

The TRAIN Law

RA No. 10963 Compliance Requirements

Before

Monthly Filing and Payment (Non-eFPS filers)

January to November returns - 10th day of the following month
December return - 15th day of the following month

Monthly Filing (eFPS filers)

January to December returns - 11th to 15th day of the following month

Monthly Payment (eFPS filers)

January to November returns - 15th day of the following month
December return - 20th day after the end the month

Monthly Filing and Payment (Non-eFPS and eFPS)

10th day after the end of the month

Monthly Filing and Payment (Non-eFPS)

10th day after the end of each quarter

Monthly Filing and Payment (eFPS)

15th day after the end of each quarter

Filing and Payment (Non-eFPS)

January to December returns - 20th day after the end of each month

Filing (eFPS)

January to December returns - 21st to 25th day after the end of each month

Payment (eFPS)

January to December returns - 25th day after the end of each month

BIR Forms
1601E,
1601F
and 1602

BIR
Form
1606

BIR
Form
1603

BIR
Form
2551M

TRAIN

- Quarterly filing and payment on or before the last day of the month following the close of the calendar quarter
- No more monthly filing/payment

(Implementation is still pending since the BIR is yet to issue its implementing rules and regulations on the filing and payment deadlines and the new forms.)

- Quarterly filing and payment on or before the 25th day of the month following the close of the taxable quarter
- No more monthly filing/payment

(Implementation is still pending since the BIR is yet to issue its implementing rules and regulations on the filing and payment deadlines and the new forms.)

The TRAIN Law

RA No. 10963
Estate Compliance

Before

Notice of Death

- Transfers subject to tax
- Gross estate exceeds P20k
- Within 2 months from decedent's death

Estate Tax Return

- Transfers subject to tax
- Gross estate exceeds P200k
- Estate includes registered/registrable properties
- Deadline: within **six (6) months** from decedent's death

Installment payment of estate tax due – no option

CPA Statement

- mandatory for estate with gross value exceeding P2,000,000

Estate
Compliance

TRAIN

Notice of Death – repealed

Estate Tax Return

- Transfers subject to tax
- Estate includes registered/registrable properties
- Deadline: within **one (1) year** from decedent's death

Installment payment of estate tax due – allowed in case available cash is insufficient to pay total estate tax due (within 2 years)

CPA Statement

- mandatory for estate with gross value exceeding P5,000,000

The TRAIN Law

RA No. 10963

Compliance Requirements and Statutory Offenses/Penalties

Before

Keeping of Books of Accounts

Simplified bookkeeping allowed for those with quarterly sales/receipts exceeding P50,000.

Audit by independent CPAs

Required for those with quarterly sales/receipts exceeding P150,000

Issuance of receipts/invoice

- Sales valued at P25 or more
- Receipts/invoices may either be:
 - Pre-printed and manually-filled up;
 - Loose-leaf; or
 - Computer-generated

Electronic Sales Reporting

Mandatory for taxpayers using CRM/POS and/or other sales machines

Penalty interest

20% per annum

Attempt to evade or defeat tax

Fine of P30K to P100K and imprisonment of 2 to 4 years

Offenses on printing of receipts/invoices

Fine of P1K to P50K and imprisonment of 2 to 4 years

Compliance Requirements

TRAIN

Keeping of Books of Accounts

- No option for simplified bookkeeping.
- General requirement for all taxpayers to use relevant and appropriate set of bookkeeping records.

Audit by independent CPAs

Required for those with annual sales/receipts exceeding P3,000,000

Issuance of receipts/invoice

- Sales valued at P100 or more
- Mandatory electronic receipts/invoices for large taxpayers and taxpayers engaged in export of goods and services, e-commerce (*within 5 years from effectivity of the Act and establishment of a BIR system*)

Electronic Sales Reporting

Mandatory for large taxpayers and taxpayers engaged in export of goods and services (*within 5 years from effectivity of the Act and establishment of a BIR system*)

Penalty interest

Double the legal interest rate per annum

Attempt to evade or defeat tax

Fine of P500K to P10M and imprisonment of 6 to 10 years

Offenses on printing of receipts/invoices

- Fine of P500K to P10M and imprisonment of 6 to 10 years
- Includes printing of fraudulent receipts/invoices

Statutory offenses and penalties