

Tax revenues and budget

[Budget and final accounts of taxes and stamp revenues for fiscal year 2020]

Tax category	Budget after correction	Actual (Percentage of total)
	Million yen	Million yen
Withholding income tax	15,591,000	15,997,575 (24.6)
Self-assessment income tax	2,905,000	3,192,215 (4.9)
Corporation tax	8,041,000	11,234,626 (17.3)
Inheritance tax	2,231,000	2,314,539 (3.6)
Consumption tax	19,273,000	20,971,366 (32.3)
Liquor tax	1,143,000	1,133,617 (1.7)
Tobacco tax	862,000	839,819 (1.3)
Gasoline tax	2,047,000	2,058,244 (3.2)
Liquefied petroleum gas tax	6,000	4,625 (0.0)
Aviation fuel tax	11,000	8,522 (0.0)
Petroleum and coal tax	599,000	607,754 (0.9)
Power resources development promotion tax	315,000	311,017 (0.5)
Motor vehicle tonnage tax	393,000	398,517 (0.6)
International tourist tax	3,000	1,041 (0.0)
Customs duty	825,000	819,469 (1.3)
Tonnage tax	10,000	9,190 (0.0)
Other*	—	4 (0.0)
Stamp revenue	870,000	919,463 (1.4)
Subtotal	55,125,000	60,821,604 (93.7)
Local corporation tax	1,034,300	1,418,255 (2.2)
Local gasoline tax	219,000	220,224 (0.3)
Liquefied petroleum gas tax (transferred)	6,000	4,625 (0.0)
Aviation fuel tax (transferred)	3,100	2,435 (0.0)
Motor vehicle tonnage tax (transferred)	286,900	290,958 (0.4)
Special tonnage tax	12,500	11,488 (0.0)
Special local corporation tax	1,016,200	977,686 (1.5)
Special business tax	709,500	671,720 (1.0)
Special tobacco tax	116,200	112,151 (0.2)
Special income tax for reconstruction	388,400	401,621 (0.6)
Other	—	245 (0.0)
Total	58,917,100	64,933,013

*"Other" the amount collection of delinquent taxes, collected as the commodity tax, land value tax, etc.

[NTA initial budget for fiscal year 2022]

Items	Budget
	Million yen
ICT-related expenses	927
Expenses to improve convenience for taxpayers* ¹	1,373
Expenses related to internationalization measures	1,057
General operating expenses* ²	60,464
Expenses to improve work environment and ensure safety* ³	8,044
Expenses related to tax reforms	1,924
Expenses for National Tax College	1,788
Expenses for National Tax Tribunal	161
Expenses for National Research Institute of Brewing	1,011
Expenses for the development of the liquor industry	2,020
Subtotal	78,769
Salary costs	546,645
Total NTA budget	625,414

- *1 "Expenses to improve convenience for taxpayers" includes expenses related to operating expense for the Phone Consultation Center.
- *2 "General operating expenses" include 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 expense to improve facilities and health care.
- *4 In addition to the NTA budget shown above, 81.9 billion yen is collectively recorded to the Digital Agency's budget as the expense for the government's information system.

Tax returns and taxation

[Income tax]

(Calendar year 2021)

	Thousand people
Total population	125,500
Number of persons engaged	66,670
Number of final returns filed	22,850
Refunds	13,300
Tax payments	6,570
Breakdown by income earners	
Business income earners	1,750
Other income earners	4,810
Real estate income earners	1,060
Employment income earners	2,620
Miscellaneous income earners	800
Other	340

[Inheritance tax]

(Calendar year 2020)

Number of deceased	1,372,755 people
Number of deceased subject to taxation	120,372 people
Number of taxpayers (number of heirs)	307,333 people
Taxable amount	16,410.6 Billion yen
Amount of tax	2,092.8 Billion yen

[Gift tax]

(Calendar year 2020)

Number of people subject to taxation	402,536 people
Value of properties acquired	2,102.5 Billion yen
Amount of tax	203.1 Billion yen

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

[Withholding agents and withholding income tax]

(Operation year 2020)

Category of income etc.	Number of withholding agents	Amount of tax
Employment income (wages and salaries)	Thousand 3,544	Billion yen 11,333.3
Retirement income	—	264.2
Interest income, etc.	34	291.4
Dividend income	148	4,804.3
Capital gains on listed shares etc. kept in special account	11	542.0
Income from remuneration, etc.	2,838	1,128.4
Income paid to non-residents and foreign corporations, etc.	33	698.9
Total	—	19,062.4

* The number of withholding agents are figures as of the end of June 2021.

