

## Tax revenues and budget

### 【Budget and final accounts of taxes and stamp revenues for fiscal year 2022】

Tax category		Budget after correction	Actual (Percentage of total)
		Million yen	Million yen
General Account	Withholding income tax	18,495,000	18,736,485 (24.5)
	Self-assessment income tax	3,524,000	3,785,176 (5.0)
	Corporation tax	13,787,000	14,939,797 (19.6)
	Inheritance tax	2,839,000	2,969,397 (3.9)
	Consumption tax	22,161,000	23,079,294 (30.2)
	Liquor tax	1,128,000	1,187,565 (1.6)
	Tobacco tax	934,000	956,708 (1.3)
	Gasoline tax	2,079,000	2,065,276 (2.7)
	Liquefied petroleum gas tax	5,000	4,711 (0.0)
	Aviation fuel tax	34,000	31,491 (0.0)
	Petroleum and coal tax	660,000	663,030 (0.9)
	Power resources development promotion tax	313,000	312,204 (0.4)
	Motor vehicle tonnage tax	385,000	393,499 (0.5)
	International tourist tax	9,000	12,622 (0.0)
	Customs duty	1,053,000	1,008,414 (1.3)
	Tonnage tax	9,000	9,590 (0.0)
	Other ※	—	13 (0.0)
	Stamp revenue	944,000	982,121 (1.3)
	Subtotal	68,359,000	71,137,395 (93.2)
	Local corporation tax	1,821,300	1,887,532 (2.5)
	Local gasoline tax	222,500	220,976 (0.3)
	Liquefied petroleum gas tax (transferred)	5,000	4,711 (0.0)
	Aviation fuel tax (transferred)	15,200	13,996 (0.0)
	Motor vehicle tonnage tax (transferred)	291,600	298,064 (0.4)
	Special tonnage tax	11,300	11,987 (0.0)
	Special business tax	2,103,900	2,169,136 (2.8)
	Special tobacco tax	112,600	115,801 (0.2)
	Special income tax for reconstruction	462,400	470,544 (0.6)
	Other	—	7,556 (0.0)
	Total	73,404,800	76,337,700

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

### 【NTA initial budget for fiscal year 2024】

Items		Budget Million yen
General expenses	Expenses to improve convenience for taxpayers ※ <sup>1</sup>	2,837
	Expenses related to internationalization measures	1,156
	General operating expenses ※ <sup>2</sup>	60,235
	Expenses to improve work environment and ensure safety ※ <sup>3</sup>	7,049
	Expenses related to tax reforms	2,674
	Expenses for National Tax College	1,781
	Expenses for National Tax Tribunal	160
	Expenses for National Research Institute of Brewing	966
	Expenses for the development of the liquor industry	2,082
	Subtotal	78,940
Salary costs		538,063
Total NTA budget		617,003

※<sup>1</sup> "Expenses to improve convenience for taxpayers" includes expenses related to operating expense for the Phone Consultation Center.

※<sup>2</sup> "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.

※<sup>3</sup> "Expenses to improve work environment and ensure safety" includes expense to improve facilities and health care.

※<sup>4</sup> In addition to the NTA budget shown above, 81.2 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 2023)		Ten thousand people
Total population		12,393
Number of persons engaged		6,747
Number of final returns filed		2,324
Refunds		1,351
Tax payments		669
Breakdown by income earner	Business income earners	166
	Other income earners	502
	Real estate income earners	105
	Employment income earners	277
	Miscellaneous income earners	83
Other		37

### 【Inheritance tax】

(Calendar year 2022)		
Number of deceased		1,569,050 people
Number of deceased subject to taxation		150,858 people
Number of taxpayers (number of heirs)		380,937 people
Taxable amount		20,717.8 billion yen
Amount of tax		2,800.7 billion yen

### 【Gift tax】

(Calendar year 2022)		
Number of people subject to taxation		434,135 people
Value of properties acquired		2,341.7 billion yen
Amount of tax		254.2 billion yen

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

## 【Withholding agents and withholding income tax】

(Operation year 2022)

Category of income etc.	Number of withholding agents	Amount of tax
	Thousand	Billion yen
Employment income (wages and salaries)	3,569	12,526.4
Retirement income	—	276.0
Interest income etc.	33	336.0
Dividend income	149	6,082.7
Capital gains on listed shares etc. kept in special account	11	484.4
Income from remuneration etc.	2,875	1,227.7
Income paid to non-residents and foreign corporations etc.	35	882.8
Total	—	21,815.9

\*1 The number of withholding agents are figures as of the end of June 2023.

