

Tax revenues and budget

【Budget and final accounts of taxes and stamp revenues for fiscal year 2018】

Tax category	Budget after correction	Actual (Percentage of total)
	Million yen	Million yen
Withholding income tax	16,180,000	16,564,998 (26.6)
Self-assessed income tax	3,295,000	3,335,580 (5.3)
Corporation tax	12,296,000	12,318,027 (19.7)
Inheritance tax	2,240,000	2,333,324 (3.7)
Consumption tax	17,823,000	17,680,881 (28.3)
Liquor tax	1,311,000	1,275,127 (2.0)
Tobacco tax	874,000	861,294 (1.4)
Gasoline tax	2,330,000	2,347,842 (3.8)
Liquefied petroleum tax	8,000	7,595 (0.0)
Aviation fuel Tax	52,000	52,661 (0.1)
Petroleum and coal tax	709,000	701,350 (1.1)
Power resources development promotion tax	323,000	322,045 (0.5)
Motor vehicle tonnage tax	395,000	394,444 (0.6)
International tourist tax	6,000	6,888 (0.0)
Customs duty	1,022,000	1,071,123 (1.7)
Tonnage due	10,000	10,258 (0.0)
Other *	—	41 (0.0)
Stamp revenue	1,054,000	1,072,909 (1.7)
Subtotal	59,928,000	60,356,385 (96.8)
Local corporation tax	663,600	680,634 (1.1)
Local gasoline tax	249,300	251,209 (0.4)
Liquefied petroleum gas tax (transferred)	8,000	7,595 (0.0)
Aviation fuel tax (transferred)	14,900	15,046 (0.0)
Motor vehicle tonnage tax (transferred)	271,100	270,723 (0.4)
Special tonnage tax	12,500	12,818 (0.0)
Special local corporation tax	2,114,300	2,087,894 (3.3)
Special tobacco tax	128,800	124,812 (0.2)
Special income tax for reconstruction	409,800	415,420 (0.7)
Other	—	1,589 (0.0)
Total	63,800,300	64,224,124

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

【NTA initial budget for fiscal year 2020】

Items	Budget
	Million yen
ICT-related expenses	49,189
Expenses to improve convenience for taxpayers *1	11,742
Expenses related to internationalization measures	1,070
General operating expenses, etc. *2	60,725
Expenses to improve work environment and ensure safety *3	7,436
Expenses related to tax reforms	18,890
Expenses for National Tax College	2,099
Expenses for National Tax Tribunal	172
Expenses for National Research Institute of Brewing	948
Common number system related costs	3,665
Expenses for export promotion of liquor made in Japan	1,306
Subtotal	157,242
Salary costs	562,138
Total NTA budget	719,379

*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 2019)

		Thousand people
Total population		126,160
Number of persons engaged		67,240
Number of final returns filed		22,040
Refunds		13,030
Tax payments		6,300
Breakdown by income earners	Business income earners	1,670
	Other income earners	4,630
	Real estate income earners	1,090
	Employment income earners	2,510
	Miscellaneous income earners	710
Other		330

【Inheritance tax】

(Calendar year 2018)

Number of deceased	1,362,470 people
Number of deceased subject to taxation	116,341 people
Number of taxpayers (number of heirs)	300,241 people
Taxable amount	16,264.0 Billion yen
Amount of tax	2,110.4 Billion yen

【Gift tax】

(Calendar year 2018)

Number of people subject to taxation	415,595 people
Value of properties acquired	2,038.4 Billion yen
Amount of tax	239.7 Billion yen

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

【Withholding agents and withholding income tax】

(Operation year 2018)

Category of income etc.	Number of withholding agents	Amount of tax
	Thousand	Billion yen
Employment income (wages and salaries)	3,532	11,229.8
Retirement income	—	236.0
Interest income, etc.	35	344.9
Dividend income	147	5,046.0
Capital gains on listed shares etc. kept in special account	12	373.2
Income from remuneration, etc.	2,847	1,198.3
Income paid to non-residents and foreign corporations, etc.	36	715.4
Total	—	19,143.7

*The figures of withholding agents are figures as of the end of June 2019.

*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 2018)

Number of corporations	3,132 Thousand corporations
Number of tax returns filed	2,929 Thousands
Percentage of corporations filing	91.4%
Percentage of returns declaring a surplus	34.7%
Amount of self-assessed income	73,386.5 Billion yen
Amount of self-assessed loss	13,054.1 Billion yen
Amount of tax	12,792.2 Billion yen

*The number of corporations is the figure as of the end of June 2019.

【Consumption tax】

(Operation year 2018)

Category	Payment	Refund
Number of tax returns	Individuals	1,117 Thousands
	Corporations	1,872 Thousands
	total	2,989 Thousands
Amount of tax	16,490.2 Billion yen	4,384.5 Billion yen

【Liquor tax and liquor production】

(Fiscal year 2018)

Type	Volume of production	Amount of tax
	Thousand kl	Million yen
Sake	406	55,721
Sake compounds	27	2,632
Continuous distillation Japanese spirits (Shochu)	344	78,222
Single system distillation Japanese spirit (Shochu)	448	104,116
Mirin (rice cooking wine)	87	1,976
Beer	2,544	537,163
Fruit wine	95	9,324
Sweet fruit wine	46	676
Whisky	140	49,024
Brandy	44	1,459
Sparkling liquor	422	85,991
Alcohol for material & Spirits	772	62,204
Liqueurs	2,270	184,594
Other brewed liquors Powder liquor & miscellaneous liquor	411	34,074
Total	7,978	1,207,177

Tax examinations

【Field examination of self-assessed income tax】

(Operation year 2018)

