

## Tax revenues and budget

### [Budget and final accounts of taxes and stamp revenues for fiscal year 2017]

Tax category	Budget after correction	Actual (Percentage of total)
	Million yen	Million yen
Withholding income tax	14,874,000	15,627,121 (25.1)
Self-assessed income tax	3,074,000	3,254,444 (5.2)
Corporation tax	12,391,000	11,995,303 (19.2)
Inheritance tax	2,115,000	2,291,952 (3.7)
Consumption tax	17,138,000	17,513,862 (28.1)
Liquor tax	1,311,000	1,304,098 (2.1)
Tobacco tax	929,000	864,245 (1.4)
Gasoline tax	2,394,000	2,396,255 (3.8)
Liquefied petroleum tax	8,000	8,228 (0.0)
Aviation fuel Tax	52,000	52,217 (0.1)
Petroleum and coal tax	688,000	690,790 (1.1)
Power resources development promotion tax	313,000	325,672 (0.5)
Motor vehicle tonnage tax	370,000	377,834 (0.6)
Customs duty	953,000	1,024,089 (1.6)
Tonnage due	10,000	9,875 (0.0)
Other*	—	12 (0.0)
Stamp revenue	1,092,000	1,051,520 (1.7)
<b>Subtotal</b>	<b>57,712,000</b>	<b>58,787,489 (94.2)</b>
Local corporation tax	643,900	653,892 (1.0)
Local gasoline tax	256,200	256,386 (0.4)
Liquefied petroleum gas tax (transferred)	8,000	8,228 (0.0)
Aviation fuel tax (transferred)	14,900	14,919 (0.0)
Motor vehicle tonnage tax (transferred)	253,900	259,323 (0.4)
Special tonnage tax	12,500	12,344 (0.0)
Special local corporation tax	2,002,500	1,857,761 (3.0)
Special tobacco tax	143,700	133,712 (0.2)
Special income tax for reconstruction	376,400	393,905 (0.6)
Other	—	2,294 (0.0)
<b>Total</b>	<b>61,424,000</b>	<b>62,380,254</b>

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

### [NTA initial budget for fiscal year 2019]

Items	Budget
	Million yen
ICT-related expenses	43,587
Expenses to improve convenience for taxpayers* <sup>1</sup>	11,511
Expenses related to internationalization measures	974
General operating expenses, etc.* <sup>2</sup>	59,486
Expenses to improve work environment and ensure safety* <sup>3</sup>	6,730
Expenses related to tax reforms	19,251
Expenses for National Tax College	2,181
Expenses for National Tax Tribunal	185
Expenses for National Research Institute of Brewing	963
Common number system related costs	4,258
<b>Subtotal</b>	<b>149,127</b>
Salary costs	556,789
<b>Total NTA budget</b>	<b>705,915</b>

\*1 "Expenses to improve convenience for taxpayers" includes expenses related to maintenance of 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]

(Calendar year 2018)

Total population	Thousand people	126,440
Number of persons engaged		66,640
Number of final returns filed		22,220
Refund		13,060
Tax payment		6,380
Breakdown by income earners	Business income earners	1,680
	Other income earners	4,700
	Real estate income earners	1,100
	Employment income earners	2,540
	Miscellaneous income earners	730
Other		340

### [Inheritance tax]

(Calendar year 2017)

Number of deceased	1,340,397 people
Number of deceased subject to taxation	111,728 people
Number of taxpayers (number of heirs)	290,500 people
Taxable amount	15,599.9 Billion yen
Amount of tax	2,014.1 Billion yen

### [Gift tax]

(Calendar year 2017)

Number of people subject to taxation	428,650 people
Value of properties acquired	1,978.7 Billion yen
Amount of tax	200.4 Billion yen

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

## [Withholding agents and withholding income tax]

(Operation year 2017)

Income etc. category	Number of withholding agents	Amount of tax
	Thousand	Billion yen
Employment income (wages and salaries)	3,536	10,846.0
Retirement income	—	231.0
Interest income, etc.	36	371.1
Dividend income	145	4,262.5
Capital gains on listed shares etc. kept in special account	12	558.0
Income from remuneration, etc.	2,849	1,225.5
Income paid to non-residents and foreign corporations, etc.	35	657.6
<b>Total</b>	<b>—</b>	<b>18,151.7</b>

\*1 The figures of withholding agents are figures as of the end of June 2018.

