

KWARA STATE HOUSE OF ASSEMBLY

CERTIFICATE OF ASSENT

BY HIS EXCELLENCY, THE EXECUTIVE GOVERNOR OF KWARA STATE

Title of Law presented - KWARA STATE PRESUMPTIVE TURNOVER TAX
LAW, 2025

Forwarded by - Clerk to the House

Date forwarded - 19th December, 2025

Date of Assent - 22nd December, 2025

Notice to withhold Assent -

Reasons (If any) -

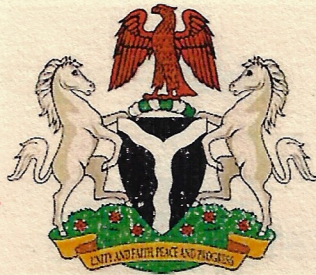
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Date of return of Law - 22nd December 2025

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[Signature]

**The Executive Governor
of Kwara State of Nigeria**

KWARA STATE PRESUMPTIVE TURNOVER TAX LAW, 2025

I assent this 22 day of December 2025



ABDULRAHMAN ABDULRAZAQ
Governor,
Kwara State of Nigeria.

Kwara State of Nigeria
Law No. of 2025

ARRANGEMENT OF SECTIONS

SECTION

PART I

Preliminary

1. Interpretation.

PART II

Establishment of Presumptive Turnover Tax Regime.

2. Imposition of Tax.

3. Eligibility.

4. Business Classification and Uniform Presumptive Turnover Tax.

5. Consistency with Applicable Tax Laws.

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Schedule

A LAW TO PROVIDE FOR A SIMPLIFIED TAX REGIME FOR MICRO, SMALL AND MEDIUM ENTERPRISES IN KWARA STATE AND OTHER MATTERS CONNECTED THEREWITH.

() Date of Commencement.

The Kwara State House of Assembly enacts:

PART I- PRELIMINARY

1. In this law, unless the context otherwise requires:

"Assessment" means the determination of the amount of Presumptive Tax payable by a person under this Law.

"Business" includes any trade, profession, vocation, occupation, or undertaking carried on for gain.

"Cashless Collection" means payment of tax through electronic, digital, or bank transfer platforms approved by KWIRS, and excludes cash payment to tax agents.

"Commissioner" means the Commissioner responsible for Finance in Kwara State.

"Executive Chairman" means the Executive Chairman of the Kwara State Internal Revenue Service [KWIRS]

"Informal Sector" means the sector of the economy comprising persons, enterprises, and economic activities operating outside the formal accounting and regulatory framework.

"Electronic Receipt" means the system-generated receipt issued through the electronic payment platform of the Kwara State Internal Revenue Service and containing a QR Code or Unique Payment Identification Number that is automatically linked to the taxpayer's assessment.

"Kwara State Internal Revenue Service (KWIRS)" refers to the body responsible for tax administration in the State.

"Micro, Small and Medium Enterprise" or "MSME" or "Small Company" means a business that earns gross

Interpretation.

turnover of N100,000,000 or less per annum with total fixed assets not exceeding N250,000,000, provided that any business providing professional services shall not be classified as an MSME for this Law. [Sec 56, NTA 2025]

"Person" includes an individual, body corporate, partnership, trust, family, community, executor, or any other legal arrangement.

"Presumptive Tax" means tax estimated and charged on turnover, as prescribed under Section 29 of the Nigeria Tax Act, 2025, where proper records are not kept to enable accuracy.

"Professional Services" means services provided by accountants, lawyers, architects, engineers, surveyors, consultants, medical practitioners, and other similar professions as may be prescribed by Regulations.

"Roadblock" means any physical obstruction, stop-and-search, or street-to-street enforcement for tax collection purposes

"Manufacturer" means a person or entity that transforms raw materials into goods.

"Trader" means a person or business that buys and sells goods.

"Annual Turnover" means the total annual sales or gross receipts derived by a business from its commercial activities during a year of assessment, excluding Value Added Tax and such other exclusions as may be prescribed by applicable law.

"Taxpayer Identification Number" or "TIN" means the unique number issued by the tax authority to identify a taxpayer.

"Turnover" means the total gross receipts, sales, or revenue of a business from all sources before deductions, for a year of assessment.

"Year of Assessment" means the period of twelve months commencing from the 1st day of January in any calendar year.

PART II- ESTABLISHMENT OF PRESUMPTIVE TURNOVER TAX REGIME

2. (1) There is hereby established a presumptive turnover tax regime for small businesses in Kwara State.

Imposition of Tax.

(2) This regime shall apply only to non-limited liability businesses falling within the small business category.

