

[BATAS PAMBANSA BLG. 45, December 18, 1979]

**AN ACT AMENDING PARAGRAPH (h) OF SECTION 30 OF THE
NATIONAL INTERNAL REVENUE CODE OF 1977, AS AMENDED,
AND FOR OTHER PURPOSES.**

Be it enacted by the Batasang Pambansa in session assembled:

SECTION 1. Paragraph (h) of Section 30 of the National Internal Revenue Code is hereby amended to read as follows:

"(h) Charitable and other contributions.—

*"(1) In General.—Contributions or gifts actually paid or made within the taxable year to or for the use of the Government of the Philippines or any of its agencies or any political subdivision thereof for exclusively public purposes, or to domestic corporations or associations organized and operated exclusively for religious, charitable, scientific, youth and sports development, cultural or educational purposes or for the rehabilitation of veterans, or to social welfare institutions, no part of the net income of which inures to the benefit of any private stockholder or individual to an amount not in excess of six *per centum* in the case of an individual, and three *per centum* in the case of a corporation, of the taxpayer's taxable net income as computed without the benefit of this and the following subparagraph.*

"(2) Contributions deductible in full.—Notwithstanding the provisions of the preceding sub-paragraph, donations to the following institutions or entities shall be deductible in full:

*"(A) Donations to the Government.—Donations to the Government of the Philippines or to any of its agencies or political subdivisions, including fully-owned government-corporations exclusively to finance, to provide for, or to be used in undertaking priority activities in education, health, youth and sports development, human settlements, science and culture, and in economic development according to a national priority plan to be determined by the NEDA, in consultation with appropriate government agencies, including its regional development councils, and private philanthropic persons and institutions: *Provided, however,* That any donation which is made to the Government or to any of its agencies or political subdivisions not in accordance with the said annual priority plan shall be subject to the limitations prescribed in sub-paragraph (1) of this Section.*

"(B) Donations to certain foreign institutions or international organizations.—Donations to foreign institutions or international organizations which are fully deductible in pursuance of or in compliance with agreements, treaties, or commitments entered into by the Government of the Philippines and the foreign institutions or international organizations or in pursuance of special laws.