

**[ BIR REVENUE MEMORANDUM ORDER NO. 3-91,  
January 14, 1991 ]**

**FURTHER EXTENDING ADMINISTRATIVE COMPROMISE  
SETTLEMENT OF DELINQUENT ACCOUNTS UNDER RMO NO. 1-88,  
AS LAST AMENDED BY RMO NO. 29-90**

The big volume of delinquent accounts has been reduced largely through the administrative compromise settlement. For this reason, and in order to increase tax collection, RMO No. 1-88, as last amended by RMO NO. 29-90, is hereby further extended up to December 31, 1991, subject to the following rules and amendments:

1. *Coverage* – The administrative compromise settlement will cover 1988 and prior (calendar or fiscal) taxable years or assessments issued on or before January 1, 1991.
2. *Compromise Rate* – The rate of compromise as provided under paragraph 2 of RMO No. 29-90 is hereby revised as follows:
  - a. **1986 and prior years:** 50% of the basic tax assessed, provided that 30% may be accepted only on the ground of clear financial incapacity of taxpayer.
  - b. **1987 and 1988:** 100% of the basic tax assessed, provided that 50% may be accepted only on the ground of clear financial incapacity of taxpayer.
3. *All Delinquent Accounts* with pending offers of compromise under RMO No. 1-88, as last amended by RMO No. 29-90 but not yet finally approved as of December 31, 1990, may be processed subject to the rates and conditions prescribed in this Order.
4. *Applicability and Repealing Clause* – The provisions of RMO Nos. 1-88, 8-89, 16-89 and 29-90 shall remain applicable except those inconsistent with the provisions of this Order.
5. *Effectivity* – This Order shall take effect January 1, 1991 and shall remain in force until December 31, 1991.

Adopted: 14 Jan. 1991

(SGD.) JOSE U. ONG  
*Commissioner*



Source: Supreme Court E-Library

This page was dynamically generated by the E-Library Content Management System (E-LibCMS)