\*2 The tax amounts include the amounts of special income tax for reconstruction.

## 【Number of corporations and corporation tax】

(Operation year 2022)

Number of corporations	3,341 thousand corporations
Number of tax returns filed	3,128 thousand filings
Percentage of corporations filing	91.8 %
Percentage of returns declaring a surplus	36.2 %
Amount of self-assessment income	85,010.6 billion yen
Amount of self-assessment loss	17,429.5 billion yen
Amount of tax	14,909.9 billion yen

\* The number of corporations is the figure as of the end of June 2023.

## 【Consumption tax】

(Fiscal year 2022)

Category	Payment	Refund
Individuals	1,013 thousand	61 thousand
Corporations	1,850 thousand	188 thousand
Total	2,863 thousand	249 thousand
Amount of tax	20,096.1 billion yen	7,093.7 billion yen

## 【Liquor tax and liquor production】

(Fiscal year 2022)

Type	Volume of production	Amount of tax
	Thousand kl	Million yen
Sake	328	42,589
Sake compounds	20	1,947
Continuous distillation Japanese spirits (Shochu)	294	66,202
Pot distillation Japanese spirits (Shochu)	368	93,566
Mirin (rice cooking wine)	86	1,884
Beer	2,235	431,696
Fruit wine	95	10,112
Sweet fruit wine	6	572
Whisky	146	51,766
Brandy	4	1,320
Sparkling liquor	396	78,637
Alcohol for material & Spirits	833	81,296
Liqueurs	2,261	228,982
Other brewed liquors, powder liquor & miscellaneous liquor	251	27,169
Total	7,324	1,117,737

## Tax examinations

## 【Field examination of self-assessment income tax】

(Operation year 2022)

Number of cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected	
		Per case	Per case	Per case	Per case
Thousand	Thousand	Billion yen	Ten thousand yen	Billion yen	Ten thousand yen
46	38	559.4	1,208	101.5	219

## 【Field examination of withholding income tax】

(Operation year 2022)

Number of Cases	Number of illegal cases	Additional tax revenue collected
Thousand	Thousand	Billion yen
72	22	33.8

\*The tax amounts include the amounts of special income tax for reconstruction.

## 【Field examination of corporation tax】

(Operation year 2022)

Category	Number of cases	Number of undeclared cases	Amount of undeclared income		Additional tax revenue collected
			Per case	Per case	
	Thousand	Thousand	Billion yen	Ten Thousand yen	Billion yen
All corporations	62	47	780.1	1,257	186.8
Corporations handled by the Large Enterprise Department	2	1	302.0	19,349	62.4

## 【Field examination of consumption tax】

(Operation year 2022)

Category	Number of Cases	Number of undeclared cases	Additional tax revenue collected	
			Per case	Per case
	Thousand	Thousand	Billion yen	Thousand yen
Individuals	26	21	33.6	1,320
Corporations	61	35	135.7	2,230

## 【Field examination of inheritance tax】

(Operation year 2022)

Number of cases	Number of undeclared cases	Amount of undeclared inheritance		Additional tax revenue collected	
		Per case	Per case	Per case	Per case
Thousand	Thousand	Billion yen	Thousand yen	Billion yen	Thousand yen
8	7	263.0	32,090	66.9	8,160

## 【Collected number of statutory information】

(Operation year 2022)

Statutory information	Number collected
Withholding record of employment income	Thousand 25,414
Payment record of interest	11,462
Payment record of dividends	58,206
Other	418,444
Total	513,527

## International taxation

### 【Field examination of corporations conducting overseas transactions etc.】

(Operation year 2022 )

Number of examinations of corporations conducting overseas transactions	10,394 cases
Number of undeclared cases related to overseas transactions	2,422 cases
Cases of overseas fraudulent calculations	256 cases
Amount of undeclared income related to overseas transactions	225.9 billion yen
Amount of overseas fraudulently omitted income	13.4 billion yen

