

7th IMF-Japan High-Level Tax Conference for Asian Countries

Priority Programs of the Bureau of Internal Revenue Philippines

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1. BEPS in a NUTSHELL

A. Data and economic analyses	B. Reinforced transfer pricing rules	C. Strengthened tax treaty provision
D. Criteria and their application to ensure fair tax competition	E. Bridging gaps among domestic laws	F. The overarching themes of the digital economy

2. PHILIPPINES' HIGH PRIORITY BEPS

Action 4 Limiting Base Erosion Involving Interest Deductions and Other Financial Payments	Action 7 Preventing the Artificial Avoidance of Permanent Establishment Status
Actions 8-10 Aligning Transfer Pricing Outcomes with Value Creation	Action 11 Measuring and Monitoring BEPS

3. INTERNATIONAL TAX COMPLIANCE

- **Study on BEPS action plan**
 - Proposal to amend Section 50 of the Philippine Tax Code
 - Re-organization of the International Tax Affairs Division
 - Stringent review on Tax Treaty Relief Applications (TTRAs)

● Exchange of Information

- Moving towards the implementation of FATCA
- Studying and preparing for the Common Reporting Standard (CRS)
- Preparing for the 3rd PEER Review for Exchange of Information on Request (EOIR) under new Terms of Reference

● Transfer Pricing

- Setting up the Program
- Finalizing administrative regulations – Advance Pricing Agreement (APA), Transfer Pricing Procedures, Risk Assessment
- Selecting Transfer Pricing Test Case

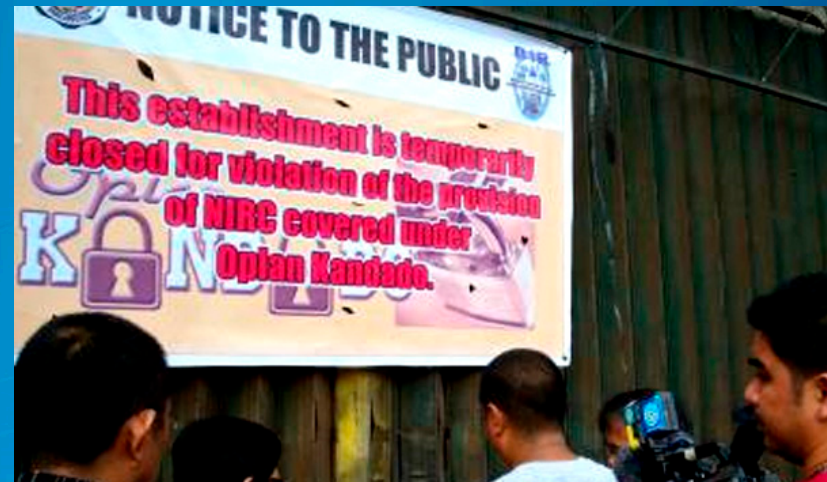
4. ENFORCEMENT OF DOMESTIC TAX LAWS

- Run After Tax Evaders (RATE) Program
 - Generate maximum deterrent effect by impressing the fact that tax evasion is a crime.
 - Enhance voluntary compliance.
 - Promote public confidence on the tax system.



- Oplan Kandado Program (Closure of Business Establishments)

- Strengthen the BIR's imposition of prescribed administrative sanctions.



5. SUPPORT FOR ENFORCEMENT

- Collection Reconciliation System (CRS)

Web-based system to facilitate the reconciliation of tax collection data from BIR, AABs, BSP and Bureau of Treasury.

Will improve the reporting requirements of BIR for policy making process.

5. SUPPORT FOR ENFORCEMENT

- Geographical Information System (GIS)

A system that will provide data and location intelligence to valuation and taxation functions as well as the visualization of information gathered from

Registration, eSales, zonal valuation and collection.

● Arrears Management Project (AMP)

Centralized management and handling of ARs/Das with streamlined processes focused on specialized skills and competence of Seizure Agents.

Institutionalization of AMT's function in the Regional Office.

● Forfeited Asset Management Project (FAMP)

Centralized approach in the management and disposition of seized/forfeited assets, initially for properties that were seized/forfeited from taxpayers under the jurisdiction of regional offices in Metro Manila.

Development of a web-based application in the management and disposition of seized/forfeited assets of the BIR.

- Asset Information Management Program (AIM-P) – Phase 2

To include the build-up of taxpayer's database management system of asset-related and other relevant information from processed Tax Amnesty Returns (TARs), SALNs, TPI and other existing internal information within the BIR.

6. STRENGTHEN AUDIT PROCESSES

- VAT Audit Program

Institutionalization in the regional offices

- Expansion of Satellite CAATS Offices in the Regional Offices

Institutionalize computerized audit tools and techniques as an indispensable tool in investigation taxpayers utilizing computerized books of accounts or computer aided financial records on a nationwide level

Training and education of Revenue Officers in the conduct of computerized audit tools

5. IMPROVEMENT OF IT SYSTEMS, PROCESSES AND TOOLS; EXPAND ONLINE SERVICES

- **Electronic Tax Information System-1**

A major Information and Communication Technology (ICT) undertaking intended to enhance the BIR core Tax Administration System, providing a single, web-based automated solution

- **Enhancement of Electronic Certificate Authorizing Registration (eCAR) System**

Web-based application that process transfer of ownership of real and/or personal properties

- **Online System Accreditation of Importers and Custom Brokers**

Will improve the reporting requirements of BIR for policy making process

- **Internal Revenue Stamps Integrated System (IRSIS) for Distilled Spirits and Wines**

A web-based application that will manage the ordering, production, distribution, affixing and tracking as well as provisions of security features in the revenue stamps for distilled spirits and wines.

- **Electronic Official Registry Book (eORB)**

An automated facility to allow manufacturers of excisable products to electronically submit the ORBs

- Taxpayer Registration Information Update (TRIU) Program

To allow taxpayers to register and update their registration data online anywhere and anytime.
Enhanced Taxpayer Identification Number (TIN).
Securitized Certificate of Registration.

6. INTEGRITY, COMPETENCE, PROFESSIONALISM AND SATISFACTION OF HUMAN RESOURCES

- Human Resource Information System (HRIS)

The establishment of a modern, fully automated HRIS will allow better utilization and management of BIR staff.

Will support requirements of the Civil Service Commission (CSC) Program to Institutionalize Meritocracy and Excellence in Human Resource Management (PRIME-HRM) and provide the revenueers with fast and easy access to comprehensive and integrated human resource data.

- **Supporting Capacity Development for the BIR (e-Learning Systems)**

To increase the efficiency and professionalism of the BIR through improvement of human resources management and the training management system furthermore, to develop a revised training plan and training courses for new recruits and other BIR employees.

To apply information and communication technology and e-Learning systems in the BIR

Creation of computer based training modules for the employees.

Thank you.

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