

**B. SPECIAL SHARES OF LGUS IN THE PROCEEDS OF NATIONAL TAXES**

For apportionment of the shares of local government units in the proceeds of other national taxes in accordance with the purposes as indicated hereunder.....P30,969,240,000  
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New Appropriations, by Purpose  
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Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
TOTAL NEW APPROPRIATIONS		P30,969,240,000		P30,969,240,000
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**Special Provision(s)**

1. Direct Release of LGU Shares. The IRA and all the current year's LGU shares appropriated herein shall be released directly by the BTr to the LGU beneficiaries only through authorized government servicing banks.

The Local Chief Executive and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that reports on the utilization of funds are posted on the LGU website, at least on a quarterly basis.

2. Internal Revenue Allotment of LGUs. In addition to the LGU shares appropriated herein, Four Hundred Eighty Six Billion Eight Hundred Eighty Five Million Five Thousand Pesos (P486,885,005,000) is automatically appropriated for the LGU share in the national internal revenue taxes in accordance with Section 4 of R.A. No. 9358 and shall be allocated pursuant to Section 295 of R.A. No. 7160 and the General Provisions of this Act.

3. Shares in National Wealth. The amount of Four Billion Fifty Four Million Two Hundred Eighty Four Thousand Pesos (P4,054,284,000) appropriated herein for the LGU share in mining taxes, royalties from mineral reservations, forestry charges, and fees and revenues collected from energy resources in the utilization and development of national wealth shall be used in accordance with Section 294 of R.A. No. 7160, subject to the following:

a) Allocation of shares shall be made pursuant to Section 292 of R.A. No. 7160; and

b) Release of shares shall be based on the certification of actual collections by the revenue collecting agencies concerned and remittance to the BTr.

4. Shares in Excise Taxes from Locally Manufactured Virginia-Type Cigarettes. The amount of Fourteen Billion Six Hundred Ten Million Pesos (P14,610,000,000) appropriated herein for the LGU share in excise taxes from locally manufactured Virginia-type cigarettes shall be used in accordance with Section 2 of R.A. No. 7171, subject to the following:

a) Certification of acceptance by the National Tobacco Administration (NTA) on the volume of production, endorsed by the DA;

b) Allocation and distribution of shares shall be made pursuant to Section 289 of R.A. No. 8424 and the guidelines to be issued by the DBM;

c) Fifty percent (50%) of LGU shares shall be used for barangay economic development projects; and

d) Release of shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

5. Shares in Excise Taxes from Burley and Native Tobacco Products. The amount of Two Billion Four Hundred Sixty Million Pesos (P2,460,000,000) appropriated herein for the LGU share in excise taxes from Burley and native tobacco products shall be used in accordance with Section 8 of R.A. No. 10351, subject to the following:

a) Certification of acceptance by the NTA on the volume of production, endorsed by the DA;

b) Allocation and distribution of shares shall be in accordance with R.A. No. 8240 as amended by R.A. No. 10351 and the guidelines to be issued by the DBM; and

c) Release of shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

6. Shares in Incremental Collections from Value-Added Tax. The amount of Nine Billion Three Hundred Twenty One Million Pesos (P9,321,000,000) appropriated herein for the LGU share in incremental collections from value-added tax (VAT) authorized under R.A. Nos. 7643 and 8424 shall be allocated in accordance with Section 150 of R.A. No. 7160, as implemented by DBM-DOF-DILG J.C. No. 1-02 dated February 6, 2002.

Release of said shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

7. Shares from Value-Added Tax in lieu of Franchise Tax. The amount of Three Million Nine Hundred Fifty Thousand Pesos (P3,950,000) appropriated herein for the LGU share from VAT in lieu of franchise tax authorized under R.A. Nos. 6631 and 6632 shall be allocated in accordance with DBM-DOF J.C. No. 2008-1 dated June 16, 2008.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

8. Shares in Gross Income Tax Paid by all Businesses and Enterprises Within the Economic Zones. The amount of Fifty Six Million Five Hundred Twenty Five Thousand Pesos (P56,525,000) appropriated herein for the LGU share in the gross income tax paid by all businesses and enterprises located within the economic zones shall be allocated in accordance with the provisions of R.A. No. 7922.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

9. Shares in Special Privilege Tax. The amount of Forty One Million Pesos (P41,000,000) appropriated herein for the LGU share in the two percent (2%) Special Privilege Tax on Mini-Hydroelectric Power Developers in accordance with R.A. No. 7156 shall be based on the actual collections by the BIR and actual remittance to the BTr.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

10. Prior Years' LGU Shares. The amount of Four Hundred Twenty Two Million Four Hundred Eighty One Thousand Pesos (P422,481,000) appropriated herein for prior years' LGU shares from incremental collections from VAT shall be maintained by the BTr in an escrow account to be held in trust for said purposes and automatically released to the LGU beneficiaries only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The Local Chief Executive and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that reports on the utilization of funds are posted on the LGU website, at least on a quarterly basis.

New Appropriations, by Purpose

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Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
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PROGRAMS

Purpose(s)

Special Shares of LGUs in the Proceeds of National Taxes

1. Share in Tobacco Excise Tax Pursuant to R.A. 7171 (Virginia Tobacco)		P14,610,000,000		P14,610,000,000
2. Share in Tobacco Excise Tax Pursuant to R.A. 10351 (Burley and Native Tobacco), including P169,605,000 for prior years share of entitled cities and municipalities		2,460,000,000		2,460,000,000
3. Share in the Utilization and Development of National Wealth under R.A. 7160 and R.A. 9513		4,054,284,000		4,054,284,000
4. Share in the Gross Income Taxes paid by all Businesses and Enterprises within the ECOZONES pursuant to R.A. 7922		56,525,000		56,525,000
5. Share in Value Added Tax pursuant to R.A. 7643		9,321,000,000		9,321,000,000
6. Share in Value Added Tax in lieu of Franchise Tax pursuant to R.A. 7953 and R.A. 8407		3,950,000		3,950,000
7. Prior Years' Obligation		422,481,000		422,481,000
8. Share in the 2% Special Privilege Tax pursuant to R.A. 7156		41,000,000		41,000,000

Sub-total, Purpose(s)

30,969,240,000

TOTAL NEW APPROPRIATIONS

P30,969,240,000

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Financial Assistance/Subsidy

30,969,240

Total Maintenance and Other Operating Expenses

30,969,240

TOTAL NEW APPROPRIATIONS

30,969,240