* 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 2020)

Number of corporations	3,220 Thousand corporations
Number of tax returns filed	3,010 Thousands
Percentage of corporations filing	91.4%
Percentage of returns declaring a surplus	35.0%
Amount of self-assessment income	70,130.1 Billion yen
Amount of self-assessment loss	23,721.9 Billion yen
Amount of tax	12,122.0 Billion yen

* The number of corporations is the figure as of the end of June 2021.

[Consumption tax]

(Fiscal year 2020)

Category	Payment	Refund
Number of tax returns	Individuals 1,072 Thousands	67 Thousands
	Corporations 1,855 Thousands	183 Thousands
	Total 2,927 Thousands	250 Thousands
Amount of tax	19,171.9 Billion yen	4,909.8 Billion yen

[Liquor tax and liquor production]

(Fiscal year 2020)

Type	Volume of production	Amount of tax
Sake	Thousand kl 312	Million yen 45,093
Sake compounds	20	1,957
Continuous distillation Japanese spirits (Shochu)	308	69,852
Pot distillation Japanese spirits (Shochu)	380	96,903
Mirin (rice cooking wine)	89	1,838
Beer	1,839	375,621
Fruit wine	102	10,512
Sweet fruit wine	8	748
Whisky	135	46,936
Brandy	3	1,312
Sparkling liquor	391	80,777
Alcohol for material & Spirits	952	76,376
Liqueurs	2,568	229,086
Other brewed liquors, powder liquor & miscellaneous liquor	339	31,134
Total	7,446	1,068,148

Tax examinations**[Field examination of self-assessment income tax]**

(Operation year 2020)

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
24	21	299.2	12,570	53.3	2,240

[Field examination of consumption tax]

(Operation year 2020)

Category	Number of Cases	Number of undeclared cases	Additional tax revenue collected	
			Per case	Per case
Individuals	Thousands 11	Thousands 9	Billion yen 13.3	Thousand yen 1,200
Corporations	25	16	72.9	2,970

[Field examination of withholding income tax]

(Operation year 2020)

Number of cases	Number of illegal cases	Additional tax revenue collected
Thousand yen 29	Thousands 10	Billion yen 14.5

* 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 inheritance tax]

(Operation year 2020)

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
5	4	178.5	34,960	48.2	9,430

[Field examination of corporation tax]

(Operation year 2020)

Category	Number of Cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected
			Per case	Per case	
All corporations	Thousands 25	Thousands 20	Billion yen 528.6	Thousand yen 21,170	Billion yen 120.7
Corporations handled by the Large Enterprise Department	1	1	274.7	235,550	63.5

[Collected number of statutory information]

(Operation year 2020)

Statutory information	Number collected
Withholding record of employment income	Thousands 22,192
Payment record of interest	7,746
Payment record of dividends	61,214
Other	343,712
Total	434,863

International taxation

[Field examination of corporations conducting overseas transactions, etc.]

(Operation year 2020)

Number of examinations of corporations conducting overseas transactions	4,569 Cases
Number of undeclared cases related to overseas transactions	1,424 Cases
Cases of overseas fraudulent calculations	185 Cases
Amount of undeclared income related to overseas transactions	153.0 Billion yen
Amount of overseas fraudulently omitted income	9.3 Billion yen

[Field examination of transfer pricing taxation]

(Operation year 2020)

Number of taxation cases	134 Cases
Amount of taxable income	50.2 Billion yen

[Cases requested and processed for advance pricing arrangement related to transfer pricing]

(Operation year 2020)

Number of cases requested	135 Cases
Number of cases processed	121 Cases

Delinquency

[Tax delinquency cases by major tax categories]

(Fiscal year 2020)

