S. No. $\qquad$ 2611


## Introduced by Senator Jinggoy Ejercito Estrada

## AN ACT <br> MODIFYING THE SALARY SCHEDULE FOR CIVILIAN GOVERNMENT PERSONNEL, AUTHORIZING THE GRANT OF ADDITIONAL BENEFITS AND FOR OTHER PURPOSES

## EXPLANATORY NOTE

Article XI Section 1 of the 1987 Philippine Constitution serves as the mantra of every dedicated civil servant, "Public office is a public trust. Public officers and employees must, at all times, be accountable to the people, serve them with utmost responsibility, integrity, loyalty, and efficiency; act with patriotism and justice, and lead modest lives."

This is the fundamental and solemn responsibility of every public servant that is considered as a pillar of a truly responsive, effective, and efficient governance. To achieve this, the government maintains a corps of competent and vibrant workforce that attends to the concerns and needs of the citizenry. According to the Inventory of Government Human Resource (IGHR) of the Civil Service Commission which is composed of both career and non-career positions, there are 1,973,300 government workers as of June 30, 2023.

The proposed "Salary Standardization VI" seeks to grant increases to the basic salary of government workers, to be given in four (4) tranches. This will allow them to cope with the continually rising prices of basic commodities and services to be able to continue to provide decent living to their families. More importantly, the
proposed bill intends to convey the government's gratitude for their selfless service and utmost dedication to their work.

The proposed measure will make the compensation of government workers competitive, thus helping retain the incumbent employees and attract applicants at the same time. Through this, we can expect a more vibrant and robust civil service in the country.

This measure is reflective of the provisions of House Bill No. 8081 filed by then Representative of the $6^{\text {th }}$ District of Batangas, now Department of Finance Secretary Ralph G. Recto.

In view of the foregoing, the immediate passage of this bill is highly recommended.


## SENATE

S. No.

# . <br>  



## Introduced by Senator Jinggoy Ejercito Estrada

AN ACT

## MODIFYING THE SALARY SCHEDULE FOR CIVILIAN GOVERNMENT PERSONNEL, AUTHORIZING THE GRANT OF ADDITIONAL BENEFITS AND FOR OTHER PURPOSES

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

Section 1. Short Title. - This Act shall be known as the "Salary Standardization Law VI'.

Sec. 2. Declaration of Policy. - Pursuant to the constitutional mandate that the State shall provide for the standardization of salary of government officials and employees, including those in government-owned or -controlled corporations with original chargers, taking into account the nature of duties and responsibilities pertaining to and to the qualifications required for their positions, the State shall:
a) implement a salary schedule that is generally comparable with those in the private sector doing comparable work and in accordance with the provisions of existing salary and position classification laws, in order to attract, retain and motivate a corps of competent civil servants;
b) keep the salary for government personnel fair and reasonable based upon substantive differences in duties, responsibilities, accountabilities and qualification requirements of the positions;
c) ensure that the compensation for all civilian government personnel shall be standardized and rationalized across all government agencies
to create an enabling environment that will promote social justice, integrity, efficiency, productivity, accountability and excellence in the civil service;
d) take into consideration the financial capability of the government and shall give due regard to the efficient allocation of funds for personnel services, which shall be maintained at a realistic level in proportion to the overall expenditure of government; and
e) conduct a periodic review of the salary and position classification system taking into account the changes in skills and competency requirements and the possible erosion in the purchasing power due to inflation, and other factors.
Sec. 3. Coverage. - This Act shall apply to all positions for civilian government personnel in the Executive, Legislative and Judicial Branches, including Constitutional Commissions, State Universities and Colleges (SUCs), GovernmentOwned or -Controlled Corporations (GOCCs) not covered by Republic Act No. 10149, Government Financial Institutions (GFIs) and local government units (LGUs), regardless of appointment status, whether regular, casual or contractual in nature, appointive or elective, and on full-time or part-time basis, now existing or hereafter created.

