REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE
Quezon City

January 12, 2006

REVENUE MEMORANDUM ORDER NO. 1-2006

SUBJECT : **Creation, Modification and Dropping of Alphanumeric Tax Code (ATC) of Selected Revenue Source under the Tax Forms Enhancement Program**

TO : **All Collection Agents, Revenue District Officers and Other Internal Revenue Officers Concerned**

I. Objective :

To facilitate the proper identification and monitoring of payments for No Audit Program (NAP), Withholding on Gross amount of refund given by Meralco and Final Withholding Value-Added Tax (FWVAT) imposed on government money payments.

II. Creation of New ATC :

In connection with the Tax Forms and Enhancement Program and for Integrated Tax System (ITS) purposes, the following ATCs are hereby created:

KIND OF TAX	ISSUANCE/ LEGAL BASIS/ REASONS	BIR FORM NO.	ATC
Miscellaneous Taxes			
Payments for No Audit Program (NAP)	RR No. 6 - 2005	0605-101	MC101
Withholding Taxes			
Withholding on gross amount of refund given by Meralco to customers with *active contracts* as classified by Meralco – 25 % a. Corporate b. Individual	RR No. 8 - 2005	1601-E	 WC650 WI650

KIND OF TAX	ISSUANCE/ LEGAL BASIS/ REASONS	BIR FORM NO.	ATC
Withholding on gross amount of refund given by Meralco to customers with *terminated contracts* as classified by Meralco – 32 % a. Corporate b. Individual	RR No. 8 - 2005	1601-E	 WC651 WI651

III. The following ATCs are hereby modified :

KIND OF TAXES		ISSUANCE/ LEGAL BASIS/ REASONS	BIR FORM NO.	ATC
EXISTING	**NEW**			
Withholding of Creditable Value-Added Tax	**Final Withholding Value- Added Tax (FWVAT)**			
On purchase of goods subject to 3%	Payments for purchases of goods subject to 5%	Sec. 12 (C) of RA No. 9337	1600	WV010
On services rendered by contractors subject to 6%	Payments for purchases of services subject to 5%	Sec. 12 (C) of RA No. 9337	1600	WV020
Lease or use of properties or property rights to non-resident owners subject to 10%	Payments for lease or use of properties or property rights to non-resident owners subject to 10%	Sec. 12 (C) of RA No. 9337	1600	WV040

IV. **The Alphanumeric Tax Code No. WV030 (Government public works contractors subject to 8.5%) is hereby dropped.**

V. **Repealing clause :**

This Revenue Memorandum Order revises portions of all other issuances inconsistent herewith.

VI. **Effectivity :**

This Revenue Memorandum Order shall take effect immediately.

(Original Signed)
JOSE MARIO C. BUÑAG
Commissioner of Internal Revenue

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