



HOUSE OF REPRESENTATIVES

H. No. 4815

BY REPRESENTATIVES MANALO, BARBERS, UY (J.), TAN (A.), OCAMPO, ESCUDERO, CUA, ARCILLAS, ARENAS, BOLILIA, CALDERON, CASTELO, DE VERA, DEFENSOR, NOEL, QUIMBO, ROMUALDO, SY-ALVARADO, ZUBIRI, CAMINERO, SARMIENTO (C.), CORTUNA, OAMINAL, GORRICETA, BELARO, GARIN (S.), TOLENTINO, TREÑAS, GONZALEZ, CUEVA, BATAOIL, DEL MAR, GARCIA (G.), TAMBUNTING, ABELLANOSA, TEJADA, COSALAN, FERRER (J.), FERRER (L.), VILLANUEVA, ACOPI, MARIÑO, SALO, MACAPAGAL-ARROYO, LIMKAICHONG, RAMOS, TUPAS, LOBREGAT, PANCHO, ALVAREZ (M.), COLLANTES, PANGANIBAN, SALIMBANGON, SAVELLANO, ALVAREZ (P.) AND FARIÑAS, PER COMMITTEE REPORT NO. 57

AN ACT SIMPLIFYING THE ESTATE TAX RATE, AMENDING FOR THE PURPOSE SECTION 84 OF THE NATIONAL INTERNAL REVENUE CODE OF 1997, AS AMENDED

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Section 84 of Republic Act No. 8424, otherwise known as the National Internal Revenue Code of 1997, as amended, is hereby further amended to read as follows:

“SEC. 84. *Rate[s] of Estate Tax.* – There shall be levied, assessed, collected and paid upon the transfer of the net estate **OF EVERY DECEDENT**, as determined in accordance with Sections 85 and 86 [of every decedent,] whether **OR NOT THE DECEDENT IS A** resident [or nonresident] of the Philippines, a

tax OF SIX PERCENT (6%) based on the value of such net estate[, as computed in accordance with the following schedule:].”

[If the net estate is:

Over	But Not Over	The Tax Shall Be	Plus	Of the Excess Over
	P 200,000	Exempt		
P 200,000	500,000	0	5%	P 200,000
500,000	2,000,000	P 15,000	8%	500,000
2,000,000	5,000,000	135,000	11%	2,000,000
5,000,000	10,000,000	465,000	15%	5,000,000
10,000,000	And Over	1,215,000	20%	10,000,000]

SEC. 2. *Implementing Rules and Regulations.* – The Secretary of Finance shall, upon the recommendation of the Commissioner of Internal Revenue, promulgate upon the effectivity of this Act the necessary rules and regulations for its effective implementation.

SEC. 3. *Separability Clause.* – If any provision of this Act is subsequently declared invalid or unconstitutional, the other provisions hereof which are not affected thereby shall remain in full force and effect.

SEC. 4. *Repealing Clause.* – All laws, acts, presidential decrees, executive orders, issuances, presidential proclamations, rules and regulations or parts thereof which are contrary to or inconsistent with any provision of this Act are hereby repealed, amended or modified accordingly.

SEC. 5. *Effectivity.* – This Act shall take effect fifteen (15) days after its complete publication in the *Official Gazette* or in any two (2) newspapers of general circulation, whichever comes earlier.

Approved,

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