Sec. 4. Exclusions. - The following shall be excluded from the coverage of this Act:
a) Military and uniformed personnel;
b) GOCCs under Republic Act No. 10149 which shall be covered by a Compensation and Position Classification System (CPCS) established by the Governance Commission for GOCCs (GCG) and approved by the President of the Philippines; and
c) Individuals whose services are engaged through job orders, contracts of service, consultancy or service contracts with no employer-employee relationship.
Sec. 5. Exempt Entities. - Exempt entities refer to: (a) government agencies that are not covered by the CPCS authorized under Republic Act No. 6758, as amended; (b) GOCCs governed by the CPCS established by the GCG under Republic

Act No. 10149; and (c) those authorized by law and have actually adopted their own compensation and position classification system.

Exempt entities shall be governed by their respective compensation and position classification systems which shall be made effective upon the recommendation of the Department of Budget and Management (DBM) or GCG, as the case may be, and approval by the President of the Philippines.

Sec. 6. Applicability to Certain Officials, - Pursuant to Section 6 of Article VII and Section 10 of Article VI of the Constitution, the salaries authorized herein for the President of the Philippines, Vice-President of the Philippines and Members of Congress shall take effect only after the expiration of the respective terms of the present incumbents.

Sec. 7. Modified Salary Schedule for Civilian Government Personnel. - The modified Salary Schedule for Civilian Personnel shall be as follows:
FIRST TRANCHE

| Salary <br> Grade | Step 1 | Step 2 | Step 3 | Step 4 | Step 5 | Step 6 | Step 7 | Step 8 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | 14,300 | 14,420 | 14,541 | 14,662 | 14,785 | 14,908 | 15,033 | 15,158 |
| 2 | 15,201 | 15,318 | 15,435 | 15,554 | 15,673 | 15,793 | 15,915 | 16,036 |
| 3 | 16,146 | 16,271 | 16,396 | 16,522 | 16,650 | 16,776 | 16,906 | 17,035 |
| 4 | 17,145 | 17,277 | 17,410 | 17,543 | 17,678 | 17,812 | 17,950 | 18,087 |
| 5 | 18,197 | 18,338 | 18,479 | 18,621 | 18,763 | 18,908 | 19,053 | 19,198 |
| 6 | 19,308 | 19,457 | 19,606 | 19,758 | 19,910 | 20,062 | 20,217 | 20,372 |
| 7 | 20,482 | 20,639 | 20,798 | 20,958 | 21,118 | 21,281 | 21,443 | 21,608 |
| 8 | 21,718 | 21,915 | 22,114 | 22,314 | 22,515 | 22,718 | 22,924 | 23,132 |
| 9 | 23,332 | 23,527 | 23,724 | 23,922 | 24,122 | 24,323 | 24,527 | 24,731 |
| 10 | 25,494 | 25,707 | 25,922 | 26,138 | 26,357 | 26,577 | 26,799 | 27,024 |
| 11 | 29,700 | 30,012 | 30,330 | 30,652 | 30,977 | 31,308 | 31,643 | 31,983 |
| 12 | 32,082 | 32,394 | 32,711 | 33,031 | 33,355 | 33,684 | 34,016 | 34,353 |
| 13 | 34,452 | 34,796 | 35,144 | 35,496 | 35,853 | 36,214 | 36,579 | 36,950 |
| 14 | 37,227 | 37,606 | 37,989 | 38,377 | 38,768 | 39,166 | 39,568 | 39,975 |
| 15 | 40,281 | 40,697 | 41,118 | 41,545 | 41,976 | 42,413 | 42,855 | 43,304 |
| 16 | 43,639 | 44,097 | 44,560 | 45,029 | 45,504 | 45,984 | 46,472 | 46,963 |
| 17 | 47,333 | 47,837 | 48,346 | 48,862 | 49,385 | 49,914 | 50,448 | 50,991 |


