Bringing in Revenues
For Nation-building

Republic of the Philippines
Department of Finance
BUREAU OF INTERNAL REVENUE
National Office Building
Quezon City

BAGONG PILIPINAS

Date JUN 18 2026

REVENUE REGULATIONS NO. 004-2026

SUBJECT : ***Prescribing Guidelines and Procedures for the Availment of a One-Time Abatement of Taxes and/or Penalties for Micro Taxpayers***

TO : ***All Internal Revenue Officers, Employees, and Others Concerned***

SECTION 1. ***Purpose.*** – Pursuant to Sections 244 and 245, in relation to Section 204(B), of the National Internal Revenue Code (NIRC) of 1997, as amended, these Regulations are hereby promulgated to prescribe the guidelines and procedures for the availment by micro taxpayers of the opportunity to settle their delinquent accounts or assessments, whether preliminary or final, disputed or not, and open stop-filer cases, including those of micro taxpayers who have ceased business operations, by way of application for abatement of taxes and/or penalties, including surcharge and interest.

SECTION 2. ***Definition of Terms.*** – In applying the provisions of these Regulations, the following terms shall be defined as follows:

a.) Micro taxpayer – refers to a taxpayer whose gross sales for the year is less than Three Million Pesos (<₱3,000,000.00), as defined under Revenue Regulations (RR) No. 8-2024. For mixed income earners, "gross sales" shall only cover business income, excluding compensation income earned under employer-employee relationship;

b.) Delinquent account – refers to the amount of tax due on or before December 31, 2025 from a taxpayer who failed to pay the same within the time prescribed for its payment, arising from (1) a self-assessed tax, or (2) a deficiency assessment issued which has become final and executory;

c.) Assessment, whether preliminary or final, disputed or not – refers to a tax assessment in the Preliminary Assessment Notice or Final Assessment Notice, or reiterated in the Final Decision on Disputed Assessment, issued on or before December 31, 2025 which has not yet become final and executory;

d.) Cessation of business operations – refers to the point or circumstance when the business operations of the taxpayer have stopped;

e.) Stop-filer case – refers to a case wherein a registered taxpayer failed to file and/or submit the required tax return and other tax information within the prescribed due date.

BIR National Office Bldg., Senator Miriam Defensor-Santiago Avenue, Diliman, Quezon City
Website: *www.bir.gov.ph*
Trunkline: 8981-7000 ; 8929-7676

SECTION 3. ***Scope.*** – The abatement under these Regulations shall apply to:

a.) All delinquent accounts as of December 31, 2025;

b.) Assessments, whether preliminary or final, disputed or not, as of December 31, 2025; and,

c.) All open stop-filer cases as of December 31, 2025, including those of micro taxpayers who have ceased business operations.

SECTION 4. ***Coverage.*** – The following cases of micro taxpayers with delinquent or assessed basic tax or penalties of not more than Eighty Thousand Pesos (₱80,000.00) may be applied for abatement:

a.) Delinquent Accounts;

b.) Cases with administrative protest pending in the Regional Office, Revenue District Office, Legal Service thru Appellate Division, Collection Service, Enforcement Service and other Offices in the National Office;

c.) Tax cases being disputed before the Department of Justice and the courts, i.e., the Municipal Trial Courts (MTC), Regional Trial Courts (RTC), Court of Tax Appeals (CTA), Court of Appeals (CA), and the Supreme Court (SC), including decided cases which are not yet final and executory;

d.) Tax Collection Cases filed with the Courts;

e.) Cases with pending request for Compromise Settlement which are under evaluation by the Technical Working Group (TWG)-National Evaluation Board (NEB), TWG-Regional Evaluation Board (REB), NEB and REB;

f.) Cases with pending request for abatement under RR No. 13-2001 for evaluation by the Commissioner of Internal Revenue or his authorized representative;

g.) Criminal violations, except those already filed in Court, such as those under the Run After Tax Evaders (RATE) Program of the Bureau, and other tax fraud cases, unless allowed to avail by the Commissioner or his duly authorized representative on meritorious grounds;

h.) "Accounts Payable or Due to BIR" accounts duly recorded or acknowledged by the taxpayers in their books of accounts; and

i.) No basic tax due but the threshold amount involves penalties due.

The ₱80,000.00 threshold shall refer to the **total basic tax liabilities and/or penalties arising from violations of the NIRC of 1997, as amended, covering all of the above-mentioned cases for a taxable year.**

SECTION 5. ***Who May Avail.*** – Any person/taxpayer, natural or juridical, or its duly authorized representative, who is classified as a micro taxpayer, may avail of this abatement to settle any delinquent accounts or assessments, whether preliminary or final, disputed or not, and open stop-filer cases, including those of micro taxpayers who have ceased business operations. Any payments made by micro taxpayers on cases covered under Section 4 hereof prior to the effectivity of these Regulations shall not be refundable.

SECTION 6. ***Manner and Place for Filing an Application for Abatement of Taxes and/or Penalties and Interest.*** – Micro taxpayers who wish to avail of the abatement under these Regulations shall manually file an application for abatement, on a per taxable year basis, using the BIR Form attached hereto as Annex "A", with the Revenue District Office (RDO) having jurisdiction over the taxpayer.

The taxpayer shall specify the tax types and basic amount due, excluding interest, for each case covered under Section 4 hereof in the application for abatement. Failure to specify the tax types and basic amount due in any covered case shall result to the denial of the application for abatement.

