

Tax revenues and budget

[Budget and final accounts of taxes and stamp revenues for fiscal year 2016]

Tax category		Budget after correction	Actual (Percentage of total)
		Million yen	Million yen
General Account	Withholding income tax	14,656,000	14,485,964 (24.6)
	Self-assessed income tax	3,054,000	3,125,101 (5.3)
	Corporation tax	11,136,000	10,328,900 (17.5)
	Inheritance tax	2,110,000	2,131,394 (3.6)
	Consumption tax	16,801,000	17,228,172 (29.2)
	Liquor tax	1,359,000	1,319,504 (2.2)
	Tobacco tax	923,000	914,171 (1.6)
	Gasoline tax	2,386,000	2,434,237 (4.1)
	Liquefied petroleum tax	9,000	8,690 (0.0)
	Aviation fuel Tax	52,000	51,362 (0.1)
	Petroleum and coal tax	688,000	701,966 (1.2)
	Power resources development promotion tax	320,000	319,670 (0.5)
	Motor vehicle tonnage tax	385,000	391,506 (0.7)
	Customs duty	919,000	939,010 (1.6)
	Tonnage due	10,000	9,839 (0.0)
	Other*	—	8 (0.0)
	Stamp revenue	1,052,000	1,079,147 (1.8)
	Subtotal	55,860,000	55,468,640 (94.1)
	Local corporation tax	629,300	629,178 (1.1)
	Local gasoline tax	255,300	260,453 (0.4)
	Liquefied petroleum gas tax (transferred)	9,000	8,690 (0.0)
Aviation fuel tax (transferred)	14,900	14,675 (0.0)	
Motor vehicle tonnage tax (transferred)	264,200	268,706 (0.5)	
Special tonnage tax	12,500	12,299 (0.0)	
Special local corporation tax	1,756,500	1,781,556 (3.0)	
Special tobacco tax	142,800	141,437 (0.2)	
Special income tax for reconstruction	371,400	367,099 (0.6)	
Other	—	3,524 (0.0)	
Total	59,315,900	58,956,257	

* "Other" includes collection of delinquent tax, such as the commodity tax and land value tax, etc.

[NTA initial budget for fiscal year 2018]

Items	Budget
	Million yen
ICT-related expenses	41,738
Expenses to improve convenience for taxpayers* ¹	10,634
Expenses related to internationalization measures	885
General operating expenses, etc.* ²	58,379
Expenses to improve work environment and ensure safety* ³	7,891
Expenses related to tax reforms	23,943
Expenses for National Tax College	2,074
Expenses for National Tax Tribunal	235
Expenses for National Research Institute of Brewing	961
Common number system related costs	5,359
Subtotal	152,099
Salary costs	550,548
Total NTA budget	702,647

- * 1 "Expenses to improve convenience for taxpayers" includes expenses related to maintenance of the e-Tax and the filing assistance on the NTA website.
- * 2 "General operating expenses, etc." includes expenses for tax forms and correspondence, wage expenses for part-timers, travel expenses, honoraria for hired bookkeeping instructors, and PR expenses.
- * 3 "Expenses to improve work environment and ensure safety" includes expenses to improve facilities and health care.

Tax returns and taxation

[Income tax]

		(Fiscal year 2017)
		Thousand people
Total population		126,710
Number of persons engaged		65,300
Number of final returns filed		21,980
Refund		12,830
Tax payment		6,410
Breakdown by income earners	Business income earners	1,700
	Other income earners	4,710
	Real estate income earners	1,100
	Employment income earners	2,520
	Miscellaneous income earners	750
Other		340

[Inheritance tax]

		(Calendar year 2016)
Number of deceased	1,307,748 people	
Number of deceased subject to taxation	105,880 people	
Number of taxpayers (number of heirs)	277,857 people	
Taxable amount	14,802.1 Billion yen	
Amount of tax	1,867.9 Billion yen	

[Gift tax]

		(Calendar year 2016)
Number of people subject to taxation	431,806 people	
Value of properties acquired	2,004.4 Billion yen	
Amount of tax	210.4 Billion yen	

* Figures include the taxation system for settlement at the time of inheritance.

[Withholding agents and withholding income tax]

(Operation year 2016)

Income etc. category	Number of withholding agents	Amount of tax
	Thousand	Billion yen
Employment income (wages and salaries)	3,543	10,485.8
Retirement income	—	236.2
Interest income, etc.	37	336.5
Dividend income	142	3,914.0
Capital gains on listed shares etc. kept in special account	12	235.3
Income from remuneration, etc.	2,847	1,209.8
Income paid to non-residents and foreign corporations, etc.	34	620.3
Total	—	17,037.9

- * 1 The figures of withholding agents are figures as of the end of June 2017.
 * 2 The amount of tax imposed on the income obtained on and after January 1, 2013 includes special income tax for reconstruction.

