



FEDERAL MINISTRY OF FINANCE

Office of the Honourable Minister of Finance and Coordinating Minister of the Economy

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Nigeria.

FMFCME/OTHERS/IGR/CFR/21/2023

28th December, 2023

FINANCE CIRCULAR

The Chief of Staff to the President,
The Deputy Chief of Staff, Office of the Vice President,
All Honourable Ministers,
The Secretary to the Government of the Federation,
The Head of the Civil Service of the Federation,
All Special Advisers/Senior Special Assistants,
The National Security Adviser,
All Service Chiefs/Inspector-General of Police,
The Governor, Central Bank of Nigeria,
The Chairman, Federal Civil Service Commission,
The Chairman, Police Service Commission,
The Chairman, Revenue Mobilization, Allocation and Fiscal Commission,
The Chairman, Federal Inland Revenue Services,
The Chairman, Code of Conduct Bureau,
The Chairman, Code of Conduct Tribunal,
The Chairman, Independent National Electoral Commission,
The Chairman, National Population Commission,
The Chairman, Federal Character Commission,
The Chairman, Fiscal Responsibility Commission,
The Chairman, Independent Corrupt Practices and Other Related Offences
Commission,
The Chairman, Public Complaints Commission,
The Chairman, Economic and Financial Crimes Commission,
The Chairman, National Drug Law Enforcement Agency,
The Chairman, National Salaries, Income and Wages Commission,
All Federal Permanent Secretaries,
The Clerk of the National Assembly,
The Executive Secretary, National Judicial Council,
The Chief Registrar, Supreme Court of Nigeria,
The Auditor-General for the Federation,
All Vice Chancellors of Federal Universities,

The Surveyor-General of the Federation,
All Directors-General/Chief Executives of Extra-Ministerial Offices and Agencies,
All Rectors of Federal Polytechnics/Monotechnics,
All Provosts of Federal Colleges of Education,
The Directors of Finance and Accounts and Directors of Internal Audit,
All Heads of Accounts Divisions,
All Heads of Internal Audit Units,
All Zonal Coordinators,
All Federal Pay Officers,
All Diplomatic Missions

RE: IMPLEMENTATION OF PRESIDENTIAL DIRECTIVES ON 50% AUTOMATIC DEDUCTION FROM INTERNALLY GENERATED REVENUE OF FEDERAL GOVERNMENT OWNED ENTERPRISES (FGOEs)

Further to Circulars Ref. Nos. FMFBNP/OTGHERS/IGR/CRF/12/2021 dated 20th December, 2021 on Revenue, Expenditure and Internally Generated Revenue (IGR) Remittances to the Consolidated Revenue Fund (CRF); the following guidelines are hereby issued for immediate compliance by all Federal Government Agencies/Parastatals for the collections, utilization and remittances of Internally Generated Revenue (IGR):

- i. All Ministries, Departments and Agencies (MDAs) that are fully funded through the Annual Federal Government Budget (receiving personnel, overhead and capital allocation) and on the schedule of Fiscal Responsibility Act, 2007 and any addition by the Federal Ministry of Finance (FMF) should remit **one hundred percent (100%)** of their Internally Generated Revenue (IGR) to the Sub-Recurrent Account which is a Sub - component of the Consolidated Revenue Fund (CRF);
- ii. All partially funded Federal Government Agencies/ Parastatals (receiving capital or overhead allocation from the Federal Government Budget) should remit **fifty percent (50%)** of their gross Internally Generated Revenue (IGR), while all statutory revenue like tender fees, contractor's registration, sales of government assets etc should be remitted **one hundred percent (100%)** to the Sub-Recurrent Account.
- iii. All self-funded Federal Government Agencies/Parastatals (receiving no allocation from the Federal Government Budget) should remit **fifty percent (50%)** of their gross Internally Generated Revenue (IGR), including all statutory revenue line like tender fees, contractor's registration, sales of government assets etc to the Sub-Recurrent Account.
- iv. For the avoidance of doubt, the Office of the Accountant-General of the Federation shall open new TSA Sub-Accounts for all Federal Government Agencies/Parastatals listed on the schedule of Fiscal Responsibility Act, 2007 and any additions by the Federal Ministry of Finance, **except where expressly exempted**.

