

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City, Metro Manila

THIRTEENTH CONGRESS
Third Regular Session

House Bill NO. 6038



Introduced by HON. EDGAR M. CHATTO
1st District, Bohol

EXPLANATORY NOTE

As a basic unit of the Philippine political structure, the barangay must be self-reliant, to empower itself to serve its residents effectively. It must raise revenues so it can deliver the primary services to the public.

Presently, however, while R.A. N0. 7160, otherwise known as the Local Government Code of 1991 provides for sources of revenues for the barangay, Section 164, paragraph (c), subparagraph (2) states that the barangay is entitled to a share of up to 50% of the community tax collection but is silent as to when it can be entitled to it. The practice that the city or municipality concerned releases to the barangay its share when it asks for it unduly weakens its revenue-raising authority.

This bill authorizes the barangay treasurer to automatically retain the 50% share of the barangay in the community tax collections and remit the share of the city or municipality within ten (10) days after the end of every month.

Support for the enactment of this measure is earnestly requested.


REP. EDGAR M. CHATTO

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AN ACT PROVIDING FOR THE AUTOMATIC RETENTION BY THE BARANGAY
OF ITS SHARE OF FIFTY PERCENT (50%) IN THE COMMUNITY TAX
COLLECTED BY SAID BARANGAY, AMENDING FOR THE PURPOSE SECTION
164 OF R.A. NO. 7160, OTHERWISE KNOWN AS THE LOCAL GOVERNMENT
CODE OF 1991

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

SECTION 1. Section 164 of Republic Act NO. 7160, otherwise known as the Local
Government Code of 1991 is hereby amended to read as follows:

“SEC. 164. *Printing of Community Tax
Certificate and Distribution of Proceeds.* – (a)
xxx

(b) xxx

(c) The proceeds of the community tax
actually and directly collected by the city or
municipal treasurer shall accrue entirely to the
general fund of the city or municipality
concerned. However, proceeds of the
community tax collected through the barangay
treasurers shall be apportioned as follows:

- (1) Fifty percent (50%) shall accrue to the
general fund of the city or municipality
concerned; and
- (2) Fifty percent (50%) shall accrue to the
barangay [where the tax is collected]
WHICH COLLECTED TAX.

THE BARANGAY TREASURER
CONCERNED SHALL
AUTOMATICALLY RETAIN THE

SHARE OF THE BARANGAY AND
REMIT THE SHARE OF THE CITY OR
MUNICIPALITY CONCERNED WITHIN
TEN (10) DAYS AFTER THE END OF
THE MONTH.

SEC. 2. This Act shall take effect upon its approval.

Approved,