[Number of corporations and corporation tax]

(Operation year 2016)

Number of corporations	3,079 Thousand corporations
Number of tax returns filed	2,861 Thousands
Percentage of corporations filing	90.8 %
Percentage of returns declaring a surplus	33.2 %
Amount of self-assessed income	63,474.9 Billion yen
Amount of self-assessed loss	11,916.2 Billion yen
Amount of tax	11,237.2 Billion yen

* The number of corporations is the figure as of the end of June 2017.

[Consumption tax]

(Fiscal year 2016)

	Category	Payment	Refund
Number of tax returns	Individuals	1,127 Thousands	37 Thousands
	Corporations	1,856 Thousands	136 Thousands
	Total	2,983 Thousands	173 Thousands
Amount of tax		16,221.7 Billion yen	3,875.2 Billion yen

[Liquor tax and liquor production]

(Fiscal year 2016)

Type	Volume of production	Amount of tax
	Thousand kl	Million yen
Sake	427	61,669
Sake compounds	32	3,104
Continuous distillation Japanese spirits (Shochu)	359	80,965
Single system distillation Japanese spirit (Shochu)	474	114,434
Mirin (rice cooking wine)	94	2,090
Beer	2,753	588,531
Fruit wine	96	8,943
Sweet fruit wine	4	524
Whisky	114	39,821
Brandy	4	1,707
Sparkling liquor	502	97,650
Alcohol for material & Spirits	565	46,226
Liqueurs	1,979	161,271
Other brewed liquors Powder liquor & miscellaneous liquor	485	39,599
Total	7,889	1,246,535

Tax examinations

[Field examination of self-assessed income tax]

(Operation year 2016)

Number of cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected	
		Per case	Per case	Per case	Per case
Thousands	Thousands	Billion yen	Thousand yen	Billion yen	Thousand yen
70	58	535.9	7,630	81.9	1,170

[Field examination of withholding income tax]

(Operation year 2016)

Number of cases	Number of illegal cases	Additional tax revenue collected
Thousands	Thousands	Billion yen
116	35	28.1

* The amount of additional tax revenue collected in connection with the income obtained on and after January 1, 2013 includes special income tax for reconstruction.

[Field examination of corporation tax]

(Operation year 2016)

Category	Number of Cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected
			Per case	Per case	
All corporations	Thousands	Thousands	Billion yen	Thousand yen	Billion yen
	97	72	826.7	8,530	173.2
Of which, corporations handled by the Large Enterprise Department	3	2	348.9	132,290	74.0

[Field examination of consumption tax]

(Operation year 2016)

Category	Number of Cases	Number of undeclared cases	Additional tax revenue collected	
			Per case	Per case
	Thousands	Thousands	Billion yen	Thousand yen
Individuals	37	30	24.5	670
Corporations	93	55	78.5	840

[Field examination of inheritance tax]

(Operation year 2016)

Number of cases	Number of undeclared cases	Amount of undeclared inheritance		Additional tax revenue collected	
		Per case	Per case	Per case	Per case
Thousands	Thousands	Billion yen	Thousand yen	Billion yen	Thousand yen
12	10	329.5	27,200	71.6	5,910

[Collected number of statutory information]

(Operation year 2016)

Statutory information	Number collected
	Thousands
Withholding record of employment income	21,932
Payment record of interest	14,447
Payment record of dividends	64,533
Other	261,781
Total	362,693

International taxation

【Fraudulent income through overseas transactions】

(Operation year 2016)

Number of examinations of corporations conducting overseas transactions	13,585 cases
Number of undeclared cases related to overseas transactions	3,335 cases
Of which, cases of overseas fraudulent calculations	500 cases
Amount of undeclared income related to overseas transactions	236.6 Billion yen
Of which, amount of overseas fraudulently omitted income	20.6 Billion yen

【Transfer pricing taxation】

(Operation year 2016)

Number of taxation cases	169 Cases
Amount of taxable income	62.7 Billion yen

【Cases of advance pricing arrangement related to transfer pricing】

(Operation year 2016)

Number of cases requested	110 Cases
Number of cases processed	103 Cases

Delinquency

【Tax delinquency cases by major tax items】

(Fiscal year 2016)

