



HOUSE OF REPRESENTATIVES

H. No. 4102

BY REPRESENTATIVES SALCEDA, SUANSING (M.A.), SUANSING (H.), BRIONES, COLADA, ORDANES, PADUANO, DAGOOC, HARESCO, ANG, SUAN, CAGAS, TY, LAGON (S.), YAP (ERIC), VERGARA, ENCISO, ZAMORA (M.C.), BARZAGA, SALO, REYES, QUIMBO, FUENTEBELLA, MARIÑO, DIONISIO, KHO (R.), ROBES, GUTIERREZ, DAYANGHIRANG, MAGSINO, ALVAREZ (J.), RILLO, GORRICETA, RECTO, LEE, PADIERNOS, ATAYDE, CUA, ABANTE, BASCUG, DELOS SANTOS, HERRERA, SINGSON-MEEHAN, RODRIGUEZ (R.), PUMAREN, NOLASCO, AMATONG, TAN (S.J.), SALIMBANGON, PALMA, ONGCHUAN, TAN-TAMBU, TANJUATCO, BORDADO, REVILLA (R.J.), DALIPE AND ROMUALDEZ (F.M.), PER COMMITTEE REPORT NO. 24

AN ACT IMPOSING EXCISE TAX ON SINGLE-USE PLASTIC BAGS, AMENDING FOR THE PURPOSE SECTION 288 AND ADDING A NEW SECTION 150-C IN 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. Short Title.** – This Act shall be known as the “Single-Use Plastic Bags
2 Tax Act.”

3 **SEC. 2. Declaration of Policy.** – It is hereby declared the policy of the State to protect
4 and advance the right of the people to a balanced and healthful ecology in accord with the
5 rhythm and harmony of nature through the proper exercise of its power of taxation.

6 **SEC. 3.** A new section designated as Section 150-C of the National Internal Revenue
7 Code of 1997, as amended, is hereby added to read as follows:

8 **“SEC. 150-C. SINGLE-USE PLASTIC BAGS. –**

9 **(A) RATE AND BASE OF TAX. – THERE SHALL BE LEVIED,**
10 **ASSESSED, AND COLLECTED AN EXCISE TAX IN THE AMOUNT**
11 **OF ONE HUNDRED PESOS (PHP100.00) FOR EVERY KILOGRAM**
12 **OF SINGLE-USE PLASTIC BAG REMOVED FROM THE PLACE OF**
13 **PRODUCTION OR RELEASED FROM THE CUSTODY OF THE**
14 **BUREAU OF CUSTOMS.**

15 **THE RATE OF TAX IMPOSED UNDER THIS SUBSECTION**
16 **SHALL BE INCREASED BY FOUR PERCENT (4%) EVERY YEAR,**

1 EFFECTIVE ON JANUARY 1, 2026 THROUGH REVENUE
2 REGULATIONS ISSUED BY THE SECRETARY OF FINANCE.

3 SINGLE-USE PLASTIC BAGS SHALL REFER TO SECONDARY
4 LEVEL PLASTICS MADE OF SYNTHETIC OR SEMISYNTHETIC
5 ORGANIC POLYMER, SUCH AS "ICE", "LABO" OR "SANDO"
6 BAGS, WITH OR WITHOUT HANDLE, USED AS PACKAGING FOR
7 GOODS OR PRODUCTS.

8 (B) FILING OF RETURN AND PAYMENT OF EXCISE TAX ON
9 SINGLE-USE PLASTIC BAGS. – THE PROVISIONS OF SECTIONS
10 130 AND 131 OF THE NATIONAL INTERNAL REVENUE CODE OF
11 1997, AS AMENDED, ON THE FILING OF RETURN AND PAYMENT
12 OF EXCISE TAX SHALL APPLY.

13 (C) NON-PAYMENT OF EXCISE TAX. – NON-PAYMENT OF
14 THE EXCISE TAX IMPOSED UNDER THIS ACT SHALL BE
15 SUBJECT TO THE PERTINENT PROVISIONS UNDER TITLES VIII
16 AND X OF THE NATIONAL INTERNAL REVENUE CODE OF 1997,
17 AS AMENDED, REGARDING COLLECTION OF UNPAID TAXES
18 AND IMPOSITION OF CORRESPONDING FINES, SURCHARGES,
19 PENALTIES, AND IMPRISONMENT OR CLOSURE OF BUSINESS."

20 SEC. 4. Section 288 of the National Internal Revenue Code of 1997, as amended, is
21 hereby further amended to read as follows:

22 "SEC. 288. *Disposition of Incremental AND OTHER Revenues.* –

23 (A) xxx

24 (B) xxx

25 (C) xxx

26 (D) xxx

27 (E) xxx

28 (F) xxx

29 (G) xxx

30 (H) DISPOSITION OF INCREMENTAL REVENUES FROM
31 THE EXCISE TAX ON SINGLE-USE PLASTIC BAGS. –

32 THE INCREMENTAL REVENUES FROM THE IMPOSITION
33 OF THE EXCISE TAX ON SINGLE-USE PLASTIC BAGS SHALL BE
34 ALLOCATED TO PROGRAMS OF THE DEPARTMENT OF
35 ENVIRONMENT AND NATURAL RESOURCES FOR THE
36 IMPLEMENTATION OF REPUBLIC ACT NO. 9003, OTHERWISE
37 KNOWN AS THE 'ECOLOGICAL SOLID WASTE MANAGEMENT
38 ACT OF 2000' IN MUNICIPALITIES."

39 SEC. 5. *Implementing Rules and Regulations.* – Within sixty (60) days from the
40 effectivity of this Act, the Secretary of Finance shall, upon the recommendation of the

1 Commissioners of the Bureau of Internal Revenue and the Bureau of Customs and, in
2 consultation with the Department of Environment and Natural Resources, issue and promulgate
3 rules and regulations for the effective implementation of this Act.

4 **SEC. 6. *Separability Clause.*** – If any provision of this Act shall be held
5 unconstitutional or invalid, the other provisions not otherwise affected shall remain in full force
6 and effect.

7 **SEC. 7. *Repealing Clause.*** – All laws, decrees, executive orders, rules, and
8 regulations or parts hereof which are contrary to or inconsistent with any provision of this Act
9 are hereby repealed, modified, or amended accordingly.

10 **SEC. 8. *Effectivity.*** – This Act shall take effect fifteen (15) days after its publication
11 either in the *Official Gazette* or in at least one (1) newspaper of general circulation.

Approved,