\*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 2017)

Number of corporations	3,106 Thousand corporations
Number of tax returns filed	2,896 Thousands
Percentage of corporations filing	91.2%
Percentage of returns declaring a surplus	34.2%
Amount of self-assessed income	70,767.7 Billion yen
Amount of self-assessed loss	13,710.1 Billion yen
Amount of tax	12,473.0 Billion yen

\* The number of corporations is the figure as of the end of June 2018.

## [Consumption tax]

(Fiscal year 2017)

Category		Payment	Refund
Number of tax returns	Individuals	1,123 Thousands	38 Thousands
	Corporations	1,862 Thousands	142 Thousands
	Total	2,986 Thousands	180 Thousands
Amount of tax		16,440.5 Billion yen	4,118.9 Billion yen

## [Liquor tax and liquor production]

(Fiscal year 2017)

Type	Volume of production	Amount of tax
	Thousand kl	Million yen
Sake	411	60,173
Sake compounds	29	2,907
Continuous distillation Japanese spirits (Shochu)	352	78,977
Single system distillation Japanese spirit (Shochu)	468	110,958
Mirin (rice cooking wine)	91	2,035
Beer	2,684	570,589
Fruit wine	102	9,472
Sweet fruit wine	4	529
Whisky	128	45,024
Brandy	4	1,570
Sparkling liquor	502	92,638
Alcohol for material & Spirits	638	52,158
Liqueurs	2,065	167,072
Other brewed liquors Powder liquor & miscellaneous liquor	444	35,806
<b>Total</b>	<b>7,922</b>	<b>1,229,907</b>

## Tax examinations

### [Field examination of self-assessed income tax]

(Operation year 2017)

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
73	60	589.4	8,080	94.7	1,300

### [Field examination of withholding income tax]

(Operation year 2017)

Number of cases	Number of illegal cases	Additional tax revenue collected
Thousands	Thousands	Billion yen
116	36	30.4

\* 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 2017)

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	98	73	999.6	10,240	194.8
Of which, corporations handled by the Large Enterprise Department	3	2	472.6	186,210	82.2

### [Field examination of consumption tax]

(Operation year 2017)

Category	Number of Cases	Number of undeclared cases	Additional tax revenue collected	
			Per case	Per case
	Thousands	Thousands	Billion yen	Thousand yen
Individuals	38	31	27.3	720
Corporations	94	55	74.8	800

### [Field examination of inheritance tax]

(Operation year 2017)

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
13	11	352.3	28,010	78.3	6,230

### [Collected number of statutory information]

(Operation year 2017)

Statutory information	Number collected
	Thousands
Withholding record of employment income	21,362
Payment record of interest	10,557
Payment record of dividends	73,650
Other	257,822
<b>Total</b>	<b>363,391</b>

## International taxation

## 【Fraudulent income through overseas transactions】

(Operation year 2017)

Number of examinations of corporations conducting overseas transactions	16,466 Cases
Number of undeclared cases related to overseas transactions	4,500 Cases
Of which, cases of overseas fraudulent calculations	696 Cases
Amount of undeclared income related to overseas transactions	367.0 Billion yen
Of which, amount of overseas fraudulently omitted income	20.6 Billion yen

## 【Transfer pricing taxation】

(Operation year 2017)

Number of taxation cases	178 Cases
Amount of taxable income	43.5 Billion yen

## 【Cases of advance pricing arrangement related to transfer pricing】

(Operation year 2017)

Number of cases requested	126 Cases
Number of cases processed	114 Cases

## Delinquency

## 【Tax delinquency cases by major tax categories】

(Fiscal year 2017)