| 18 | 51,398 | 51,951 | 52,512 | 53,078 | 53,654 | 54,236 | 54,824 | 55,420 |
| :---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 19 | 56,493 | 57,306 | 58,132 | 58,971 | 59,825 | 60,691 | 61,574 | 62,469 |
| 20 | 63,082 | 63,999 | 64,933 | 65,881 | 66,846 | 67,826 | 68,822 | 69,834 |
| 21 | 70,397 | 71,434 | 72,489 | 73,560 | 74,650 | 75,757 | 76,882 | 78,026 |
| 22 | 78,662 | 79,835 | 81,027 | 82,238 | 83,469 | 84,721 | 85,993 | 87,284 |
| 23 | 88,003 | 89,328 | 90,675 | 92,051 | 93,554 | 95,081 | 96,632 | 98,209 |
| 24 | 99,086 | 100,703 | 102,347 | 104,018 | 105,716 | 107,441 | 109,195 | 110,977 |
| 25 | 112,959 | 114,803 | 116,676 | 118,580 | 120,516 | 122,483 | 124,483 | 126,513 |
| 26 | 127,644 | 129,726 | 131,844 | 133,995 | 136,183 | 138,405 | 140,664 | 142,960 |
| 27 | 144,236 | 146,590 | 148,984 | 151,415 | 153,887 | 156,398 | 158,951 | 161,545 |
| 28 | 162,988 | 165,648 | 168,352 | 171,100 | 173,891 | 176,730 | 179,615 | 182,546 |
| 29 | 184,175 | 187,183 | 190,237 | 193,343 | 196,497 | 199,705 | 202,964 | 206,278 |
| 30 | 208,119 | 211,515 | 214,968 | 218,477 | 222,042 | 225,666 | 229,349 | 233,092 |
| 31 | 306,277 | 312,259 | 318,358 | 324,576 | 330,916 | 337,379 | 343,969 | 350,687 |
| 32 | 365,149 | 372,514 | 380,026 | 387,690 | 395,508 | 403,484 | 411,622 | 419,923 |
| 33 | 461,058 | 474,890 |  |  |  |  |  |  |

1 SECOND TRANCHE

| Salary <br> Grade | Step 1 | Step 2 | Step 3 | Step 4 | Step 5 | Step 6 | Step 7 | Step 8 |
| :---: | :---: | ---: | ---: | ---: | ---: | ---: | ---: | :---: |
| 1 | 15,730 | 15,862 | 15,995 | 16,128 | 16,264 | 16,399 | 16,536 | 16,674 |
| 2 | 16,721 | 16,850 | 16,979 | 17,109 | 17,240 | 17,372 | 17,507 | 17,640 |
| 3 | 17,761 | 17,898 | 18,036 | 18,174 | 18,315 | 18,454 | 18,597 | 18,739 |
| 4 | 18,860 | 19,005 | 19,151 | 19,297 | 19,446 | 19,593 | 19,745 | 19,896 |
| 5 | 20,017 | 20,172 | 20,327 | 20,483 | 20,639 | 20,799 | 20,958 | 21,118 |
| 6 | 21,239 | 21,403 | 21,567 | 21,734 | 21,901 | 22,068 | 22,239 | 22,409 |
| 7 | 22,530 | 22,703 | 22,878 | 23,054 | 23,230 | 23,409 | 23,587 | 23,769 |
| 8 | 23,890 | 24,107 | 24,325 | 24,545 | 24,767 | 24,990 | 25,216 | 25,445 |
| 9 | 25,665 | 25,880 | 26,096 | 26,314 | 26,534 | 26,755 | 26,980 | 27,204 |
| 10 | 28,043 | 28,278 | 28,514 | 28,752 | 28,993 | 29,235 | 29,479 | 29,726 |
| 11 | 32,670 | 33,013 | 33,363 | 33,717 | 34,075 | 34,439 | 34,807 | 35,181 |
| 12 | 35,290 | 35,633 | 35,982 | 36,334 | 36,691 | 37,052 | 37,418 | 37,788 |
| 13 | 37,897 | 38,276 | 38,658 | 39,046 | 39,438 | 39,835 | 40,237 | 40,645 |
| 14 | 40,950 | 41,367 | 41,788 | 42,215 | 42,645 | 43,083 | 43,525 | 43,973 |
| 15 | 44,309 | 44,767 | 45,230 | 45,700 | 46,174 | 46,654 | 47,141 | 47,634 |