### 【Field examination of transfer pricing taxation】

(Operation year 2022 )

Number of undeclared cases	149 cases
Amount of undeclared income	39.2 billion yen

### 【Cases requested and processed for advance pricing arrangement related to transfer pricing taxation】

(Operation year 2022 )

Number of cases requested	205 cases
Number of cases processed	125 cases

## Delinquency

### 【Tax delinquency cases by major tax categories】

(Fiscal year 2022 )

	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	352.9	215.3	202.3	365.9
Withholding income tax	113.7	39.7	40.6	112.7
Self-assessment income tax	239.2	175.6	161.7	253.2
Corporation tax	118.0	95.6	86.9	126.7
Inheritance tax	51.7	36.7	35.7	52.7
Consumption tax	superscript 95.7 355.1	superscript 102.2 363.0	superscript 105.6 377.2	superscript 92.3 340.9
Other taxes	8.0	9.0	8.4	8.6
Total	superscript 95.7 885.7	superscript 102.2 719.6	superscript 105.6 710.4	superscript 92.3 894.9

\* 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 2023 )

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	
Cases 154	Cases 151	Cases 101	Billion yen 12.0	Million yen 79	Billion yen 8.9	Million yen 88

### 【Accusations filed to the prosecutor, by tax category】

(Fiscal year 2023 )

Tax category	Number of cases	Amount of tax evasion	
		Per case	
Income tax	Cases 14	Million yen 1,214	Million yen 87
Corporation tax	59	5,734	97
Inheritance tax	1	152	152
Consumption tax	27	1,831	68
Withholding income tax	—	—	—
Total	101	8,931	88

## Remedy for taxpayer rights

## 【Request for re-examination】

(Fiscal year 2022 )

Category	Number of requests for reexamination	Number of new requests for reexamination	Number of cases processed ①	Number of requests approved ②			
				Full	Partial	Percentage ②/①	
Taxation-related	Cases 1,631	Cases 1,385	Cases 1,226	Cases 63	Cases 18	Cases 45	% 5.1
Collection-related	161	148	145	—	—	—	—
Total	1,792	1,533	1,371	63	18	45	4.6

\*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 reexamination from "Igi Moshitate" to "Saichosa no Seikyu." This revision came into force in April 2016.

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

## 【Request for reconsideration】

(Fiscal year 2022 )

Category	Number of requests for reconsideration	Number of new requests for reconsideration	Number of cases processed ①	Number of requests approved ②			
				Full	Partial	Percentage ②/①	
Taxation-related	Cases 5,205	Cases 2,825	Cases 3,018	Cases 225	Cases 72	Cases 153	% 7.5
Collection-related	250	209	141	—	—	—	—
Total	5,455	3,034	3,159	225	72	153	7.1

## 【Litigation】

(Fiscal year 2022 )

Category	Number of litigations	Number of cases filed for first instance	Number of cases closed ①	Number of lost cases ②			
				Full	Partial	Percentage ②/①	
Taxation-related	Cases 315	Cases 87	Cases 157	Cases 8	Cases 4	Cases 4	% 5.1
Collection-related	39	12	25	2	2	—	8.0
National Tax Tribunal-related	4	—	4	—	—	—	—
Total	358	99	186	10	6	4	5.4

\* 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 2023 )

Rank	Tax category	Items	Cases
1	Income tax	Obligations & procedures to file tax returns etc.	Thousand 607
2	Income tax	Year-end adjustment	250
3	Income tax	Special credit for loans relating to a dwelling	216
4	Income tax	Medical expense deduction	196
5	Inheritance tax	Obligations & procedures to file tax returns etc.	135

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

(Fiscal year 2023 )

Tax category	Cases
Income tax	Thousand 2,376
Corporation tax	224
Property tax	999
Consumption tax etc.	652
Other	1,125

(Tax Answer System)

(Fiscal year 2023 )

Rank	Tax category	Items	Cases
1	Income tax	Tax rate of income tax	Thousand 3,693
2	Stamp duty	Table of Stamp Duties (Part1) Type 1 Document to Type 4 Document	2,753
3	Income tax	Deduction for medical expenses	1,947
4	Income tax	Deduction for salary income	1,928
5	Income tax	Exemption for dependents	1,594