING ALLOWANCE PAYMENTS	150,000,000	111,446,600	150,000,000	200,000,000	INCREASED
65	1003	PUBLICITY ADVERT & TAXPAYERS EDUCATION	2,000,000,000	1,999,563,180	2,750,000,000	2,750,000,000	SUSTAINED
66	1004	MEDICAL EXPENDITURE	400,000,000	72,580,575	975,000,000	975,000,000	SUSTAINED
67	1006	POSTAGES & COURIER SERVICES	75,000,000	29,297,537	250,000,000	250,000,000	SUSTAINED
68	1007	WELFARE PACKAGES	681,000,000	530,871,553	1,300,000,000	1,300,000,000	SUSTAINED
70	1007B	CORPORATE OUTFIT GRANT	2,100,000,000	2,066,321,959	2,500,000,000	2,500,000,000	SUSTAINED
71	1008	SUBSCRIPTIONS TO PROFESSIONAL BODIES	168,000,000	37,211,554	100,000,000	100,000,000	SUSTAINED
72	1009	SPORTING ACTIVITIES	200,000,000	105,939,154	120,000,000	120,000,000	SUSTAINED
73	1014	ANNUAL BUDGET EXPENSES & ADMINISTRATION	-	-	-	200,000,000	NEW INSERTION
		SUB-TOTAL	6,710,000,000	5,887,797,469	9,245,000,000	9,445,000,000	INCREASED
	1200	GRANTS & CONTRIBUTION - GENERAL					
74	1201A	CONTRIBUTION TO LOCAL ORGANISATIONS	1,200,000,000	1,149,398,046	1,200,000,000	1,200,000,000	SUSTAINED
75	1201B	CONTRIBUTION TO PROFESSIONAL BODIES	30,000,000	23,200,000	30,000,000	30,000,000	SUSTAINED
76	1201C	CONTRIBUTION TO COLLECTING MDAs	500,000,000	434,863,675	500,000,000	500,000,000	SUSTAINED
		CONTRIBUTION TO FOREIGN ORGANISATION(CATA,VADA,ATAF etc)	50,000,000	20,973,799	400,000,000	400,000,000	SUSTAINED
		SUB-TOTAL	1,780,000,000	1,628,435,520	2,130,000,000	2,130,000,000	SUSTAINED
	1300	SOCIAL BENEFITS - GENERAL					
78	1301A	REWARD FOR OUTSTANDING SERVICE	500,000,000	499,309,670	700,000,000	700,000,000	SUSTAINED
79	1303	DEATH BENEFITS	50,000,000	27,413,186	50,000,000	50,000,000	SUSTAINED
		SUB-TOTAL	550,000,000	526,722,856	750,000,000	750,000,000	SUSTAINED
		TOTAL OVERHEAD	40,693,000,000	28,279,073,421	46,001,530,533	46,487,530,533	INCREASED
		CAPITAL EXPENDITURE					
	2000	TRANSPORT EQUIPMENT - GENERAL					
80	2001	Purchase of Vehicles	2,300,000,000	2,298,809,506	1,750,000,000	1,500,000,000	REDUCED
	2100	PURCHASE OF FURNITURE & EQUIPMENT - GENERAL					
		Purchase of Office Furnitures for Birnin Kebbi, Dutse, Auchi, Katampe, Uyo ITO and Other Offices	2,000,000,000	1,240,097,386	1,200,000,000	1,200,000,000	SUSTAINED
81	2101	COMPUTER EQUIPMENT	960,000,000	58,715,877	960,000,000	1,660,000,000	INCREASED
82	2103	COMMUNICATION EQUIPMENT	-	-	200,000,000	200,000,000	SUSTAINED
83	2104	SECURITY/ SAFETY EQUIPMENT	660,000,000	214,395,073	700,000,000	700,000,000	SUSTAINED
84	2109	PURCHASE OF OFFICE EQUIPMENT	1,560,000,000	739,630,798	1,700,000,000	1,700,000,000	SUSTAINED
86	2110	Sub-Total	5,180,000,000	2,252,839,134	4,760,000,000	5,460,000,000	INCREASED
	2200	ACQUISITION OF LAND & BUILDING - GENERAL					
86	2201	PURCHASE OF LAND:	520,000,000	175,187,382.00	1,000,000,000	1,000,000,000	SUSTAINED

**REPORT OF SENATE COMMITTEE ON FINANCE ON THE
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YEAR 2017 BUDGET**

S/N		EXPENDITURE DESCRIPTION	2016 APPROVED BUDGET =N=	2016 ACTUAL EXPENDITURE (JAN. DEC) =N=	2017 BUDGET PROPOSAL TOTAL =N=	2017 COMMITTEE RECOMMENDATION =N=	REMARKS
87	2202	PURCHASE / CONSTRUCTION OF OFFICES: Ongoing Projects			-	-	
88	2202A	Uyo ITO	5,000,000	3,987,729.00	-	-	
89	2202B	ITO Lafia	21,000,000	10,455,417.00	15,000,000	15,000,000	SUSTAINED
90	2202C	ITO Auchi	51,000,000	20,076,683.00	37,500,000	37,500,000	SUSTAINED
91	2202D	Ado Ekiti	3,000,000	1,658,845.00	-	-	
92	2202E	MSTO Gombe	-	-	10,000,000	10,000,000	SUSTAINED
93	2202F	ITO Lokoja	30,000,000	-	30,000,000	30,000,000	SUSTAINED
94	2202G	ITO Katsina	18,000,000	14,294,603.00	-	-	
95	2202P	ITO Oshogbo	20,000,000	-	6,500,000	6,500,000	SUSTAINED
