

Tax revenues and budget

[Budget and final accounts of taxes and stamp revenues for year 2015]

Tax category	Budget after correction	Actual (Percentage of total)
	Million yen	Million yen
Withholding income tax	14,706,000	14,773,154 (24.6)
Self-assessed income tax	2,884,000	3,033,983 (5.1)
Corporation tax	11,741,000	10,827,403 (18.1)
Inheritance tax	1,761,000	1,968,440 (3.3)
Consumption tax	17,112,000	17,426,292 (29.1)
Liquor tax	1,308,000	1,338,006 (2.2)
Tobacco tax	906,000	953,553 (1.6)
Gasoline tax	2,466,000	2,464,555 (4.1)
Liquefied petroleum gas tax	10,000	9,201 (0.0)
Aviation fuel tax	51,000	51,312 (0.1)
Petroleum and coal tax	628,000	630,446 (1.1)
Power resources development promotion tax	323,000	315,908 (0.5)
Motor vehicle tonnage tax	374,000	384,930 (0.6)
Customs duty	117,000	1,048,742 (1.7)
Tonnage due	10,000	9,914 (0.0)
Other*	—	16 (0.0)
Stamp revenue	1,027,000	1,049,547 (1.8)
Subtotal	56,424,000	56,285,403 (93.9)
Local corporation tax	522,500	516,125 (0.9)
Local gasoline tax	263,800	263,697 (0.4)
Liquefied petroleum gas tax (transferred)	10,000	9,201 (0.0)
Aviation fuel tax (transferred)	14,600	14,660 (0.0)
Motor vehicle tonnage tax (transferred)	256,700	264,193 (0.4)
Special tonnage due	12,500	12,393 (0.0)
Special local corporation tax	2,175,300	2,080,608 (3.5)
Special tobacco tax	140,100	147,530 (0.2)
Special income tax for reconstruction	367,700	370,690 (0.6)
Other	—	4,872 (0.0)
Total	60,187,200	59,969,372

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

[NTA initial budget for fiscal year 2017]

Items	Budget
	Million yen
ICT-related expenses	41,337
Expenses to improve convenience for taxpayers ^{*1}	9,831
Expenses related to internationalization measures	888
General operating expenses, etc. ^{*2}	58,738
Expenses to improve work environment and ensure safety ^{*3}	7,630
Expenses related to tax reforms	13,315
Expenses for National Tax College	2,109
Expenses for National Tax Tribunal	267
Expenses for National Research Institute of Brewing	943
Common number system related costs	5,553
Subtotal	140,612
Salary costs	559,804
Total NTA budget	700,416

*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 2016)
		Thousand people
Total population		126,930
Number of persons engaged		64,400
Number of final returns filed		21,690
Refund		12,580
Tax payment		6,370
Breakdown by income earners	Business income earners	1,730
	Other income earners	4,640
	Real estate income earners	1,100
	Employment income earners	2,460
	Miscellaneous income earners	770
	Other	310

[Inheritance tax]

		(Calendar year 2015)
Number of deceased		1,290,444 People
Number of deceased subject to taxation		103,043 People
Number of taxpayers (number of heirs)		272,714 People
Taxable amount		14,571.4 Billion yen
Amount of tax		1,811.6 Billion yen

[Gift tax]

		(Calendar year 2015)
Number of people subject to taxation		452,004 People
Value of properties acquired		2,102.8 Billion yen
Amount of tax		215.6 Billion yen

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

【Withholding agents and withholding income tax】

(Operation year 2015)

Income etc. category	Number of withholding agents	Amount of tax
	Thousands	Billion yen
Employment income (wages and salaries)	3,540	10,277.0
Retirement income	—	227.7
Interest income, etc.	40	396.7
Dividend income	138	4,619.6
Capital gains on listed shares etc. kept in special account	11	575.4
Income from remuneration, etc.	2,838	1,197.4
Income paid to non-residents and foreign corporations, etc.	33	648.0
Total	—	17,941.7

- *1 The figures of withholding agents are figures as of the end of June 2016.
 *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 2015)

Number of corporations	3,048	Thousand corporations
Number of tax returns filed	2,825	Thousands
Percentage of corporations filing	90.5	%
Percentage of returns declaring a surplus	32.1	%
Amount of self-assessed income	61,536.1	Billion yen
Amount of self-assessed loss	13,711.8	Billion yen
Amount of tax	11,384.4	Billion yen

- * The number of corporations is the figure as of the end of June 2016.

【Consumption tax】

(Fiscal year 2015)

Number of tax returns	Category	Payment	Refund
		Thousand cases	Thousand cases
	Individuals	1,128	37
	Corporations	1,842	131
	Total	2,970	167
Amount of tax		15,319.5 Billion yen	3,679.2 Billion yen

【Liquor tax and liquor production】

(Fiscal year 2015)

Type	Volume of production	Amount of tax
	Thousand kl	Million yen
Sake	444	63,484
Sake compounds	35	3,390
Continuous distillation Japanese spirits (Shochu)	367	82,994
Single system distillation Japanese spirit (Shochu)	481	115,963
Mirin (rice cooking wine)	96	2,124
Beer	2,794	599,781
Fruit wine	107	8,784
Sweet fruit wine	5	589
Whisky	111	40,005
Brandy	5	1,821
Sparkling liquor	536	102,213
Alcohol for material & Spirits	532	40,603
Liqueurs	1,920	157,230
Other brewed liquors Powder liquor & miscellaneous liquor	506	41,361
Total	7,938	1,260,340

