





FIFTEENTH CONGRESS OF THE REPUBLIC )  
OF THE PHILIPPINES )  
First Regular Session )

SENATE

S. BILL NO. 153

Introduced by Senator Ralph G. Recto

AN ACT

**ALLOCATING TEN PERCENT (10%) OF ANNUAL VALUE-ADDED TAX COLLECTIONS TO FINANCE THE "EDUCATION FOR ALL INITIATIVES", AMENDING FOR THE PURPOSE THE NATIONAL INTERNAL REVENUE CODE OF 1997, AS AMENDED**

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

1           SECTION 1. A new section, to be numbered two hundred eighty-seven, shall be added to  
2 Chapter II, Title XI of the National Internal Revenue Code, as amended to read as follows:

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4           "SEC. 287. **DISPOSITION OF PROCEEDS OF VALUE-ADDED TAX - TEN**  
5 **PERCENT (10%) OF THE VALUE-ADDED TAX COLLECTED UNDER TITLE IV OF THIS ACT,**  
6 **AS AMENDED, SHALL BE ALLOCATED TO THE FOLLOWING EDUCATION EXPENDITURES**  
7 **IN THE FOLLOWING PROPORTIONS:**

- 8
- 9           1.) THIRTY PERCENT (30%) SHALL BE ALLOCATED FOR THE CONSTRUCTION OF  
10 BUILDINGS, CLASSROOMS, LIBRARIES, WORKSHOPS, TOILETS AND OTHER  
11 STRUCTURES FOR PRESCHOOL EDUCATION, TO BE ADMINISTERED BY THE  
12 DEPARTMENT OF EDUCATION (DEPED);
  - 13           2.) TEN PERCENT (10%) SHALL BE ALLOCATED TO FUND THE GOVERNMENT  
14 ASSISTANCE TO STUDENTS AND TEACHERS IN PRIVATE EDUCATION (GASTPE)  
15 PROGRAM FOR PRESCHOOL EDUCATION, TO BE ADMINISTERED BY THE  
16 DEPARTMENT OF EDUCATION (DEPED);
  - 17           3.) TEN PERCENT (10%) SHALL BE ALLOCATED FOR ELEMENTARY  
18 EDUCATION FOR THE ACQUISITION AND IMPROVEMENT OF SITES; THE  
19 CONSTRUCTION, REPLACEMENT, REHABILITATION AND REPAIR OF  
20 BUILDINGS, CLASSROOMS, LIBRARIES, WORKSHOPS, TOILETS AND OTHER  
21 STRUCTURES, TO BE ADMINISTERED BY THE DEPARTMENT OF EDUCATION  
22 (DEPED);
  - 23           4.) THIRTY PERCENT (30%) SHALL BE ALLOCATED FOR SECONDARY EDUCATION  
24 FOR THE ACQUISITION AND IMPROVEMENT OF SITES; THE CONSTRUCTION,  
25 REPLACEMENT, REHABILITATION AND REPAIR OF BUILDINGS, CLASSROOMS,

1 LIBRARIES, WORKSHOPS, TOILETS AND OTHER STRUCTURES, TO BE  
2 ADMINISTERED BY THE DEPARTMENT OF EDUCATION (DEPED);

3 5.) TEN PERCENT (10%) SHALL BE ALLOCATED FOR SCHOLARSHIP GRANTS FOR  
4 TECHNICAL EDUCATION AND SKILLS DEVELOPMENT IN THE DIFFERENT  
5 REGIONS, AS PROVIDED FOR IN SECTION 32 OF REPUBLIC ACT 7796, TO BE  
6 ADMINISTERED BY THE TECHNICAL EDUCATION AND SKILLS DEVELOPMENT  
7 AUTHORITY (TESDA);

8 6.) TEN PERCENT (10%) SHALL BE ALLOCATED FOR SCHOLARSHIP GRANTS FOR  
9 QUALIFIED INDIGENT STUDENTS ENROLLED IN SCIENCE AND ENGINEERING  
10 COURSES TO BE ADMINISTERED BY THE COMMISSION ON HIGHER  
11 EDUCATION (CHED).

12  
13 ASIDE FROM THE ABOVE ITEMS OF EXPENSES, AT NO TIME SHALL ANY PORTION  
14 OF THE EARMARKED FUNDS BE USED TO AUGMENT PERSONAL SERVICES AND OTHER  
15 MAINTENANCE AND OTHER OPERATING EXPENSES, EXCEPT BOOKS.

16  
17 SEC. 2. The succeeding Sections of the National Internal Revenue Code are hereby renumbered  
18 accordingly.

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20 SEC. 3. *Coverage of this Act.* - The allocation of value-added tax revenues shall commence in  
21 the fiscal year within which this Act shall take effect.

22  
23 SEC. 4. *Separability Clause.* - If any part or provision of this Act shall be held to be  
24 unconstitutional or invalid, other parts or provisions hereof which are not affected thereby shall continue  
25 to be in full force and effect.

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27 SEC. 5. *Repealing Clause.* - All laws, decrees, executive orders, rules and regulations, or parts  
28 thereof which are inconsistent with this Act are hereby repealed, amended or modified accordingly.

29  
30 SEC. 6. *Effectivity.* - This Act shall take effect upon its approval.

*Approved,*