

[REPUBLIC ACT NO. 418, June 18, 1949]

AN ACT TO AMEND SECTIONS TWO HUNDRED FIFTY-NINE AND TWO HUNDRED SIXTY OF THE NATIONAL INTERNAL REVENUE CODE, AS AMENDED BY SECTIONS SEVEN AND EIGHT, RESPECTIVELY, OF REPUBLIC ACT NUMBERED THIRTY-NINE.

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

SECTION 1. Section two hundred and fifty-nine of the National Internal Revenue Code, as amended by section seven of Republic Act Numbered Thirty-nine, is hereby further amended, so as to read as follows:

"SEC. 259. *Tax on franchises.*—There shall be collected in respect to all existing and future franchises, upon the gross earnings or receipts from the business covered by the law granting the franchise a tax of five per centum or such taxes, charges, and percentages as are specified in the special charters of the grantees upon whom such franchises are conferred, whichever is higher, unless the provisions thereof preclude the imposition of a higher tax. For the purpose of facilitating the assessment of this tax, reports shall be made by the respective holders of the franchises in such form and at such times as shall be required by the regulations of the Department of Finance.

"The taxes, charges, and percentages on franchises, shall be due and payable as specified in the particular franchise, or, in case no time limit is specified therein, the provisions of section one hundred eighty-three shall apply; and if such taxes, charges, and percentages remain unpaid for fifteen days from and after the date on which they must be paid, twenty-five *per centum*, shall be added to the amount of such taxes, charges, and percentages, which increase shall form part of the tax."

SEC. 2. Section two hundred sixty of the National Internal Revenue Code, as amended by section eight of Republic Act Numbered Thirty-nine, is hereby further amended, so as to read as follows:

"SEC. 260. *Amusement taxes.*—There shall be collected from the proprietor, lessee, or operator of theaters, cinematographs, concert halls, circuses, boxing exhibitions, and other places of amusement the following taxes:

"(a) When the amount paid for admission exceeds twenty centavos but does not exceed twenty-nine centavos, four centavos on each admission;

"(b) When the amount paid for admission exceeds twenty-nine centavos but does not exceed thirty-nine centavos, six