Tax examinations

【Field examination of self-assessed income tax】

(Operation year 2015)

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
66	55	524.3	7,940	79.8	1,210

【Field examination of withholding income tax】

(Operation year 2015)

Number of cases	Number of illegal cases	Additional tax revenue collected
Thousands	Thousands	Billion yen
113	34	43.5

- * 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 2015)

Category	Number of cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected
			Per case	Per case	
	Thousands	Thousands	Billion yen	Thousand yen	Billion yen
All corporations	94	69	831.2	8,880	159.2
Of which, corporations handled by the Large Enterprise Department	3	2	365.0	133,550	58.7

【Field examination of consumption tax】

(Operation year 2015)

Category	Number of cases	Number of undeclared cases	Additional tax revenue collected	
			Per case	Per case
	Thousands	Thousands	Billion yen	Thousand yen
Individuals	35	28	21.5	620
Corporations	90	52	56.5	630

【Field examination of inheritance tax】

(Operation year 2015)

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	300.4	25,170	58.3	4,890

【Collected number of statutory information】

(Operation year 2015)

Statutory information	Number collected
	Thousands
Withholding record of employment income	19,893
Payment record of interest	10,416
Payment record of dividends	69,385
Other	235,632
Total	335,326

International taxation

【Fraudulent income through overseas transactions】

(Operation year 2015)

Number of examinations of corporations conducting overseas transactions	13,044 Cases
Number of undeclared cases related to overseas transactions	3,362 Cases
Of which, cases of overseas fraudulent calculations	438 Cases
Amount of undeclared income related to overseas transactions	230.8 Billion yen
Of which, amount of overseas fraudulently omitted income	16.7 Billion yen

【Transfer pricing taxation】

(Operation year 2015)

Number of taxation cases	218 Cases
Amount of taxable income	13.7 Billion yen

【Cases of advance pricing arrangement related to transfer pricing】

(Operation year 2015)

Number of cases requested	137 Cases
Number of cases processed	98 Cases

Delinquency

【Tax delinquency cases by major tax items】

(Fiscal year 2015)

	Under collection process at the end of the previous year	Newly occurred	Collected	Under collection process at the end of the year
Income tax	Billion yen 495.9	Billion yen 155.2	Billion yen 198.8	Billion yen 452.3
Withholding income tax	187.7	38.2	63.8	162.1
Self-assessed income tax	308.2	117.0	135.0	290.2
Corporation tax	126.7	63.4	83.2	106.9
Inheritance tax	91.7	26.9	36.7	81.9
Consumption tax	superscript 86.2 347.7	superscript 118.1 439.6	superscript 120.1 453.3	superscript 84.2 334.0
Other taxes	2.6	2.0	2.3	2.3
Total	superscript 86.2 1,064.6	superscript 118.1 687.1	superscript 120.1 774.4	superscript 84.2 977.4

*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 2016)

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)	
			Per case	Per case	Per case	Per case
Cases 178	Cases 193	Cases 132	Billion yen 16.1	Million yen 83	Billion yen 12.7	Million yen 96

【Filed accusations to the prosecutor, by tax item】

(Fiscal year 2016)

Tax item	Number of cases	Amount of Tax evasion	
		Per case	Per case
Income tax	Cases 27	Million yen 2,282	Million yen 85
Corporation tax	79	6,503	82
Inheritance tax	2	482	241
Consumption tax	23	3,379	147
Withholding income tax	1	46	46
Total	132	12,692	96

Remedy for taxpayer rights

[Request for reinvestigation]

(Fiscal year 2015)

Category	Number of requests for reinvestigation	Number of new requests for reinvestigation ①	Number of cases processed ②	Number of requests approved ③			
				Full	Partial	Percentage ③/②	
Taxation-related	Cases 3,468	Cases 2,867	Cases 2,859	264	53	Cases 211	% 9.2
Collection-related	373	324	341	6	5	1	1.8
Total	3,841	3,191	3,200	270	58	212	8.4

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

[Request for reconsideration]

(Fiscal year 2015)

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 3,459	Cases 1,902	Cases 2,136	183	37	Cases 146	% 8.6
Collection-related	259	196	175	1	0	1	0.6
Total	3,718	2,098	2,311	184	37	147	8.0

[Litigation]

(Fiscal year 2015)

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 405	Cases 78	Cases 218	21	18	Cases 3	% 9.6
Collection-related	76	21	40	1	1	0	2.5
National Tax Tribunal-related	6	2	4	—	—	—	—
Total	487	101	262	22	19	3	8.4

* 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 2016)

Rank	Tax category	Items	Thousand cases
1	Income tax	Obligations & procedures to file tax returns, etc.	530
2	Income tax	Special credit for loans relating to a dwelling	280
3	Income tax	Medical expenses deduction	248
4	Income tax	Year-end adjustment	247
5	Income tax	Exemption for spouse, special exemption for spouse and exemption for dependents	185

[Tax Answer System] (Fiscal year 2016)

Rank	Tax category	Items	Thousand cases
1	Income tax	Tax rate of income tax	2,882
2	Income tax	When have paid medical expenses (medical expenses deduction)	2,147
3	Income tax	Deduction for employment income	1,480
4	Income tax	Exemption for dependents	1,412
5	Income tax	When have built a new house or purchased a newly built house (special credit for loans relating to a dwelling)	1,403

[Number of consultations at Phone Consultation Centers, by tax category]

(Fiscal year 2016)

Tax category	Thousand cases
Income tax	2,859
Corporation tax	238
Property tax	986
Consumption tax, etc.	311
Other	1,292
Total	5,685