| 16 | 48,003 | 48,507 | 49,016 | 49,532 | 50,054 | 50,582 | 51,119 | 51,659 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 17 | 52,066 | 52,621 | 53,181 | 53,748 | 54,324 | 54,905 | 55,493 | 56,090 |
| 18 | 56,538 | 57,146 | 57,763 | 58,386 | 59,019 | 59,660 | 60,306 | 60,962 |
| 19 | 62,142 | 63,037 | 63,945 | 64,868 | 65,808 | 66,760 | 67,731 | 68,716 |
| 20 | 69,390 | 70,399 | 71,426 | 72,469 | 73,531 | 74,609 | 75,704 | 76,817 |
| 21 | 77,437 | 78,577 | 79,738 | 80,916 | 82,115 | 83,333 | 84,570 | 85,829 |
| 22 | 86,528 | 87,819 | 89,130 | 90,462 | 91,816 | 93,193 | 94,592 | 96,012 |
| 23 | 96,803 | 98,261 | 99,743 | 101,256 | 102,909 | 104,589 | 106,295 | 108,030 |
| 24 | 108,995 | 110,773 | 112,582 | 114,420 | 116,288 | 118,185 | 120,115 | 122,075 |
| 25 | 124,255 | 126,283 | 128,344 | 130,438 | 132,568 | 134,731 | 136,931 | 139,164 |
| 26 | 140,408 | 142,699 | 145,028 | 147,395 | 149,801 | 152,246 | 154,730 | 157,256 |
| 27 | 158,660 | 161,249 | 163,882 | 166,557 | 169,276 | 172,038 | 174,846 | 177,700 |
| 28 | 179,287 | 182,213 | 185,187 | 188,210 | 191,280 | 194,403 | 197,577 | 200,801 |
| 29 | 202,593 | 205,901 | 209,261 | 212,677 | 216,147 | 219,676 | 223,260 | 226,906 |
| 30 | 228,931 | 232,667 | 236,465 | 240,325 | 244,246 | 248,233 | 252,284 | 256,401 |
| 31 | 336,905 | 343,485 | 350,194 | 357,034 | 364,008 | 371,117 | 378,366 | 285,756 |
| 32 | 401,664 | 409,765 | 418,029 | 426,459 | 435,059 | 443,832 | 452,784 | 461,915 |
| 33 | 507,164 | 522,379 |  |  |  |  |  |  |

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| Salary <br> Grade | Step 1 | Step 2 | Step 3 | Step 4 | Step 5 | Step 6 | Step 7 | Step 8 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | 17,303 | 17,448 | 17,595 | 17,741 | 17,890 | 18,039 | 18,190 | 18,341 |
| 2 | 18,393 | 18,535 | 18,677 | 18,820 | 18,964 | 19,109 | 19,258 | 19,404 |
| 3 | 19,537 | 19,688 | 19,840 | 19,991 | 20,147 | 20,299 | 20,457 | 20,566 |
| 4 | 20,746 | 20,906 | 21,066 | 21,227 | 21,391 | 21,552 | 21,720 | 21,886 |
| 5 | 22,019 | 22,189 | 22,360 | 22,531 | 22,703 | 22,879 | 23,054 | 23,130 |
| 6 | 23,363 | 23,543 | 23,724 | 23,907 | 24,091 | 24,275 | 24,463 | 24,650 |
| 7 | 24,783 | 24,973 | 25,166 | 25,359 | 25,553 | 25,750 | 25,946 | 26,146 |
| 8 | 26,279 | 26,518 | 26,758 | 27,000 | 27,244 | 27,489 | 27,738 | 27,990 |
| 9 | 28,232 | 28,468 | 28,706 | 28,945 | 29,187 | 29,431 | 29,678 | 29,924 |
| 10 | 30,847 | 31,106 | 31,365 | 31,627 | 31,892 | 32,159 | 32,427 | 32,699 |
| 11 | 35,937 | 36,314 | 36,699 | 37,089 | 37,483 | 37,883 | 38,288 | 38,699 |
| 12 | 38,819 | 39,196 | 39,580 | 39,967 | 40,360 | 40,757 | 41,160 | 41,567 |
| 13 | 41,687 | 42,104 | 42,524 | 42,951 | 43,382 | 43,819 | 44,261 | 44,710 |