3. (1) Subject to this Law, a person shall be eligible for assessment under this Regime where:

Eligibility.

- a. The person is a self-employed individual, artisan, trader, transport operator, or other informal sector operator resident or carrying on business in Kwara State;
- b. The person does not keep proper books of account or records sufficient to determine actual income; and
- c. The person's annual turnover exceeds **Twelve Million Naira (₦12,000,000)** but does not exceed **One Hundred Million Naira (₦100,000,000)**.

(2) A person whose annual turnover does not exceed Twelve Million Naira (₦12,000,000) shall be exempt from tax under this Law.

The following persons shall not be eligible under this Regime:

- a. Employees whose income is subject to Pay-As-You-Earn [PAYE] Tax only;
- b. Persons providing professional services as defined in Section 3 of this Law;
- c. Companies liable to Companies Income Tax; and
- d. Persons already filing audited accounts or full income tax returns with KWIRS.

4. (1) For the purpose of administration, KWIRS shall classify eligible persons according to business type, location, and industry parameters approved by the Joint Revenue Board. The rate of tax under this Regime shall be uniform at 1% of turnover for all classes of eligible persons
- (2) No additional category of business shall be created under this Law except by an amendment enacted by the Kwara State House of Assembly.
- (3) The Commissioner/Executive Chairman of KWIRS shall not prescribe different presumptive turnover tax rates for the categories established under this section except by amendment of this Law.
- (4) The tax imposed under this Law shall be administered in a manner that promotes simplicity, certainty, transparency and ease of compliance.
5. (1) The taxes, levies, fees, and charges administered under this Law shall be consistent with:
- i. the Kwara State Consolidated Revenue Code;
 - ii. the Kwara State Harmonized Taxes and Levies (Approved List for Collection) Law, 2025;
 - iii. any other applicable Federal or State tax legislation.
- (2) No Ministry, Department, Agency or Local Government Council shall impose or collect any tax, levy, fee or charge inconsistent with the laws specified in subsection (1).
6. (1) Presumptive Tax shall be assessed on the annual turnover of an eligible person, whether declared or estimated by KWIRS using JRB guidelines.
- (2) Every eligible person shall file a return on or before the 31st day of March in each year of assessment.
- (3) Tax payable may be paid in a lump sum or in instalments as may be approved by KWIRS.
- (4) The Kwara State Internal Revenue Service shall assess and collect the presumptive turnover tax.

Business Classification
and Uniform
Presumptive Turnover
Tax.

Consistency with
Applicable Tax Laws.

Assessment and
Collection.

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| 7. | <p>(1) All taxes due under this Regime shall be collected through cashless, technology-driven platforms approved by KWIRS.</p> <p>(2) No officer of KWIRS or any agent shall collect tax in cash, mount roadblocks, or engage in street-to-street enforcement.</p> <p>(3) No manual receipt shall constitute valid evidence of payment under this law unless subsequently generated through the official electronic payment platform.</p> | Electronic Assessment and Payment. |
| 8. | <p>(1) Eligible business shall register with the Internal Revenue Service and be issued a Taxpayer Identification Number within ninety (90) days of commencement of business.</p> <p>(2) Upon registration, a Presumptive Tax Certificate shall be issued.</p> <p>(3) Penalties may be imposed for non-registration or non-compliance.</p> | Registration and Compliance. |
| 9. | Any person aggrieved by an assessment made under this Law may appeal to the Kwara State Tax Appeal Committee within thirty (30) days of the date of service of the notice of assessment. | Right of Appeal. |

PART III- MISCELLANEOUS

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| 10. | The Governor may, on the recommendation of the Executive Chairman of KWIRS and in consultation with the Joint Revenue Board, make Regulations for the effective implementation of this Part. | Regulations. |
| 11. | Existing laws inconsistent with this Law are hereby repealed to the extent of such inconsistency. | Repeal and Savings. |
| 12. | This Law may be cited as Kwara State Presumptive Turnover Tax Law, 2025. | Citation. |

This printed impression has been carefully compared by me with the Bill which was passed by the Kwara State House of Assembly and found by me to be a true and correctly printed copy of the said Bill.



Clerk to the House

SCHEDULE 1: PRESUMPTIVE TURNOVER TAX RATES

Annual Turnover	Presumptive Tax Rate	Tax Status
₦12,000,000 and below	0%	Exempt
Above ₦12,000,000 to ₦100,000,000	1% of Turnover	Taxable - Uniform Rate
Above ₦100,000,000	N/A	Exit Regime. Assess under Personal Income Tax Law