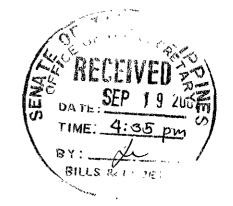
# FOURTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

First Regular Session



#### **SENATE**

# COMMITTEE REPORT NO. 1

Submitted jointly by the Committees on Justice and Human Rights; Civil Service and Government Reorganization; and Finance on <u>SFP 1 9 2007</u>

Re: Senate Bill No. 1620

Recommending its approval in substitution of Senate Bill Nos. 121, 1400, 1415 and 1597.

Sponsors: Senators Escudero, Enrile, Pangilinan, Cayetano (P), and Villar.

## MR. PRESIDENT:

The Committees on Justice and Human Rights; Civil Service and Government Reorganization; and Finance, to which were referred Senate Bill No. 121, introduced by Senator Enrile, entitled:

#### "AN ACT

GRANTING ADDITIONAL RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY, AMENDING FOR THE PURPOSE REPUBLIC ACT No. 910, AS AMENDED, AND FOR OTHER PURPOSES"

Senate Bill No. 1400, introduced by Senator Pangilinan, entitled:

# "AN ACT

GRANTING ADDITIONAL RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY, AMENDING FOR THE PURPOSE R.A. 910, AS AMENDED, AND FOR OTHER PURPOSES"

Senate Bill No. 1415, introduced by Senator Cayetano (P), entitled:

# "AN ACT

GRANTING ADDITIONAL RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 910, AS AMENDED, AND FOR OTHER PURPOSES"

Senate Bill No. 1597, introduced by Senator Villar, entitled:

"AN ACT

**PHILIPPINE** STRENGTHENING FURTHER THE GRANTING ADDITIONAL RETIREMENT BENEFITS TO ITS MEMBERS APPROPRIATING FUNDS THEREFOR AND FOR OTHER PURPOSES

have considered the same and have the honor to report them back to the Senate with the recommendation that the attached bill, Senate Bill No. 1620 prepared by the Committees. entitled:

# **"AN ACT**

GRANTING ADDITIONAL RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 910, AS AMENDED, AND FOR OTHER PURPOSES"

be approved in substitution of Senate Bill Nos. 121, 1400, 1415 and 1597.

Respectfully Submitted:

FRANCIS "CHIZ" G. ESCUDERO

Chairman, Committee on Justice and Human Rights Member, Committees on Finance and Civil Service and Government Reorganization

**ANTONIO TRILLANES IV** 

Chairman, Committee on Civil Service and Government Reorganization Member, Committee on Finance

JUAN PONCE ENRILE

Chairman, Committee of Finance Member, Committee on Justice

and Human Rights

Vice-Chairmen:

BENIGNO SIMEON "NOYNOY" AQUINO IIII

Committee on Justice and Human Rights

LOREN B. LEGARDA Committee on Civil Service and Government Reorganization

Member, Committee on Finance

Committee on Finance

Member, Committee on Civil Service and Government Reorganization

JOKER P. ARROYO Committee on Finance

MIRIAM DEFENSOR-SANTIA Committee on Finance

Members:

**ALAN PETER "COMPAÑERO"** S. CAYETANO

Committees on Justice and Human, Rights; **Cl**vil Service and Government Reorganization

GREGORIO B. HONASAN II Committees on Justice and Human Rights; Civil Service and Government Reorganization

RODOLFO & BIAZON

Committees on Justice and Human Rights; Finance

KICHARD J. GORDON Committees on Civil Service and Government Reorganization; Finance

MAR ROXAS

Committee on Finance

RÁMOŇ BONG REVILLA, JR. Committee's on Justice and Human

"COMPAÑERA" PIA S. CAYETANO

Committee on Justice and

Human Rights; Finance

Rights; Finance

M. A. MADRIGAL

Committees on Justice and Human

Rights; Finance

MANUEL "LITO" M. LAPID Committee on Finance

PANFILO M. LACSON Committee on Finance



Ex-Officio Members:

JINGGOY EJERCITO-ESTRADA
President Pro-Tempore

FRANCIS N. PANGILINAN Majority Leader

AQUILINO Q. PIMENTEL JR. Minority Leader

Hon. MANNY VILLAR Senate President Senate of the Philippines Pasay City

# FOURTEENTH CONGRESS OF THE REPUBLIC ) OF THE PHILIPPINES ) First Regular Session )

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PECEIVED TO DATE: 9-19-2007 TIME: 4:36 pm

SENATE S.B. No. 1620

Prepared by the Committees on Justice and Human Rights; Civil Service and Government Reorganization; and Finance, with Senators Enrile, Pangilinan, Cayetano (P), Villar, and Escudero as authors.

