


FOURTEENTH CONGRESS OF THE REPUBLIC }
OF THE PHILIPPINES }
First Regular Session }

7 AUG -2 P6 51

SENATE

RECEIVED BY: 

S.B. NO. 1426

INTRODUCED BY SENATOR MANNY VILLAR

AN ACT
REDUCING THE RATE OF AMUSEMENT TAX ON ADMISSION FEES OF THEATERS AND
CINEMAS, AMENDING FOR THE PURPOSE PARAGRAPH (A) SECTION 140 OF REPUBLIC
ACT NO. 7160, OTHERWISE KNOWN AS THE LOCAL GOVERNMENT CODE OF 1991, AND
OF OTHER RELATED LAWS

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

1 **SECTION 1.** Section 140 of Republic Act No. 7160, otherwise known as the Local
2 Government Code of 1991 is hereby amended to read as follows:

3 **"SEC. 140. Amusement Tax.** - (a) The province may levy an
4 amusement tax to be collected from the proprietors, lessees, or operators of
5 [theaters, cinemas,] concert halls, circuses, boxing stadium, and other places of
6 amusement at a rate of not more than thirty percent (30%) of the gross receipt from
7 admission fees: **PROVIDED, THAT IN CASE OF PROPRIETORS, LESSEES, OR**
8 **OPERATORS OF THEATERS AND CINEMAS, THE AMUSEMENT TAX TO BE**
9 **COLLECTED SHALL NOT BE MORE THAN TEN PERCENT (10%) OF THE**
10 **GROSS RECEIPTS OF TICKET SALES FOR LOCALLY-PRODUCED FILMS:**
11 **PROVIDED, FURTHER, THAT IN THE CASE OF FOREIGN-PRODUCED FILMS,**
12 **THE AMUSEMENT TAX TO BE COLLECTED SHALL BE NOT MORE THAN**
13 **TWENTY PERCENT (25%) OF THE GROSS RECEIPTS OF TICKET SALES:**
14 **PROVIDED, FINALLY, THAT THE AMUSEMENT TAX TO BE COLLECTED**
15 **FROM FOREIGN-PRODUCED FILMS SHALL BE EFFECTIVE FOR TWO (2)**
16 **YEARS ONLY, AND THEREAFTER, AMUSEMENT TAX ON ALL FILMS SHALL**
17 **NOT BE MORE THAN TEN PERCENT (10%) OF THE GROSS RECEIPTS OF**
18 **TICKET SALES."**

1 **SEC. 2. *Repealing Clause.*** - All laws, decrees, orders, rules and regulations or parts
2 thereof inconsistent with the provisions of this Act are hereby amended or modified accordingly.

3 **SEC. 3. *Effectivity.*** - This Act shall take effect fifteen (15) days after its complete
4 publication in the Official Gazette or in at least two (2) national newspapers of general circulation
5 whichever date comes earlier.

Approved,