SECTION 7. ***Mode of Payment.*** – Upon acceptance of the application to avail of the abatement, the applicant shall pay the amount of Five Thousand Pesos (₱5,000.00) using BIR Form No. 0605, either electronically or manually, in accordance with RR No. 4-2024 as further clarified by Revenue Memorandum Circular No. 87-2024.

The ₱5,000.00 abatement fee shall be paid within five (5) working days from the filing of the application. The applicant shall submit the proof of payment to the RDO within five (5) working days from the date of payment. In case of withdrawal of the application or denial thereof, the ₱5,000.00 abatement fee shall not be refundable but shall be applied as partial payment to the taxes or penalties sought to be abated.

Failure to submit the proof of payment within the required period automatically voids the application, without prejudice to re-filing the same within the availment period.

SECTION 8. ***Period of Availment.*** – Qualified taxpayers can avail of the benefits under these Regulations until December 31, 2026, unless extended by the Secretary of Finance upon recommendation of the Commissioner of Internal Revenue.

SECTION 9. ***Issuance of Certificate of Availment.*** – A Certificate of Availment shall be issued by the concerned RDO within five (5) working days from receipt and verification of the proof of payment. Such Certificate shall serve as proof of the taxpayer's availment of abatement under these Regulations, compliance with the requirements, and the closure of the case which is the subject of the approved application.

The concerned RDO shall inform the Appellate Division of any taxpayer-applicant who may have a pending appeal against a Final Decision on Disputed Assessment before the Office of the Commissioner, if any.

SECTION 10. ***Effectivity.*** – These regulations shall take effect after fifteen (15) days following its publication in the Official Gazette or the BIR Official Website, whichever comes first.

[redacted]
FREDERICK D. GO
Secretary of Finance
JUN 18 2026

Recommending Approval:

[redacted]
CHARLITO MARTIN R. MENDOZA
Commissioner of Internal Revenue

00000334
BUREAU OF INTERNAL REVENUE
RECORDS MANAGEMENT DIVISION
RECEIVED
JUN 22 2026
ADMIN UNIT - 2
BY: ______ TIME: 2:22 pm

(To be filled up by BIR) DLN: ____________________

Republic of the Philippines
Department of Finance
Bureau of Internal Revenue

Bringing in Revenues for Nation-building

One-Time Abatement for Micro Taxpayers
Application Form

Fill in all applicable white spaces. Mark all appropriate boxes with an "X"

1 Return Period / Date of Transaction *(MM/DD/YYYY)*	2 For the	3 Year Ended *(MM/DD/YYYY)*	4 Alphanumeric Tax Code *(ATC)*
	☐ Calendar ☐ Fiscal		

Part I - Background Information

5 Taxpayer Identification Number *(TIN)*	6 RDO Code
7 Taxpayer's Name *(Last Name, First Name, Middle Name for Individual OR Registered Name for Non-Individual)*	
8 Trade Name	
9 Registered Address *(Indicate complete address. If branch, indicate the branch address. If the registered address is different from the current address, go to the RDO to update registered address by using BIR Form No. 1905)*	
	9A ZIP Code
10 Taxpayer Classification ☐ Individual ☐ Corporation	11 Line of Business
12 Contact Number *(Landline/Cellphone No.)*	13 Email Address

Part II – Computation

Particulars	Tax Type	Basic Amount Due
14 Delinquent Account		
15 Assessment with Pending Administrative Protest		
16 Tax Cases Disputed the Taxpayer before the Department of Justice and the Courts		
17 Tax Collection Cases Filed with the Courts Against Taxpayers		
18 Pending Compromise Application		
19 Pending Abatement Application		
20 Criminal Violations Not Filed in Courts		
21 Tagged "Accounts Payable or Due to BIR" in the Taxpayer's Books of Account		
22 Only Penalties Due *(No basic tax due)*		
23 **Total Amount Due for Abatement** *(Sum of Items 14 to 22)*		

24 I/We hereby declare, under the penalties of Perjury, that all the information provided by me/us (as taxpayer/authorized representative) in this application form, are true, correct and complete pursuant to the provisions of the National Internal Revenue Code of 1997, as amended, and the revenue regulations issued pursuant thereto. Also, I/we declare and fully understand that I/we will be held criminally, civilly and administratively liable under existing laws, rules and regulations if any of the information/statement I/we submitted/supplied herein is false, misleading, deceptive and inaccurate. Finally, I/we give my consent to the processing of my information as contemplated under Republic Act (RA) No. 10173, or the Data Privacy Act of 2012, for legitimate and lawful purpose, adhering to the principle of proportionality.

For Individual:	For Non-Individual
Signature over Printed Name of Taxpayer/Authorized Representative/Tax Agent *(Indicate Title/Designation and TIN)*	Signature over Printed Name of President/Vice President/Authorized Officer or Representative *(Indicate Title/Designation and TIN)*

Tax Agent Accreditation No./ Attorney's Roll No. *(if applicable)*		Date of Issue *(MM/DD/YYYY)*		Expiry Date *(MM/DD/YYYY)*	

Remarks: ☐ Complete as to documentary requirements ☐ Others ____________ ____________ ____________ Checked/Evaluated by: ____________ Revenue Officer (Signature Over Printed Name)	Reviewed by: ____________ Assistant Revenue District Officer (Signature Over Printed Name) Approved by: ____________ Revenue District Officer (Signature Over Printed Name)	*Stamp of Receiving Office and Date of Receipt (Revenue Officer's Signature)*

*NOTE: The BIR Data Privacy Policy is in the BIR website (www.bir.gov.ph)