	Under collection process at the end of the previous year	Newly occurred	Collected	Under collection process at the end of the year
	Billion yen	Billion yen	Billion yen	Billion yen
Income tax	452.3	150.5	191.7	411.1
Withholding income tax	162.1	34.8	53.1	143.7
Self-assessed income tax	290.2	115.7	138.5	267.4
Corporation tax	106.9	61.1	69.8	98.1
Inheritance tax	81.9	31.7	38.4	75.2
Consumption tax	Superscript 84.2 334.0	Superscript 101.1 375.8	Superscript 106.5 399.7	Superscript 78.8 310.0
Other taxes	2.3	3.1	2.8	2.6
Total	Superscript 84.2 977.4	Superscript 101.1 622.1	Superscript 106.5 702.4	Superscript 78.8 897.1

* 1 Local consumption tax is not included as the above figures indicate national tax delinquency. However, according to Article 9 (4) of the supplementary provisions of the Local Tax Act, the national government must assess and collect local consumption tax with national consumption tax for a certain period. Therefore, the delinquent amounts of local consumption tax are indicated by the superscript amounts in the Consumption tax and Total fields.

* 2 Any fraction less than 100 million yen was rounded off, and therefore the sum of figures may not be equal to the total figure.

Criminal investigation

【Criminal investigations】

(Fiscal year 2017)

Number of cases conducted	Number of cases closed	Number of cases with accusation filed to the prosecutor	Amount of tax evasion		Amount of tax evasion (filed accusation to the prosecutor)	
			Billion yen	Million yen	Billion yen	Million yen
Cases 174	Cases 163	Cases 113	Billion yen 13.5	Million yen 83	Billion yen 10.0	Million yen 89

【Filed accusations to the prosecutor, by tax item】

(Fiscal year 2017)

Tax item	Number of cases	Amount of tax evasion	
		Million yen	Per case
Income tax	19	1,950	103
Corporation tax	61	5,645	93
Inheritance tax	3	387	129
Consumption tax	27	1,768	65
Withholding income tax	3	251	84
Total	113	10,001	89

Remedy for taxpayer rights

【Request for re-examination】

(Fiscal year 2016)

Category	Number of requests for re-examination	Number of new requests for re-examination ①	Number of cases processed ②	Number of requests approved ③			
				Full	Partial	Percentage ③ / ②	
Taxation-related	Cases 2,059	Cases 1,450	Cases 1,585	120	20	Cases 100	% 7.6
Collection-related	256	224	220	3	3	0	1.4
Total	2,315	1,674	1,805	123	23	100	6.8

* 1 In June 2014, the relevant laws relating to this review system were revised, including the change of the Japanese name of a request for re-examination from "Igi Moshitate" to "Saichosa no Seikyū." This revision came into force on April 1, 2016.

* 2 Figures include the cases of "Igi Moshitate" .

【Request for reconsideration】

(Fiscal year 2016)

Category	Number of requests for reconsideration	Number of new requests for reconsideration ①	Number of cases processed ②	Number of requests approved ③			
				Full	Partial	Percentage ③ / ②	
Taxation-related	Cases 3,576	Cases 2,253	Cases 1,725	234	43	Cases 191	% 13.6
Collection-related	319	235	234	7	6	1	3.0
Total	3,895	2,488	1,959	241	49	192	12.3

【Litigation】

(Fiscal year 2016)

Category	Number of litigations	Number of cases filed for first instance ①	Number of cases closed ②	Number of lost cases ③			
				Full	Partial	Percentage ③ / ②	
Taxation-related	Cases 359	Cases 88	Cases 186	11	6	Cases 5	% 5.9
Collection-related	90	35	54	—	—	—	—
National Tax Tribunal-related	6	2	5	—	—	—	—
Total	455	125	245	11	6	5	4.5

* The figures for cases for litigation are the total numbers for each level of trial.

Tax consultations

【The five tax items most frequently the subject of consultation】

[Phone Consultation Centers] (Fiscal year 2017)

Rank	Tax category	Items	Thousand cases
1	Income tax	Obligations & procedures to file tax returns, etc.	570
2	Income tax	Medical expenses deduction	316
3	Income tax	Special credit for loans relating to a dwelling	256
4	Income tax	Year-end adjustment	254
5	Income tax	Exemption for spouse, special exemption for spouse and exemption for dependents	184

[Tax Answer System] (Fiscal year 2017)

Rank	Tax category	Items	Thousand cases
1	Income tax	Tax rate of income tax	4,686
2	Income tax	When have paid medical expenses (medical expenses deduction)	2,964
3	Income tax	Deduction for employment income	1,878
4	Income tax	When have built a new house or purchased a newly built house (special credit for loans relating to a dwelling)	1,618
5	Income tax	Exemption for dependents	1,468

【Number of consultations at Phone Consultation Centers, by tax category】

(Fiscal year 2017)

Tax category	Thousand cases
Income tax	2,894
Corporation tax	222
Property tax	969
Consumption tax, etc.	301
Other	1,184
Total	5,570