AN ACT

PROVIDING ALL BARANGAY OFFICIALS, INCLUDING BARANGAY TANODS, MEMBERS OF THE LUPON NG TAGAPAMAYAPA, BARANGAY WORKERS AND BARANGAY DAY CARE WORKERS, A LUMP SUM RETIREMENT PAY EQUIVALENT TO ONE (1) YEAR HONORARIUM, AMENDING FOR THE PURPOSE SECTION 393 OF REPUBLIC ACT NO. 7160, AS AMENDED, OTHERWISE KNOWN AS THE "LOCAL GOVERNMENT CODE OF 1991"

EXPLANATORY NOTE

This measure seeks to commensurate the compensation of barangay officials and workers to the service and assistance they have extended to their communities as well as to the national government. These officials and workers are front liners of the government’s basic political unit.

This is to grant retirement benefits to barangay officials & workers. It shall provide for the creation of Barangay Retirement Fund (BRF) for the retirement of barangay officials and workers, wherein the amount equivalent to one percent of the share of the national government under section 284 of the Local Government Code of 1991 as amended shall be used for this purpose.

If an official or worker dies or becomes incapacitated while in the performance of duty, he or she shall be entitled to the benefit irrespective of age and number of years in service.

In view of the foregoing, the approval of this Bill is earnestly sought.

HON. CRISTAL L. BAGATSING
Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

EIGHTEENTH CONGRESS
First Regular Session

HOUSE BILL No. 4416

Introduced by
Honorable Cristal L. Bagatsing

AN ACT
PROVIDING ALL BARANGAY OFFICIALS, INCLUDING BARANGAY TANODS, MEMBERS OF THE LUPO NG TAGAPAMAYAPA, BARANGAY WORKERS AND BARANGAY DAY CARE WORKERS, A LUMP SUM RETIREMENT PAY EQUIVALENT TO ONE (1) YEAR HONORARIUM, AMENDING FOR THE PURPOSE SECTION 393 OF REPUBLIC ACT NO. 7160, AS AMENDED, OTHERWISE KNOWN AS THE “LOCAL GOVERNMENT CODE OF 1991”

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Section 393 of Republic Act No. 7160, as amended, otherwise known as the “Local Government Code of 1991”, is hereby amended to read as follows:

“SEC. 393. Benefits of Barangay Officials. – (a) Barangay officials, including barangay tanods and members of the Lupong Tagapamayapa, shall receive honoraria, allowances, and such other emolument as may be authorized by law or barangay, municipal or city ordinance in accordance with the provisions of this Code, but in no case shall it be less than One Thousand Pesos (P1,000.00) per moth for the punong barangay and Six Hundred pesos (P600.00) per month for the sangguniang barangay members, barangay treasurer, and barangay secretary: Provided, however, That the annual appropriations for personal services shall be subject to the budgetary limitations prescribed under Title Five, Book II of this Code.

“(b) xxx

“(1) xxx “(2) xxx

“(3) BE ENTITLED TO A LUMP SUM RETIREMENT PAY EQUIVALENT TO ONE (1) YEAR HONORARIUM, BUT IN NO CASE
SHALL EXCEED ONE HUNDRED THOUSAND PESOS (P100,000.00) TO BE TAKEN FROM THE BARANGAY RETIREMENT FUND; PROVIDED, HOWEVER, THAT A RETIREE IS AT LEAST SIXTY (60) YEARS OF AGE WITH A MINIMUM OF NINE (9) YEARS IN SERVICE AT THE TIME OF THE RETIREMENT.

"AS USED IN THIS SUBSECTION, THE TERM 'RETIREE' SHALL INCLUDE ALL BARANGAY OFFICIALS, INCLUDING BARANGAY TANODS, MEMBERS OF THE LUPOON NG TAGAPAMAYAPA, BARANGAY HEALTH WORKERS AND BARANGAY DAY CARE WORKERS.

"[(3)] (4) xxx

"[(4)] (5) xxx

"[(5)] (6) xxx

"(c) xxx

"(d) xxx

SEC. 2. Barangay Retirement Fund Created. - There is hereby created a Barangay Retirement Fund (BRF) which shall be used to fund the retirement of Barangay Officials mentioned in this Act. The amount equivalent to one percent (1%) of the share of the national government under Section 284 of the Local Government Code of 1991, as amended, shall be used for this purpose.

The Department of Interior and Local Government (DILG) shall administer and ensure the appropriate disbursement of the Fund.

SEC. 3. Rules and Regulations. – The Department of Budget and Management, in coordination with the DILG, shall issue the necessary rules and regulations to implement this Act.

SEC. 4. Repealing Clause. – All laws, executive orders, issuances, rules and regulations inconsistent with this Act are hereby amended, repealed or modified accordingly.

SEC. 5. Effectivity Clause. – This Act shall take effect fifteen (15) days after its publication in any newspaper of general circulation.

Approved.