

[BIR REGULATIONS NO. 03-2003, January 23, 2003]

**AMENDING REVENUE REGULATIONS NO. 1-2003, THEREBY
EXTENDING THE DEADLINE FOR REGISTRATION AND OTHER
COMPLIANCE REQUIREMENTS DURING THE TRANSITORY
PERIOD OF THE IMPOSITION OF VALUE-ADDED TAX (VAT) ON
SALE OF SERVICES BY PERSONS ENGAGED IN THE PRACTICE OF
PROFESSION ON CALLING AND PROFESSIONAL SERVICES
RENDERED BY GENERAL PROFESSIONAL PARTNERSHIPS;
SERVICES RENDERED BY ACTORS, ACTRESSES, TALENTS,
SINGERS AND EMCEES; RADIO AND TELEVISION
BROADCASTERS AND CHOREOGRAPHERS; MUSICAL, RADIO,
MOVIE, TELEVISION AND STAGE DIRECTORS; AND
PROFESSIONAL ATHLETES; AS WELL AS SERVICES RENDERED BY
CUSTOMS, REAL ESTATE, STOCK, IMMIGRATION AND
COMMERCIAL BROKERS, BEGINNING JANUARY 1, 2003**

SECTION 1. Scope. — Pursuant to the provisions of Sections 244 and 108 of the National Internal Revenue Code of 1997, in relation to Section 5 of Republic Act No. 8424, as last amended by Section 1 of Republic Act No. 9010, these Regulations are hereby promulgated to amend the transitory provisions under RR No. 1-2003 related to the imposition of value-added tax on sale of services by persons engaged in the practice of profession or calling and professional services rendered by general professional partnerships; services rendered by actors, actresses, talents, singers and emcees; radio and television broadcasters and choreographers; musical, radio, movie, television and stage directors; and professional athletes, as well as services rendered by customs, real estate, stock, immigration and commercial brokers.

SEC. 2. Amendment. — Section 3 of Revenue Regulations No. 1-2003 is hereby amended to read as follows:

"SEC. 3. Transitory Provisions - During the transition, the following guidelines shall be followed:

a. *Registration* — Affected taxpayers are required to register as VAT taxpayers without penalty not later than February 28, 2003.

Corresponding, the VAT Declaration covering the transactions for January 2003 may be filed not later than the deadline for filing of the VAT declaration covering the transaction in February 2003 (March 20, 2003 for regular VAT taxfilers and the prescribed date under the staggered filing system for those using the Electronic Filing and Payment System (EFPS)), without any penalty.

It is emphasized, however, that the sale of service by professionals, etc., beginning January 1, 2003 is already subject to the VAT (Output tax),.