

13TH CONGRESS OF THE REPUBLIC)
OF THE PHILIPPINES)
First Regular Session)

'04 JUL -6 AM 11:51

SENATE

RECEIVED BY: 

S. BILL NO. 1389

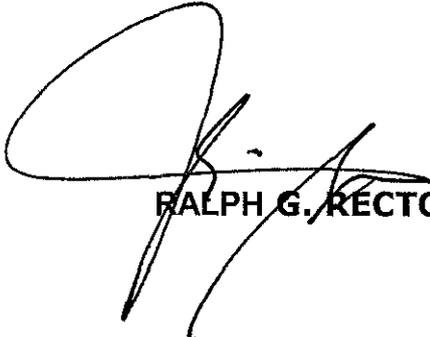
Introduced by SENATOR RALPH G. RECTO

Explanatory Note

At present, local government units are entitled to 40% of the gross collections derived by the national government from the utilization and development of the national wealth by private persons or entities. Unfortunately, while individuals and private sectors pay their taxes to the national government pursuant to the existing laws, the national government has not fully remitted to the local government units their corresponding share in the national taxes.

The proposal seeks to amend Section 290 of the Local Government Code which states that the internal revenue collections from the national wealth through mining, forestry, and fishery activities in the form of taxes, royalties, fees, charges, interests, fines, or shares of the central government in any co-production, joint venture or production sharing agreements over such activities shall be shared with the local governments having jurisdiction over areas dedicated to the use and development of the national wealth. The share pertaining to the host local government unit shall be paid directly to it. On the other hand, the share of the national government shall be paid to the national government.

In view of the foregoing, the immediate approval of this measure is hereby requested.



RALPH G. RECTO