### AN ACT

GRANTING ADDITIONAL RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 910, AS AMENDED, AND FOR OTHER PURPOSES

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

SECTION 1. Section 1 of Republic Act No. 910, as amended is hereby amended to read as follows:

"SECTION 1. When a justice of the Supreme Court, [or of] the Court of Appeals, THE SANDIGANBAYAN, OR OF THE COURT OF TAX APPEALS, OR a judge of the [Court of First Instance, Industrial Relations, Agrarian Relations, Tax Appeals, Juvenile and Domestic Relations or a city or municipal judge] REGIONAL TRIAL COURT, METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED who has rendered at least [twenty] FIFTEEN (15) years service in the Judiciary or in any other branch of the Government, or in both (a) retires for having attained the age of seventy years or (b) resigns by reason of his OR HER incapacity to discharge the duties of his OR HER office AS CERTIFIED BY THE SUPREME COURT, he OR SHE shall receive during the residue of his OR HER natural life, in the manner hereinafter provided, the salary PLUS THE HIGHEST **AGGREGATE** OF TRANSPORTATION, LIVING AND **MONTHLY** REPRESENTATION ALLOWANCES which he OR SHE was receiving at the

time of his OR HER retirement, or resign	ation, AND NON-WAGE BENEFIT IN
THE FORM OF EDUCATION SCHOLARS	HIP TO ONE (1) LEGITIMATE CHILD
OF ALL JUSTICES AND JUDGES TO	FREE TUITION FEE IN A STATE,
UNIVERSITY OR COLLEGE: PROVIDED	), THAT SUCH GRANT WILL COVER
ONLY ONE (1) BACHELOR'S DEGREE.	[And] When a justice of the Supreme
Court, [or of] the Court of Appeals, THE SA	ANDIGANBAYAN OR OF THE COURT
OF TAX APPEALS, OR a judge of the	e [Court of First Instance, Industrial
Relations, Agrarian Relations, Tax Appeal	s, Juvenile and Domestic Relations or
a city or municipal judge] REGIONAL TRIAL COURT, METROPOLITAN TRIAL	
COURT, MUNICIPAL TRIAL COURT, M	UNICIPAL CIRCUIT TRIAL COURT,
SHARI'A DISTRICT COURT, SHARI'A	CIRCUIT COURT, OR ANY OTHER
COURT HEREAFTER ESTABLISHED ha	s attained the age of sixty years and
has rendered at least [twenty] FIFTEEN	years service in the Government, the
last [five] THREE of which shall have been	continuously rendered in the judiciary,
he OR SHE shall likewise be entitled to re	etire and receive during the residue of
his OR HER natural life also in the manner hereinafter provided, the salary PLUS	
THE HIGHEST MONTHLY AGGREGATE	OF TRANSPORTATION, LIVING AND
REPRESENTATION ALLOWANCE WHICH he was then receiving AND THE	
NON-WAGE BENEFIT IN THE FORM OF EDUCATION SCHOLARSHIP TO	
ONE (1) LEGITIMATE CHILD OF ALL JUSTICES AND JUDGES TO FREE	
TUITION FEE IN A STATE UNIVER	SITY OR COLLEGE; PROVIDED,
HOWEVER, THAT ANY JUSTICE OR JUDGE WITH LESS THAN FIFTEEN (15)	
YEARS SERVICE IN THE GOVERNME	ENT OR JUDICIARY, WHO SHALL
RETIRE DUE TO REASONS HEREI	NABOVE PROVIDED, SHALL BE
ENTITLED TO A PRO-RATA MONTHLY P	ENSION COMPUTED AS FOLLOWS:
NO. OF YEARS IN THE	BASIC PAY PLUS THE
GOVERNMENT OR JUDICIARY	HIGHEST MONTHLY
×X	AGGREGATE
15 YEARS	TRANSPORTATION,
	LIVING REPRESENTATION

