


13th CONGRESS OF THE REPUBLIC)
OF THE PHILIPPINES)
FIRST REGULAR SESSION)

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SENATE

RECEIVED BY: 

S. BILL NO. 1364

INTRODUCED BY HONORABLE RALPH G. RECTO

EXPLANATORY NOTE

This bill seeks to reduce the ceiling on the administrative costs of the Government Service Insurance System (GSIS) from 12% to 8% to safeguard the mandated contribution of government employees to the system.

Low paying members resort to 'belt-tightening' measures as mandatory contributions are deducted from their meager earnings. These contributions, as foreseen by the members, will help them face the remaining 'best twilight years' of their lives.

The GSIS, however, is besieged with unsound investment decisions and imprudent administrative policies that have led public servants to howl in protest and resound alarm over the scandalous and extravagant lifestyle of its leadership.

The public trust and social fund for which the GSIS stands for appears to be losing ground in light of the publicized anomalies which threaten the contributions of the members and their right to reap the fruit of their noble profession of serving the people.

Hence, the immediate passage of this bill is earnestly sought.


RALPH G. RECTO

1 unconstitutional, the order provision which is not affected thereby shall remain in full
2 force and effect.

3 SEC. 5. *Effectivity.* - This Act shall take effect fifteen (15) days after its
4 complete publication in at least two (2) newspapers of general circulation.

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6 Approved,