96	2202Q	ITO Onitsha	5,000,000	2,064,078.00	30,000,000	30,000,000	SUSTAINED
97	2202R	ITO Jalingo	12,000,000	11,660,314.00	-	-	
98	2202U	ITO Damaturu	75,000,000	71,489,668.00	20,000,000	20,000,000	SUSTAINED
99	2202Y	ITO Port Harcourt	2,300,000	38,141.00	-	-	
100	2202Z	ITO Bauchi	585,000,000	348,685,719.00	520,000,000	520,000,000	SUSTAINED
101	2202ZA	ITO Kaduna	637,000,000	576,569,544.00	300,000,000	300,000,000	SUSTAINED
102	2202ZB	Regional Office Enugu	564,000,000	282,655,744.00	500,000,000	500,000,000	SUSTAINED
103	2202ZC	Regional Office Katsina	350,000,000	231,126,201.00	100,000,000	100,000,000	SUSTAINED
104	2202AB	Purchase of Office Building	1,250,000,000	86,801,986.00	1,000,000,000	900,000,000	REDUCED
105	2202AC	Prototype ITO Alaba	153,000,000	7,221,660.00	100,000,000	100,000,000	SUSTAINED
106	2202AE	Prototype ITO Abakiliki	580,000,000	218,471,632.00	530,000,000	530,000,000	SUSTAINED
107	2202AF	Construction of Festac ITO	5,000,000	158,598.00	-	-	
108	2202AH	Construction of Ikeja MSTO (Allen Avenue)	100,000,000	-	100,000,000	100,000,000	SUSTAINED
109	2202AI	Construction of FIRS office at Iwo road Ibadan	150,000,000	11,213,623.00	265,000,000	200,000,000	REDUCED
110	2202AK	Construction of FIRS office at Sokoto	100,000,000	-	100,000,000	100,000,000	SUSTAINED
111	2202AJ	Construction of FIRS office at Ilupeju	150,000,000	8,998,036.00	170,000,000	150,000,000	REDUCED
		Sub-Total	5,386,300,000	2,082,815,603.00	4,834,000,000	4,649,000,000	REDUCED
		Construction of Offices - New Projects					
112	2202AM	Construction of FIRS Office at Osisioma	50,000,000	44,607,804.00	212,500,000	212,500,000	SUSTAINED
113	2202AN	Construction of FIRS Office at Alimosho	150,000,000	71,282,353.00	300,000,000	200,000,000	REDUCED
114	2202AO	Construction of FIRS Office at Agidingbi	100,000,000	6,488,875.00	-	-	
		Sub-Total	300,000,000	122,379,032.00	512,500,000	412,500,000	REDUCED
		REHABILITATION / REPAIRS - GENERAL					
		Rehabilitation /Repairs of Offices - On Going Projects:					
115	2301D	Broad Street ITO - " "	500,000,000	-	650,000,000	-	REMOVED
116	2301O	Headquarters (Revenue House & Annexes) - "	1,000,000,000	277,639,475.00	550,000,000	550,000,000	SUSTAINED
117	2301P	LTO (non Oil and Gas). Agidingbi	-	-	150,000,000	-	REMOVED
118	2301AA	Enugu ITO -	35,000,000	-	21,000,000	-	REMOVED
119	2301AG	REHABILITATION/Modernization OF FIRS Building at Awolowo Rd Lagos	365,000,000	187,756,576.00	300,000,000	200,000,000	REDUCED
		REHABILITATION OF SCHOOL BUILDINGS:					
120	2306	i. Renovation of FIRS Training Centre Durumi Abuja	250,000,000	477,010.00	500,000,000	500,000,000	SUSTAINED
121	2301AK	Yaba ITO - Planned modernisation	118,000,000	78,163,048.00	15,000,000	15,000,000	SUSTAINED

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122	2301AF	General Rehabilitation	300,000,000	138,019,322.00	500,000,000	470,000,000	REDUCED
123	2301AW	Construction of Kano Club Rd N 166M and Kano Zaria Rd N 64M	230,000,000	121,331,190.00	550,000,000	550,000,000	SUSTAINED
124	2312	CONSTRUCTION OF BOREHOLES/WATER SUPPLY PLANTS	40,000,000	9,868,509.00	13,000,000	13,000,000	SUSTAINED
125	2313A	Upgrade of offices in South-West Region: Abekuta and Ilorin	200,000,000	115,284,002.00	300,000,000	300,000,000	SUSTAINED
126	2313B	Upgrade of offices in North Central Region: Minna and Makurdi	200,000,000	57,883,075.00	300,000,000	300,000,000	SUSTAINED
127	2313C	Upgrade of offices in North East Region: Yola and Maiduguri	150,000,000	29,393,379.00	300,000,000	200,000,000	REDUCED
128	2313D	Upgrade of offices in South-South Region: Rumukurushi N139M, Calabar N3.2M, Sapele N102.8M	245,000,000	101,591,574.00	137,929,124	137,929,124	SUSTAINED