	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 411.1	Billion yen 151.7	Billion yen 178.0	Billion yen 384.8
Withholding income tax	143.7	34.1	47.3	130.5
Self-assessed income tax	267.4	117.6	130.7	254.3
Corporation tax	98.1	65.3	72.1	91.3
Inheritance tax	75.2	31.4	35.7	70.8
Consumption tax	Superscript 78.8 310.0	Superscript 97.8 363.3	Superscript 98.9 370.6	Superscript 77.7 302.8
Other taxes	2.6	3.8	3.0	3.4
<b>Total</b>	<b>Superscript 78.8</b> <b>897.1</b>	<b>Superscript 97.8</b> <b>615.5</b>	<b>Superscript 98.9</b> <b>659.5</b>	<b>Superscript 77.7</b> <b>853.1</b>

\*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 2018)

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	Cases	Cases	Billion yen	Million yen	Billion yen	Million yen
166	182	121	14.0	77	11.2	92

## 【Filed accusations to the prosecutor, by tax category】

(Fiscal year 2018)

Tax Category	Number of cases	Amount of tax evasion	
		Per case	Per case
Income tax	Cases 14	Million yen 1,268	Million yen 91
Corporation tax	55	4,470	81
Inheritance tax	1	241	241
Consumption tax	41	3,894	95
Withholding income tax	10	1,303	130
<b>Total</b>	<b>121</b>	<b>11,176</b>	<b>92</b>

## Remedy for taxpayer rights

### [Request for re-examination]

(Fiscal year 2017)

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 2,124	Cases 1,650	Cases 1,553	205	32	Cases 173	% 13.2
Collection-related	200	164	173	8	8	0	4.6
<b>Total</b>	<b>2,324</b>	<b>1,814</b>	<b>1,726</b>	<b>213</b>	<b>40</b>	<b>173</b>	<b>12.3</b>

\*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 Seikyu." This revision came into force on April 1, 2016.

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

### [Request for reconsideration]

(Fiscal year 2017)

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 4,669	Cases 2,818	Cases 2,295	189	42	Cases 147	% 8.2
Collection-related	220	135	180	13	12	1	7.2
<b>Total</b>	<b>4,889</b>	<b>2,953</b>	<b>2,475</b>	<b>202</b>	<b>54</b>	<b>148</b>	<b>8.2</b>

### [Litigation]

(Fiscal year 2017)

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 317	Cases 82	Cases 150	19	11	Cases 8	% 12.7
Collection-related	88	25	57	2	—	2	3.5
National Tax Tribunal-related	4	1	3	—	—	—	—
<b>Total</b>	<b>409</b>	<b>108</b>	<b>210</b>	<b>21</b>	<b>11</b>	<b>10</b>	<b>10.0</b>

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

## Tax consultations

### [The five items most frequently the subject of consultation]

[Phone Consultation Centers]

(Fiscal year 2018)

Rank	Tax category	Items	Thousand cases
1	Income tax	Obligations & procedures to file tax returns, etc.	583
2	Income tax	Year-end adjustment	308
3	Income tax	Medical expenses deduction	269
4	Income tax	Special credit for loans relating to a dwelling	244
5	Income tax	Exemption for spouse, special exemption for spouse and exemption for dependents	193

[Tax Answer System]

(Fiscal year 2018)

Rank	Tax category	Items	Thousand cases
1	Income tax	When have paid medical expenses (medical expenses deduction)	2,033
2	Income tax	Tax rate of income tax	1,770
3	Income tax	Deduction for employment income	1,107
4	Income tax	When have built a new house or purchased a newly built house (special credit for loans relating to a dwelling)	1,051
5	Stamp duty	Table of Stamp Taxes (1) Type 1 Document to Type 4 Document	998

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

(Fiscal year 2018)

Tax category	Thousand cases
Income tax	2,878
Corporation tax	202
Property tax	954
Consumption tax, etc.	311
Other	1,097
<b>Total</b>	<b>5,443</b>

About the NTA

Efforts to Enhance Services for Taxpayers and to Boost Efficiency of Tax Administration

Proper and Fair Taxation and Collection

Remedy for Taxpayer Rights

Liquor Administration

Ensuring Proper Administration of Services by Certified Public Tax Accountants (CPTAs)

Evaluation of Policies

Statistics