

[REPUBLIC ACT NO. 1503, June 16, 1956]

**AN ACT TO AMEND CERTAIN SECTIONS OF COMMONWEALTH ACT
NUMBERED FOUR HUNDRED SIXTY-FIVE, OTHERWISE KNOWN
AS THE RESIDENCE TAX LAW, AS AMENDED.**

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

SECTION 1. Sections one, two and four of Commonwealth Act Numbered Four hundred sixty-five, as amended, are hereby further amended to read as follows:

"SECTION 1. *Persons liable to residence tax.*—Every inhabitant of the Philippines over eighteen years of age who has been regularly employed on a wage or salary basis or at least thirty consecutive days during any calendar year at the rate of not less than fifty centavos a day, or who is engaged in business or occupation, or who owns real property with an aggregate assessed value of one thousand pesos or more, or who is required by law to file an income tax return shall pay an annual residence tax of fifty centavos and an annual additional tax which in no case shall exceed one thousand pesos, in accordance with the following schedule:

"(a) For every five thousand pesos worth of real property in the Philippines, in excess of ten thousand pesos owned by such person during the preceding year, the valuation to be based upon the assessment rolls of the municipality where the property is situated, two pesos;

"(b) For every five thousand pesos of gross receipts or earnings, in excess of ten thousand pesos, derived by such person from his business in the Philippines during the preceding year, two pesos; and

"(c) For every one thousand pesos of salaries or gross receipts or earnings derived by such person from the exercise of any profession in the Philippines or from the pursuit of any occupation therein during the preceding year, one peso.

"For the purposes of the additional tax, dividends received by the taxpayer from any corporation shall not be considered as part of his gross receipts or earnings.

"In the case of husband and wife, the additional tax herein imposed shall be based upon the total property owned by them or upon the total gross