Number of cases	Number of undeclared cases	Amount of undeclared income	Additional tax revenue collected
Thousands	Thousands	Billion yen	Per case
		Thousand yen	Thousand yen
74	61	602.4	8,190
			Billion yen
			96.1
			1,310

【Field examination of withholding income tax】

(Operation year 2018)

Number of cases	Number of illegal cases	Additional tax revenue collected
Thousand yen	Thousands	Billion yen
116	36	37.0

*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 2018)

Category	Number of Cases	Number of undeclared cases	Amount of undeclared income	Additional tax revenue collected
	Thousands	Thousands	Billion yen	Per case
			Thousand yen	Thousand yen
All corporations	99	74	1,381.3	13,970
				Billion yen
				194.3
Of which, corporations handled by the Large Enterprise Department	2	2	855.3	353,150
				Billion yen
				80.4

【Field examination of consumption tax】

(Operation year 2018)

Category	Number of Cases	Number of undeclared cases	Additional tax revenue collected
	Thousands	Thousands	Billion yen
Individuals	38	32	29.9
Corporations	95	56	80.0
			Thousand yen
			780
			840

【Field examination of inheritance tax】

(Operation year 2018)

Number of cases	Number of undeclared cases	Amount of undeclared inheritance	Additional tax revenue collected
Thousands	Thousands	Billion yen	Per case
		Thousand yen	Thousand yen
12	11	353.8	283.8
			Billion yen
			70.8
			Thousand yen
			5,680

【Collected number of statutory information】

(Operation year 2018)

Statutory information	Number collected
	Thousands
Withholding record of employment income	21,976
Payment record of interest	8,695
Payment record of dividends	62,421
Other	249,774
Total	342,866

International taxation

【Fraudulent income through overseas transactions】

(Operation year 2018)

Number of examinations of corporations conducting overseas transactions	15,650 cases
Number of undeclared cases related to overseas transactions	4,367 cases
Of which, cases of overseas fraudulent calculations	646 cases
Amount of undeclared income related to overseas transactions	696.8 Billion yen
Of which, amount of overseas fraudulently omitted income	22.7 Billion yen

【Transfer pricing taxation】

(Operation year 2018)

Number of taxation cases	257 cases
Amount of taxable income	36.5 Billion yen

【Cases of advance pricing arrangement related to transfer pricing】

(Operation year 2018)

Number of cases requested	141 cases
Number of cases processed	118 cases

Delinquency

【Tax delinquency cases by major tax categories】

(Fiscal year 2018)

	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	384.8	158.1	179.7	363.1
Withholding income tax	130.5	32.4	45.3	117.6
Self-assessed income tax	254.3	125.6	134.4	245.5
Corporation tax	91.3	69.7	69.2	91.8
Inheritance tax	70.8	30.8	38.8	62.9
Consumption tax	Superscript 77.7 302.8	Superscript 94.8 352.1	Superscript 97.5 364.4	Superscript 75.0 290.4
Other taxes	3.4	3.5	3.4	3.6
Total	Superscript 77.7 853.1	Superscript 94.8 614.3	Superscript 97.5 655.5	Superscript 75.0 811.8

*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 2019)

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	
Cases	Cases	Cases	Billion yen	Million yen	Billion yen	Million yen
150	165	116	12.0	73	9.3	80

【Filed accusations to the prosecutor, by tax category】

(Fiscal year 2019)

Tax category	Number of cases	Amount of tax evasion	
		Per case	
	Cases	Million yen	Million yen
Income tax	17	1,607	95
Corporation tax	64	5,636	88
Inheritance tax	0	0	0
Consumption tax	32	1,975	62
Withholding income tax	3	58	19
Total	116	9,276	80

Remedy for taxpayer rights

【Request for re-examination】

(Fiscal year 2018)

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 2,520	Cases 1,949	Cases 2,046	263	26	Cases 237	% 12.9
Collection-related	121	94	104	1	1	0	1.0
Total	2,641	2,043	2,150	264	27	237	12.3

* 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 2018)

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 5,325	Cases 2,951	Cases 2,787	213	77	Cases 136	% 7.6
Collection-related	193	153	136	3	0	3	2.2
Total	5,518	3,104	2,923	216	77	139	7.4

【Litigation】

(Fiscal year 2018)

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 322	Cases 95	Cases 140	6	3	Cases 3	% 4.3
Collection-related	57	16	36	—	—	—	—
National Tax Tribunal-related	1	—	1	—	—	—	—
Total	380	111	177	6	3	3	3.4

* 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 2019)

Rank	Tax category	Items	cases
1	Income tax	Obligations & procedures to file tax returns, etc.	Thousand 547
2	Income tax	Year-end adjustment	263
3	Income tax	Special credit for loans relating to a dwelling	254
4	Income tax	Medical expenses deduction	246
5	Income tax	Exemption for spouse, special exemption for spouse and exemption for dependents	153

(Tax Answer System)

(Fiscal year 2019)

Rank	Tax category	Items	cases
1	Income tax	When have paid medical expenses (medical expenses deduction)	Thousand 2,877
2	Income tax	Tax rate of income tax	2,157
3	Income tax	When have built a new house or purchased a newly built house (special credit for loans relating to a dwelling)	1,406
4	Income tax	Deduction for employment income	1,348
5	Stamp duty	Table of Stamp Taxes (1) Type 1 Document to Type 4 Document	1,231

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

(Fiscal year 2019)

Tax category	cases
Income tax	Thousand 2,604
Corporation tax	191
Property tax	927
Consumption tax, etc.	404
Other	983
Total	5,109