	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 332.8	Billion yen 136.6	Billion yen 135.2	Billion yen 334.2
Withholding income tax	109.0	19.5	23.2	105.4
Self-assessment income tax	223.8	117.1	112.1	228.8
Corporation tax	94.6	80.5	67.0	108.1
Inheritance tax	57.2	23.6	24.7	56.1
Consumption tax	superscript 69.4 266.8	superscript 97.3 345.6	superscript 80.3 287.9	superscript 86.4 324.5
Other taxes	4.1	5.3	3.6	5.7
Total	superscript 69.4 755.4	superscript 97.3 591.6	superscript 80.3 518.4	superscript 86.4 828.6

*1 Local consumption tax is not included in the figures above because they 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 the time being. That is why the delinquent amounts of local consumption tax are indicated by the superscript amounts in the rows "Consumption tax" and "Total" fields.

Criminal investigation

[Criminal investigations]

(Fiscal year 2021)

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 (accusation filed to the prosecutor)	
			Per case	Per case	Per case	Per case
Cases	Cases	Cases	Billion yen	Million yen	Billion yen	Million yen
116	103	75	10.2	99	6.1	81

[Accusations filed to the prosecutor, by tax category]

(Fiscal year 2021)

Tax category	Number of cases	Amount of tax evasion	
		Per case	Per case
Income tax	Cases 9	Million yen 779	Million yen 87
Corporation tax	43	3,519	82
Inheritance tax	0	0	0
Consumption tax	21	1,655	79
Withholding income tax	2	121	61
Total	75	6,074	81

Remedy for taxpayer rights

【Request for re-examination】

(Fiscal year 2020)

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			Percentage ③/②
				Full	Partial		
Taxation-related	Cases 1,290	Cases 968	Cases 957	Cases 100	Cases 4	Cases 96	% 10.4
Collection-related	47	32	42	—	—	—	—
Total	1,337	1,000	999	100	4	96	10.0

* 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 in April 2016.

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

【Request for reconsideration】

(Fiscal year 2020)

Category	Number of requests for reconsideration	Number of new requests for reconsideration ①	Number of cases processed ②	Number of requests approved ③			Percentage ③/②
				Full	Partial		
Taxation-related	Cases 4,369	Cases 2,140	Cases 2,177	Cases 227	Cases 60	Cases 167	% 10.4
Collection-related	180	97	151	6	5	1	4.0
Total	4,549	2,237	2,328	233	65	168	10.0

【Litigation】

(Fiscal year 2020)

Category	Number of litigations	Number of cases filed for first instance ①	Number of cases closed ②	Number of lost cases ③			Percentage ③/②
				Full	Partial		
Taxation-related	Cases 331	Cases 67	Cases 157	Cases 14	Cases 7	Cases 7	% 8.9
Collection-related	41	12	21	—	—	—	—
National Tax Tribunal-related	3	2	2	—	—	—	—
Total	375	81	180	14	7	7	7.8

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

Tax consultations

【The five items of most frequently consulted】

(Phone Consultation Centers)

(Fiscal year 2021)

Rank	Tax category	Items	cases
1	Income tax	Obligations & procedures to file tax returns, etc.	Thousand 649
2	Income tax	Special credit for loans relating to a dwelling	277
3	Income tax	Year-end adjustment	241
4	Income tax	Medical expenses deduction	227
5	Income tax	Guidance for consultation, location of Tax Office	219

(Tax Answer System)

(Fiscal year 2021)

Rank	Tax category	Items	cases
1	Income tax	Tax rate of income tax	Thousand 2,938
2	Income tax	When having paid medical expenses (medical expenses deduction)	2,517
3	Stamp duty	Table of Stamp Taxes (1) Type 1 Document to Type 4 Document	2,092
4	Income tax	Deduction for employment income	1,918
5	Gift tax	Explanations about the tax exemption when you get fund as the gift from direct lineal ancestry to acquire the dwelling	1,642

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

(Fiscal year 2021)

Tax category	cases
Income tax	Thousand 2,818
Corporation tax	226
Property tax	1,031
Consumption tax, etc.	278
Other	1,223