| 14 | 45,045 | 45,504 | 45,967 | 46,437 | 46,910 | 47,391 | 47,878 | 48,370 |
| :---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 15 | 48,740 | 49,244 | 49,753 | 50,270 | 50,791 | 51,319 | 51,855 | 52,397 |
| 16 | 52,803 | 53,358 | 53,918 | 54,485 | 55,059 | 55,640 | 56,231 | 56,825 |
| 17 | 57,273 | 57,883 | 58,499 | 59,123 | 59,756 | 60,396 | 61,042 | 61,699 |
| 18 | 62,192 | 62,861 | 63,539 | 64,225 | 64,921 | 65,626 | 66,337 | 67,058 |
| 19 | 68,356 | 69,341 | 70,340 | 71,355 | 72,389 | 73,436 | 74,504 | 75,588 |
| 20 | 76,329 | 77,439 | 78,569 | 79,716 | 80,884 | 82,070 | 83,274 | 84,499 |
| 21 | 85,181 | 86,435 | 87,712 | 89,008 | 90,327 | 91,666 | 93,027 | 94,412 |
| 22 | 95,181 | 96,601 | 98,043 | 99,508 | 100,998 | 102,512 | 104,051 | 105,613 |
| 23 | 106,483 | 108,087 | 109,717 | 111,382 | 113,200 | 115,048 | 116,925 | 118,833 |
| 24 | 119,895 | 121,850 | 123,840 | 125,862 | 127,917 | 130,004 | 132,127 | 134,283 |
| 25 | 136,681 | 138,911 | 141,178 | 143,482 | 145,825 | 148,204 | 150,624 | 153,080 |
| 26 | 154,449 | 156,969 | 159,531 | 162,135 | 164,781 | 167,471 | 170,203 | 172,982 |
| 27 | 174,526 | 177,374 | 180,270 | 183,213 | 186,204 | 189,242 | 192,331 | 195,470 |
| 28 | 197,216 | 200,434 | 203,706 | 207,031 | 210,408 | 213,843 | 217,335 | 220,881 |
| 29 | 222,852 | 226,491 | 230,187 | 233,945 | 237,762 | 241,644 | 245,586 | 249,597 |
| 30 | 251,824 | 255,934 | 260,112 | 264,358 | 268,671 | 273,056 | 277,512 | 282,041 |
| 31 | 370,596 | 377,834 | 385,213 | 392,737 | 400,409 | 408,229 | 416,203 | 424,332 |
| 32 | 441,830 | 450,742 | 459,832 | 469,105 | 478,565 | 488,215 | 498,062 | 508,107 |
| 33 | 557,880 | 574,617 |  |  |  |  |  |  |

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| Salary <br> Grade | Step 1 | Step 2 | Step 3 | Step 4 | Step 5 | Step 6 | Step 7 | Step 8 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1 | 19,033 | 19,193 | 19,355 | 19,515 | 19,679 | 19,843 | 20,009 | 20,175 |
| 2 | 20,232 | 20,389 | 20,545 | 20,702 | 20,860 | 21,020 | 21,184 | 21,344 |
| 3 | 21,491 | 21,657 | 21,824 | 21,990 | 22,162 | 22,329 | 22,503 | 22,674 |
| 4 | 22,821 | 22,997 | 23,173 | 23,350 | 23,530 | 23,707 | 23,892 | 24,075 |
| 5 | 24,221 | 24,408 | 24,596 | 24,784 | 24,973 | 25,167 | 25,359 | 25,552 |
| 6 | 25,699 | 25,897 | 26,096 | 26,298 | 26,500 | 26,703 | 26,909 | 27,115 |
| 7 | 27,261 | 27,470 | 27,683 | 27,895 | 28,108 | 28,325 | 28,541 | 28,761 |
| 8 | 28,907 | 29,170 | 29,434 | 29,700 | 29,968 | 30,238 | 30,512 | 30,789 |
| 9 | 31,055 | 31,315 | 31,577 | 31,840 | 32,106 | 32,374 | 32,646 | 32,916 |
| 10 | 33,932 | 34,217 | 34,502 | 34,790 | 35,081 | 35,375 | 35,670 | 35,969 |
| 11 | 39,531 | 39,945 | 40,369 | 40,798 | 41,231 | 41,671 | 42,117 | 42,569 |