- v. The new account opened for Agencies/Parastatal shall be credited with inflows in the old revenue collecting accounts based on the new policy implementation of 50% auto deduction in line with Finance Act,2020 and Finance Circular, 2021, 50% cost to revenue ratio.
- vi. The Office of the Accountant General of the Federation (OAGF), subject to the categorization of Agencies shall map and automatically effect direct deduction of 50% (fifty percent) on gross revenue of Self/partially funded Agency/Parastatals and 100% (one hundred percent) for fully funded Agencies/ Parastatals as interim remittance of amount due to the Consolidated Revenue Fund. This is to improve revenue generation, fiscal discipline, accountability and transparency in the management of government financial resources and prevention of waste and inefficiencies.
- vii. The revenue collection TSA Sub-Accounts currently operated and maintained by Agencies/Parastatals for receiving revenue from the public shall be blocked from access. The accounts shall be under the full control of the Honourable Minister of Finance and Co-ordinating Minister of the Economy and the Accountant-General of the Federation.
- viii. To strengthen the implementation of the Presidential directives as conveyed via SGF Circular Reference: SGF.50/5.3/C.9/24 dated 16th October, 2018 on Approved Revenue Performance Management Framework for Government Owned Enterprises (GOEs), the Revenue & Investment Department and the Treasury Single Account Department of the Office of the Accountant-General of the Federation (OAGF) shall supervise, monitor and carry out a monthly review of both the old and new accounts of the Agencies/parastatals to ensure that only funds approved by the Honourable Minister of Finance and Co-ordinating Minister of the Economy (HMFCME) and the Accountant-General of the Federation (AGF) are credited to the accounts.
- ix. The Federal Ministry of Finance (FMF) and Office of the Accountant-General of the Federation (OAGF) will recommend appropriate disciplinary actions and sanctions against defaulting Accounting Officers of Agencies/Parastatals found culpable of violating the contents of this Finance Circular and in accordance with the Fiscal Responsibility Act.
- x. Each Federal Government self/partially funded Agency/Parastatal shall not later than three months after the end of its financial year prepared and published its Audited Financial Statements/Management Account in accordance with the prescribed rules and forward copies to the Office of the Accountant-General of the Federation for the review and computation of operating surplus in line with the approved template of the Fiscal Responsibility Commission/OAGF. The remittable portion of the adjusted operating surplus will be determined and paid to the TSA Sub-Recurrent Account after reconciliation. The final payment to be made to the TSA Sub-Recurrent Account for the year shall, however, be the higher of the 80% of the adjusted operating surplus



and the deducted amount from the TSA Sub-Rec Accounts of the affected Agencies/ Parastatals.

- xi. All Agencies whose budget are funded through approved cost-of-collection are expected to submit their annual revenue and expenditure budget for review. Any expenditure not approved and or any surplus of revenue over expenditure shall be subjected to the rules guiding the computation of Operating Surplus.
- xii. The Office of the Accountant - General of the Federation shall generate auto receipt on direct deductions and remittances made by Agencies/parastatals to the TSA Sub-Recurrent Account, which is a subcomponent of the Consolidated Revenue Fund.
- xiii. To ensure that MDAs properly account for all revenue and expenditure, they are to submit detailed Monthly Trial Balance to the Consolidated Accounts Department, Fiscal Account (Funds Department), Revenue and Investment Department of OAGF and Budget Office of the Federation, showing clearly the revenue and expenditure on each source of fund (Statutory Allocation, Aid and Grants, Retained IGR, etc) in accordance with IPSAS Accrual Basis of Accounting. The revised list of Agencies now covered by Fiscal Responsibility Act, 2007 and additions by the Federal Ministry of Finance are attached as appendix II.

2. All Accounting Officers, Directors of Finance and Accounts, Directors of Internal Audit, Heads of Accounts and Heads of Internal Audit Units of MDAs and other Arms of Government are enjoined to give this circular the widest circulation and ensure strict compliance. Any questions and clarification required on the contents in this circular should be directed to the Office of the Accountant General of the Federation.

3. This circular supersedes the earlier circulars referred to above.



Wale Edun, OFR

Honourable Minister of Finance and Coordinating Minister of the Economy

APPENDIX II

REVISED LIST OF ADDITIONAL SCHEDULED AGENCIES UNDER THE FISCAL RESPONSIBILITY ACT, 2007 AS APPROVED BY THE HONOURABLE MINISTER OF FINANCE AND CO-ORDINATING MINISTER OF THE ECONOMY AS AT DECEMBER, 2023

