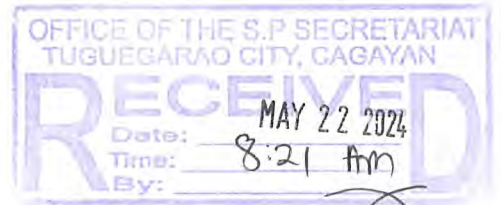




Republic of the Philippines
Province of Cagayan
Tuguegarao City



OFFICE OF THE CITY MAYOR

21 May 2024

THE PRESIDING OFFICER AND MEMBERS

Sangguniang Panlungsod
This City

Dear **Presiding Officer and Members of the Sanggunian:**

Greetings of solidarity and peace!

We are respectfully forwarding to your level the attached documents of Mr. Buenaventura F. Lagundi, City Treasurer requesting for consideration and indorsement for legislation.

For your information and appropriate action. Thank you and best regards.

In the name of public service,


MAILA ROSARIO S. TING-QUE
City Mayor



OFFICE OF THE CITY MAYOR

Republic of the Philippines
Province of Cagayan
Tuguegarao City

RECEIVED
MAY 20 2024

Date: _____
Time: _____

OFFICE OF THE CITY TREASURER

Ground Floor, City Hall Bldg., Enrile Boulevard, Regional Government Center, Carig Sur, Tuguegarao City, Cagayan, 5500
Hotline No. 09276744777 / e-mail add: tuguegaracity_treasury@yahoo.com

1st INDORSEMENT

May 20, 2024

Respectfully forwarded to Hon. Maila Rosario S. Ting-Que, City Mayor, the attached Bureau of Local Government Finance (BLGF) RO2 Regional Memorandum Circular No. 2024-05-016, dated May 13, 2024, and the Department of Finance (DOF) Department Circular No. 002.2024 signed on February 01, 2024, requesting for her consideration and indorsement to Sangguniang Panlungsod for legislation.

BUENAVENTURA F. LAGUNDI
City Treasurer



"Taxes are the Lifeblood of the Nation. Pay Taxes honestly and promptly."

CHARACTER FIRST Tuguegarao City

3972



Republic of the Philippines
DEPARTMENT OF FINANCE
BUREAU OF LOCAL GOVERNMENT FINANCE
REGIONAL OFFICE NO. II

No. 12 Dalan na Pavvurulun, Carig Sur, Tuguegarao City, Cagayan
blgf.gov.ph | r2.u.blgf.gov.ph | blgfrexion2ayuluan.com



REGIONAL MEMORANDUM CIRCULAR No. 2024-05-016

May 13, 2024

TO : All Provincial, City and Municipal Treasurers and Others Concerned

SUBJECT : DOF Policy Issuances on Local Finance Matters issued within the last three (3) years

For the information of all concerned and considering that one of the 2024 Seal of Good Local Governance (SGLG) indicators require approved ordinances adopting at least forty percent (40%) of applicable DOF policy issuances issued within the last three (3) years, concerned local government units may refer to this link to see the policies issued by the DOF and BLGF within the last three years: <https://blgf.gov.ph/local-finance-circulars/>. Also, attached herewith is the latest issuance as of Q1 2024, DOF Department Circular 002.2024 issued last February 01, 2024 for reference and guidance.

Please be guided accordingly.

ATTY. JULAIDA T. CADDAWAN-PANCHO, CPA
Regional Director



DEPARTMENT CIRCULAR NO. 002 . 2024

SUBJECT: SUPPLEMENTAL GUIDELINES ON THE GRANT OF RELIEF ON SURCHARGES AND INTERESTS ON LOCAL TAX ON TRANSFER OF REAL PROPERTY OWNERSHIP

Section 1. Rationale. This Circular is issued to supplement Department Circulars (DCs) No. 001.2019¹ and 001.2022² in view of the Estate Tax Amnesty Extension under Republic Act (RA) No. 11956, entitled "*An Act Further Amending Republic Act No. 11213, Otherwise Known as the 'Tax Amnesty Act', as Amended by Republic Act No. 11569, by Extending the Period of Availment of the Estate Tax Amnesty until June 14, 2024, and For Other Purposes,*" and to reiterate the policy that local government units (LGUs) must uphold the noble intention of tax amnesty, by easing the process for taxpayers towards full availment of estate tax amnesty, facilitating the formalization of real property transfers, broadening the national and local government's revenue base, and improving real property tax collection efficiency.³

Section 2. Grant of Relief. The grant of relief on surcharges and interests on local transfer tax on real property by LGUs, relative to the Estate Tax Amnesty Act, shall be governed by the following supplemental guidelines:

- a. The grant of relief shall be authorized under a duly enacted local ordinance upon the effectivity of this Circular;
- b. The executor or administrator of the estate, or if there is no executor or administrator appointed, the legal heirs, transferees or beneficiaries, may avail of relief on surcharges and interests on local transfer taxes on estates of decedent/s who died on or before 31 May 2022, **from 15 June 2023 until 14 June 2025**; and

1. Department of Finance (DOF) Department Circular (DC) No. 001.2019, Guidelines on the Grant of Relief on Surcharges and Interests on Tax on Transfer of Real Property Ownership in Support of the Extension of the Estate Tax Amnesty Program, September 5, 2019.

2. DOF DC No. 001.2022, Supplemental Guidelines on the Grant of Relief on Surcharges and Interests on Local Tax on Transfer of Real Property Ownership in Support of the Extension of the Estate Tax Amnesty Program, March 7, 2022.


3. Id. at 1.

- c. The grant of relief shall cover transfers of real property ownership by succession only.

Section 3. Tax Base of Assessments for Local Tax on Transfer of Real Property. Local treasurers shall assess the tax on the transfer of real property through succession upon the prevailing schedule of fair market value of the subject property at the time of the decedent's death.

Section 4. Repealing Clause. DC No. 001.2024, Section 2 and 3(a) of DC No. 001.2019, Section 2 of DC No. 001.2022, and other provisions which are inconsistent with the provision of this Circular are hereby repealed or modified accordingly.

Section 5. Effectivity. This Department Circular shall take effect upon its filing with the Office of the National Administrative Register of the University of the Philippines Law Center.


RALPH G. RECTO
Secretary of Finance

FEB 01 2024

