



HOUSE OF REPRESENTATIVES

H. No. 9652

BY REPRESENTATIVES SALCEDA, CASTRO (F.L.), ZARATE, CUARESMA, PIMENTEL, GAITE, CULLAMAT, BROSAS, ELAGO, FUENTEBELLA, TAMBUNTING, HARESCO, ONG (J.), DAGOOC, PADIERNOS, SUANSING (E.), SUANSING (H.), CUA, RODRIGUEZ, NIETO, ARENAS, NOGRALES (J.J.), TEJADA, GARCIA (P.J.), GO (M.), VIOLAGO, GERON, CANAMA, GARCIA (J.E.), GARIN (S.), EBCAS, SAVELLANO, VILLA, PADUANO, GORRICETA, CRISOLOGO, LACSON, KHO (W.), ESPINO, LEGARDA, DELOSO-MONTALLA, FORTUN, DY (F.M.C.), ONG (R.), FARIÑAS (R.C.), LAGON, BASCUG, SALIMBANGON, SUNTAY, CHIPECO, GATCHALIAN, SACDALAN, UY (J.), YU, REVILLA, TAN (A.), ESCUDERO, SUAREZ (A.), DALIPE, SY-ALVARADO, AGABAS, LAZATIN, LACSON-NOEL AND TADURAN, PER COMMITTEE REPORT NO. 1060

**“AN ACT
EXEMPTING FROM INCOME TAXATION THE HONORARIA,
ALLOWANCES, AND OTHER FINANCIAL BENEFITS OF PERSONS
RENDERING SERVICE DURING AN ELECTION PERIOD, AMENDING
FOR THE PURPOSE SECTION 32 (B) (7) OF THE NATIONAL INTERNAL
REVENUE CODE OF 1997, AS AMENDED”**

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

- 1 **SECTION 1.** Section 32(B)(7) of the National Internal Revenue Code of 1997, as
2 amended, is hereby further amended to read as follows:

1 “Section 32. Gross Income. –

2 (A) General Definition. - x x x

3 (B) Exclusions from Gross Income. - x x x

4 (1) x x x

5 (7) Miscellaneous Items. –

6 (a) x x x

7 **(I) HONORARIA, TRAVEL ALLOWANCE, AND**
8 **SUCH OTHER BENEFITS AS MAY BE GRANTED BY**
9 **THE COMMISSION ON ELECTIONS (COMELEC) TO**
10 **PERSONS RENDERING ELECTION SERVICE**
11 **PURSUANT TO SECTION 4 OF REPUBLIC ACT NO.**
12 **10756, OTHERWISE KNOWN AS THE ‘ELECTION**
13 **SERVICE REFORM ACT’”**

14 **SEC. 2. *Implementing Rules and Regulations.*** - The Department of Finance shall,
15 in consultation with the Commission on Elections and the Department of Education,
16 promulgate rules and regulations to implement the provisions of this Act within sixty (60)
17 days from its effectivity.

18 **SEC. 4. *Separability Clause.*** - If any portion or provision of this Act is declared
19 void and unconstitutional, the remaining portions or provisions hereof shall not be affected by
20 such declaration.

21 **SEC. 3. *Repealing Clause.*** – All laws, decrees, rules and regulations, and other
22 issuances inconsistent with this Act are hereby repealed or modified accordingly.

23 **SEC. 5. *Effectivity Clause.*** – This Act shall take effect after fifteen (15) days
24 following its complete publication either in the *Official Gazette* or in a newspaper of general
25 circulation.

Approved,