



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, ACOP, MARIÑO, SALO,
MACAPAGAL-ARROYO, LIMKAICHONG, RAMOS, TUPAS, LOBREGAT,
PANCHO, ALVAREZ (M.), COLLANTES, PANGANIBAN, SALIMBANGON,
SAVELLANO, ALVAREZ (P.), FARIÑAS, PRIMICIAS-AGABAS AND
MARCOLETA, 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:*

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

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

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

4 [If the net estate is:

5	Over	But Not Over	The Tax Shall Be	Plus	Of the Excess Over
6		P 200,000	Exempt		
7	P 200,000	500,000	0	5%	P 200,000
8	500,000	2,000,000	P 15,000	8%	500,000
9	2,000,000	5,000,000	135,000	11%	2,000,000
10	5,000,000	10,000,000	465,000	15%	5,000,000
11	10,000,000	And Over	1,215,000	20%	10,000,000]

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

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

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 22 Act are hereby repealed, amended or modified accordingly.

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

Approved,