129	2313E	Upgrade of offices in South- East Region: Aba N50M and Owerri N100M	150,000,000	-	250,000,000	250,000,000	SUSTAINED
130	2313G	Upgrade of offices in FCT Region: Utako	245,000,000	180,212,902.00	45,000,000	45,000,000	SUSTAINED
		Sub-Total	4,028,000,000	1,297,620,062.00	4,581,929,124	3,530,929,124	REDUCED
		Rehabilitation/ Repair of Offices - New Projects:					
131	2313H	Renovation of Gwagwalada MSTO	75,000,000	-	65,000,000	65,000,000	SUSTAINED
132	2313I	Renovation of FIRS Archives, Shelving and Warehousing system Lugbe	250,000,000	-	300,000,000	200,000,000	REDUCED
133	2313J	Renovation of Jos MSTO	40,000,000	39,864,602	90,000,000	90,000,000	SUSTAINED
134	2313K	Renovation of Benin MSTO	50,000,000	8,335,979	50,000,000	50,000,000	SUSTAINED
		Sub-Total	415,000,000	48,200,581.00	505,000,000	405,000,000	REDUCED
	2500	INFRASTRUCTURE OTHERS - GENERAL					
		POWER GENERATING PLANTS:					
		Purchase of Generators:					
135	2502	Purchase of Generators for offices	200,000,000	200,000,000.00	600,000,000	600,000,000	SUSTAINED
136	2503	POWER ELECTRICITY DISTRIBUTION	100,000,000	20,438,820.00	200,000,000	200,000,000	SUSTAINED
137	2504	ERECTION OF STREET LIGHTS/ACCESS ROADS	75,000,000	-	50,000,000	50,000,000	SUSTAINED
		Sub-Total	375,000,000	220,438,820.00	850,000,000	850,000,000	SUSTAINED
		Other Infrastructure - On Going Projects (ICT)					
138	2599M	Disaster Recovery (DR) Site	258,000,000	21,727,600.00	250,000,000	250,000,000	SUSTAINED
139	2599P	Enterprise SAN Storage	300,000,000	-	200,000,000	200,000,000	SUSTAINED
140	2599S	Lan Project	100,000,000	167,685.00	160,000,000	810,000,000	INCREASED
141	2599T	FIRS Contact/Call Center	125,000,000	-	200,000,000	100,000,000	REDUCED
		Other ICT Projects: Power Redundancy Earthing for DR, Earth for All FIRS Offices, surge suppressors, Network Restructuring for ITAS Pilot Office.	-	-	300,000,000	300,000,000	SUSTAINED
142	2599AC		-	-	250,000,000	-	REMOVED
143	2599AD	Data Network Security	-	-	250,000,000	-	REMOVED
	2599AC	Sub-Total	783,000,000	21,895,285.00	1,360,000,000	1,660,000,000	INCREASED
		Other Infrastructure - ICT New Projects:					
144	2599AF	Application Support Solution	275,000,000	-	250,000,000	250,000,000	SUSTAINED
145	2599AG	Communication/Connectivity Solution	-	-	80,000,000	80,000,000	SUSTAINED
146	2599AH	ICT Governance	-	-	100,000,000	-	REMOVED

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		Sub-Total	275,000,000	0	430,000,000	330,000,000	REDUCED
		Other Infrastructure - On-going Projects (PMO)					
147	2599U	SAP ERP Automation	494,000,000	135,216,000	500,000,000	500,000,000	SUSTAINED
148	2599V	RMDT Re-engineering & Automation	75,000,000	-	200,000,000	700,000,000	INCREASED
149	2599X	Other Modernisation Capital Projects: VAT Automation and E-Stamping .	-	-	100,000,000	100,000,000	SUSTAINED
150	2599Z	Enterprise Support Center	150,000,000	41,517,526.00	200,000,000	-	REMOVED
		Sub-Total	719,000,000	176,733,526.00	1,000,000,000	1,300,000,000	INCREASED
	2599X	SPECIAL PROJECTS					
151	2202M	FIRS New Corporate Headquarters	10,000,000,000	9,949,295,650	10,000,000,000	10,000,000,000	SUSTAINED
	2599	ITAS Project (Infrastructure and Systems)					
152	2599B	ii. Hardware and Peripherals	-	-	500,000,000	500,000,000	SUSTAINED
153	2599C	iii. Software Licences and Media	200,000,000	-	-	-	
154	2599D	iv. Implementation Services	560,000,000	362,604,823.00	-	-	
		Sub-Total	10,760,000,000	10,311,900,473.00	10,500,000,000	10,500,000,000	SUSTAINED
		TOTAL CAPITAL	30,521,300,000	18,833,632,022	31,083,429,124	30,597,429,124	REDUCED