

EIGHTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
Third Regular Session)

'22 MAY 23 A10 :47

SENATE

REC.



S. No. 2520

(In substitution of S.B. Nos. 117, 1193, and 2456, taking into consideration
H.B. No. 9652)

Prepared jointly by the Committees on Ways and Means; and Electoral
Reforms and People's Participation, with Senators Binay, Gatchalian, De Lima,
Cayetano, and Marcos as authors

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 House of Representatives by the 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:

3 "Section 32. Gross Income. -

4 (A) General Definition. - x x x

5 (B) Exclusions from Gross income. - x x x

6 (1) x x x

7 (7) Miscellaneous Items. -

8 (a) x x x

9 (I) HONORARIA, TRAVEL ALLOWANCE, AND
10 SUCH OTHER BENEFITS AS MAY BE
11 GRANTED BY THE COMMISSION ON
12 ELECTIONS TO PERSONS RENDERING
13 ELECTION SERVICE PURSUANT TO SECTION

1 4 OF REPUBLIC ACT NO. 10756, OTHERWISE
2 KNOWN AS THE "ELECTION SERVICE
3 REFORM ACT": *PROVIDED*, THAT THIS SHALL
4 APPLY TO THE MAY 9, 2022 NATIONAL AND
5 LOCAL ELECTIONS AND THEREAFTER."

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

10 **SEC. 3. *Separability Clause.*** - If any portion or provision of this Act is declared void
11 and unconstitutional, the remaining portions or provisions hereof shall not be
12 affected by such declaration.

13 **SEC. 4. *Repealing Clause.*** - All laws, decrees, rules and regulations, and other
14 issuances inconsistent with this Act are hereby repealed or modified accordingly.

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

Approved,