1. ABUJA SECURITIES AND COMMODITY EXCHANGE COMMISSION
2. CEMENT TECHNOLOGY INSTITUTE OF NIGERIA
3. COUNCIL FOR THE REGULATION OF FREIGHT FORWARDING IN NIGERIA
4. NIGERIAN UPSTREAM PETROLEUM REGULATORY COMMISSION (NUPRC)
5. FEDERAL HOUSING AUTHORITY (FHA)
6. INDUSTRIAL TRAINING FUND (ITF)
7. INTEGRATED WATER RESOURCES DEVELOPMENT AGENCY (IWRDA)
8. JOINT ADMISSION AND MATRICULATION BOARD (JAMB)
9. NATIONAL EXAMINATIONS COUNCIL (NECO)
10. NATIONAL FOOD RESERVE AGENCY (NFRA)
11. NATIONAL INFORMATION TECHNOLOGY DEVELOPMENT AGENCY (NITDA)
12. NATIONAL INLAND WATERWAYS AUTHORITY (NIWA)
13. NATIONAL INSURANCE COMMISSION (NAICOM)
14. NATIONAL SPORTS COMMISSION (NaSC)
15. NIGERIAN CONTENT DEVELOPMENT AND MONITORING BOARD (NCDMB)
16. NIGERIAN AGRICULTURAL INSURANCE CORPORATION (NAIC)
17. NIGERIAN EXPORT PROCESSING ZONES AUTHORITY (NEPZA)
18. OIL & GAS FREE ZONE AUTHORITY (O&GFZA)
19. NIGERIAN MIDSTREAM & DOWNSTREAM PETROLEUM REGULATORY AUTHORITY (NMDPRA)
20. TERTIARY EDUCATION TRUST FUND
21. NIGERIA DEPOSIT INSURANCE CORPORATION (NDIC)
22. NIGERIA SOCIAL INSURANCE TRUST FUND (NSITF)
23. CORPORATE AFFAIRS COMMISSION (CAC)
24. NIGERIAN AIRSPACE MANAGEMENT AGENCY (NAMA)
25. NIGERIAN SHIPPER'S COUNCIL (NSC)
26. NIGERIAN MARITIME ADMINISTRATION & SAFETY AGENCY (NIMASA)
27. RAW MATERIAL RESEARCH & DEVELOPMENT COUNCIL (RMRDC)
28. NIGERIAN CIVIL AVIATION AUTHORITY (NCAA)
29. NATIONAL SUGAR DEVELOPMENT COUNCIL (NSDC)
30. NIGERIAN POSTAL SERVICE (NIPOST)



31. NIGERIAN PORTS AUTHORITY (NPA)
32. FEDERAL AIRPORT AUTHORITY OF NIGERIA (FAAN)
33. SECURITIES & EXCHANGE COMMISSION (SEC)
34. NATIONAL AUTOMOTIVE DESIGN & DEVELOPMENT COUNCIL (NADDC)
35. NIGERIAIA COMMUNICATIONS COMMISSION (NCC)
36. NATIONAL AGENCY FOR FOOD & DRUG ADMINISTRATION & CONTROL (NAFDAC)
37. NIGERIAN CUSTOMS SERVICE (NCS)
38. FEDERAL INLAND REVENUE SERVICE (FIRS)
39. CENTRAL BANK OF NIGERIA (CBN)
40. NATIONAL BROADCASTING COMMISSION (NBC)
41. NIGERIAN ELECTRICITY REGULATORY COMMISSION (NERC)
42. FEDERAL MORTGAGE BANK OF NIGERIA (FMBN)
43. FINANCIAL REPORTING COUNCIL (FRC)
44. NIGERIAN BULK ELETRICITY TRADING PLC (NBET)
45. NIGERIAN HEALTH INSURANCE SCHEME
46. NATIONAL PENSIONS COMMISSION ((PENCOM)
47. FEDERAL ROAD SAFETY CORPS (FRSC)
48. NIGERIAN IMMIGRATION SERVICE (NIS)
49. NATIONAL BUSINESS & TECHNICAL EXAMINATION BOARD (NABTEB)
50. NATIONAL LOTTERY TRUST FUND (NLTF)
51. NATIONAL LOTTERY REGULATORY COMMISSION (NLRC).
52. NIGERIAN ELECTRICITY MANAGEMENT SERVICE AGENCY (NEMSA)
53. NIGERIAN RAILWAY CORPORATION (NRC)
54. STANDARD ORGANIZATION OF NIGERIA (SON)
55. NIGERIAN EXPORT PROMOTION COUNCIL (NEPC)
56. NIGERIAN TELEVISION AUTHORITY (NTA)
57. NIGERIAN COPYRIGHT COMMISSION (NIGCC)
58. NATIONAL SPACE RESEARCH AND DEVELOPMENT AGENCY (NSRDA)
59. NATIONAL OFFICE FOR TECHNOLOGY ACQUISITION AND PROMOTION (NOTAP)
60. NIGERIAN METEOROLOGICAL AGENCY (NIMET)
61. NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)
62. NIGERIAN NUCLEAR REGULATORY AUTHORITY (NNRA)
63. NIGERIA COMMUNICATION SATELLITE LIMITED (NIGCOMSAT)
64. NIGERIAN FILM AND VIDEO CENSOR BOARD (NFVCB)
65. NIGERIAN FILM CORPORATION (NFC)
66. FEDERAL COMPETITIVE AND CONSUMER PROTECTION COMMISSION (FCCPC)
67. ADMINISTRATIVE STAFF COLLEGE OF NIGERIA (ASCON)
68. LAGOS INTERNATIONAL TRADE FAIR COMPLEX (LITFC)