| 12 | 42,701 | 43,116 | 43,538 | 43,964 | 44,396 | 44,833 | 45,276 | 45,724 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 13 | 45,856 | 46,314 | 46,776 | 47,246 | 47,720 | 48,201 | 48,687 | 49,181 |
| 14 | 49,550 | 50,054 | 50,564 | 51,081 | 51,601 | 52,130 | 52,666 | 53,207 |
| 15 | 53,614 | 54,168 | 54,728 | 55,297 | 55,870 | 56,451 | 57,041 | 57,637 |
| 16 | 58,083 | 58,694 | 59,310 | 59,934 | 60,565 | 61,204 | 61,854 | 62,508 |
| 17 | 63,000 | 63,671 | 64,349 | 65,035 | 65,735 | 66,436 | 67,146 | 67,869 |
| 18 | 68,411 | 69,147 | 69,893 | 70,648 | 71,413 | 72,189 | 72,971 | 73,764 |
| 19 | 75,192 | 76,275 | 77,374 | 78,491 | 79,628 | 80,780 | 81,954 | 83,147 |
| 20 | 83,962 | 85,183 | 86,426 | 87,688 | 88,972 | 90,277 | 91,601 | 92,949 |
| 21 | 93,699 | 95,079 | 96,483 | 97,909 | 99,360 | 100,833 | 102,330 | 103,853 |
| 22 | 104,699 | 106,261 | 107,847 | 109,459 | 111,098 | 112,763 | 114,456 | 116,174 |
| 23 | 117,131 | 118,896 | 120,689 | 122,520 | 124,520 | 126,553 | 128,618 | 130,716 |
| 24 | 131,885 | 134,035 | 136,224 | 138,448 | 140,709 | 143,004 | 145,340 | 147,711 |
| 25 | 150,349 | 152,802 | 155,296 | 157,830 | 160,408 | 163,024 | 165,686 | 168,388 |
| 26 | 169,894 | 172,666 | 175,484 | 178,349 | 181,259 | 184,218 | 187,223 | 190,280 |
| 27 | 191,979 | 195,111 | 198,297 | 201,534 | 204,824 | 208,166 | 211,564 | 215,017 |
| 28 | 216,938 | 220,477 | 224,077 | 227,734 | 231,449 | 235,227 | 239,069 | 242,969 |
| 29 | 245,137 | 249,140 | 253,206 | 257,340 | 261,538 | 265,808 | 270,145 | 274,557 |
| 30 | 277,006 | 281,527 | 286,123 | 290,794 | 295,538 | 300,362 | 305,263 | 310,245 |
| 31 | 407,656 | 415,617 | 423,734 | 432,011 | 440,450 | 449,052 | 457,823 | 466,765 |
| 32 | 486,013 | 495,816 | 505,815 | 516,016 | 526,422 | 537,037 | 547,868 | 558,918 |
| 33 | 613,668 | 632,079 |  |  |  |  |  |  |

The rates in the above Salary Schedule represent monthly remuneration for regular or contractual personnel, whether appointive or elective, and on full-time employment. The remuneration for those on part-time basis shall be proportionate to the actual services rendered.

Casual personnel shall be pad daily wage rate computed by dividing the corresponding monthly salary rate in the above Schedule by twenty-two (22) working days.

Sec. 8. Salary Adjustment for Personnel of Local Government Units. - The modified Salary Schedule authorized herein may be granted to personnel of LGUs subject to compliance with the Personnel Services (PS) limitation in the LGU budget under Sections 325 and 331 of Republic Act No. 7160 and authorization from the

Sanggunian as provided under Sections 447(a), 458(a) and 468(a) of Republic Act No. 7160.

In the implementation of the salary increases, LGUs shall likewise ensure compliance with the following:
a) The salaries of LGU personnel that may be authorized shall correspond to the LGU's income classification and shall not exceed the percentage of the Salary Schedule in Section 7 hereof, as follows:

| Percentage of the Salary Schedule |  |  |
| :--- | :---: | :---: |
|  | For Provinces / Cities | For Municipalities |
| Special Cities | $100 \%$ |  |
| $1^{\text {th }}$ Class | $100 \%$ | $90 \%$ |
| $2^{\text {td }}$ Class | $95 \%$ | $85 \%$ |
| $3^{\text {rd }}$ Class | $90 \%$ | $80 \%$ |
| $4^{\text {th }}$ Class | $85 \%$ | $75 \%$ |
| $5^{\text {th }}$ Class | $80 \%$ | $70 \%$ |
| $6^{\text {th }}$ Class | $75 \%$ | $65 \%$ |

b) The basic pay of barangay personnel shall be in the form of honoraria consistent with Republic Act No. 7160, which shall not exceed the percentage of the Salary Schedule corresponding to the income classification of the LGU.
c) In case of partial implementation of the authorized compensation rates, the same shall be at uniform percentage across all positions for every LGU.
Sec. 9. Implementation Schedule. - The modified Salary Schedule as provided herein shall be implemented in National Government Agencies as follows, subject to appropriations by Congress:
a) Starting January 1, 2025, the first tranche schedule for civilian personnel;
b) Starting January 1, 2026, the second tranche schedule for civilian personnel;
c) Starting January 1, 2027, the third tranche schedule for civilian personnel;
d) Starting January 1, 2028, the fourth tranche schedule for civilian personnel.
For covered GOCCs, GFIs and LGUs, the implementation period shall be in at least four (4) years depending on their financial capability, which each tranche starting not earlier than the dates stated above. GOCCs, GFIs and LGUs which do not have adequate or sufficient funds shall partially implement the modified Salary Schedule. In case of partial implementation, the same shall be at uniform percentage across all positions for every GOCC, GFI and LGU.

Sec. 10. Non-diminution in the Basic Salaries of Incumbent Employees. - In no case shall there by any diminution in the basic salaries of incumbent employees upon the implementation of this Act. For this purpose, they shall receive the new salary rates prescribed herein which in no case shall be less than their existing salary rates.

Sec. 11. Compensation and Position Classification Report. - The DBM shall prepare a Compensation and Position Classification Report for all government entities in the national government; GOCCs and GFIs including exempt entities and the status of implementation thereof. The reports shall be periodically updated and submitted to Congress and the Commission on Audit for public disclosure, monitoring, compliance with established policies and as basis for future policy decisions.

Sec. 12. Periodic Review of the Compensation and Position Classification System. - The DBM and Civil Service Commission (CSC) shall jointly review the CPCS every three (3) years, develop and recommend to the President a competitive compensation and remuneration system which shall attract and retain talent.

Sec. 13. Appropriations. - The funding sources for the amounts necessary to implement the modified Salary Schedule shall be as follows:
a) For national government entities, the amount necessary for the immediate implementation of this Act shall be included in the General Appropriations Act (GAA);
b) For covered GOCCs and GFIs, the amounts shall come from their respective corporate funds in the approved corporate operating budgets. Government corporations which do not have adequate or
sufficient funds shall only partially implement the established rates: Provided, That any partial implementation shall be at uniform proportion of the established rates for all positions in each government corporation; and
c) For LGUs, the amounts shall be charged against their respective local government funds in accordance with the pertinent provisions of this Act and Republic Act No. 7160.
Sec. 14. Implementing Rules and Regulations. - Within sixty (60) days after the effectivity of this Act, the DBM, CSC and GCG shall formulate the rules and regulations to effectively implement the provisions of this Act.

Sec. 15. Separability Clause. - If, for any reason, any section or provision of this Act is declared to be unconstitutional or invalid, the remainder of this Act or any provisions not affected thereby shall remain to be in full force and effect.

Sec. 16. Repealing Clause. - Any law, presidential decree or issuance, executive order, corporate charters, implementing rules and regulations, circulars, and other issuances prescribing salary grades for government officials and employees which are inconsistent with the provisions of this Act are hereby repealed, amended or modified accordingly.

Sec. 17. Effectivity. - This Act shall take effect fifteen (15) days following its complete publication in two (2) newspapers of general circulation or in the Official Gazette.

Approved,