**ALLOWANCES** 

It is a condition of the pension provided for herein that no retiring justice or judge [of a court of record or city or municipal judge] OF THE AFOREMENTIONED COURTS OR HIS OR HER SURVIVING SPOUSE RECEIVING THE BENEFITS OF THIS ACT during the time that he OR SHE is receiving said pension shall appear as counsel before any court in any civil case wherein the Government or any subdivision or instrumentality thereof is the adverse party, or in any criminal case wherein an INCUMBENT OR FORMER officer or employee of the Government is accused of an offense committed in relation to his office, or collect any fee for his appearance in any administrative proceedings to maintain an interest to the Government, national, provincial or municipal, or to any of its legally constituted officers. It is also a condition of the pension provided for herein that [no] WHEN A member of the Judiciary OR HIS OR HER SURVIVING SPOUSE entitled to the benefits of this Act shall assume an [elective public] **POSITION** IN **GOVERNMENT** office OR OR ANY OF **ITS** INSTRUMENTALITIES, WHETHER ELECTIVE OR APPOINTIVE, WHICH ENTITLES HIM OR HER TO RECEIVE A SALARY, he OR SHE shall not, upon assumption of office and during his OR HER term, receive the monthly pension due him OR HER.

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SEC. 2. Section 2 of the same Republic Act is hereby amended to read as follows:

"SEC. 2 In case a justice of the Supreme Court, [or of] the Court of Appeals, THE SANDIGANBAYAN, OR OF THE COURT OF TAX APPEALS, OR a judge of the [Court of First Instance, Industrial Relations, Agrarian Relations, Tax Appeals, Juvenile and Domestic Relations, city or municipal judge] REGIONAL TRIAL COURT, METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED, dies while in actual service, his OR HER heirs shall receive a lump sum of five years' gratuity computed on the basis of the highest monthly salary plus the highest monthly aggregate of transportation, living and representation allowances received by him OR HER as such justice or judge [if

by reason of his length of service in the government he was already entitled to the benefits of this Act] WITHOUT THE LENGTH OF SERVICE REQUIRED IN SECTION ONE HEREOF: PROVIDED, HOWEVER, WHERE THE DECEASED JUSTICE OR JUDGE HAS RENDERED AT LEAST FIFTEEN YEARS OF SERVICE EITHER IN THE JUDICIARY OR IN ANY OTHER BRANCH OF GOVERNMENT OR BOTH, HIS OR HER HEIRS SHALL INSTEAD BE ENTITLED TO A LUMP SUM OF TEN YEARS GRATUITY COMPUTED ON THE SAME BASIS AS INDICATED IN THIS PROVISION. [The same benefits provided for in this section shall be extended to any incumbent justice of the Supreme Court or the Court of Appeals, or judge of the Court of First Instance, Circuit Criminal Court, Agrarian Relations, Tax Appeals, Juvenile and Domestic Relations, or city or municipal court, or any other court hereinafter established; as the case may be, without having attained the length of service required in Section 1 hereof, shall have to retire upon reaching the age of sixty five years, or upon other cause, such as illness or permanent physical disability, to be certified by the tribunal to which the justice concerned belongs, or by the Supreme Court in the case of an incumbent judge of the Court of First Instance, and other similar courts or records, or a city or municipal judge, which render him incapacitated to continue in his position.]

HER WORK AS SUCH, THE LEGITIMATE SURVIVING SPOUSE, AS WELL AS THE LEGITIMATE AND ADOPTED CHILDREN BELOW EIGHTEEN (18) YEARS OF AGE SHALL RECEIVE IN EQUAL SHARES ALL RETIREMENT BENEFITS OF THE DECEASED JUSTICE OR JUDGE AS IF SUCH JUSTICE OR JUDGE HAS REACHED COMPULSORY RETIREMENT AGE: PROVIDED, THAT, THE JUSTICE OR JUDGE HAS SERVED IN GOVERNMENT FOR AT LEAST FIVE (5) YEARS REGARDLESS OF AGE AT THE TIME OF DEATH. WHEN A JUSTICE OR JUDGE IS KILLED INTENTIONALLY WHILE IN SERVICE, THE PRESUMPTION IS THAT THE DEATH IS WORK RELATED.

UPON REACHING THE AGE OF TWENTY-ONE (21), PREVIOUSLY ENTITLED CHILDREN-BENEFICIARIES SHALL CEASE TO RECEIVE THEIR

PART OF THE RETIREMENT BENEFIT, WHICH SHARE SHALL REDOUND TO THE SURVIVING SPOUSE. THE SURVIVING SPOUSE SHALL CONTINUE TO RECEIVE SUCH RETIREMENT BENEFITS FOR THE REST OF HIS OR HER NATURAL LIFE OR UNTIL REMARRIAGE.

SEC. 3. Section 3 of the same Act is hereby amended to read as follows:

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"SEC. 3. Upon retirement, a justice of the Supreme Court, [or of] the Court of Appeals, THE SANDIGANBAYAN OR OF THE COURT OF TAX APPEALS, OR a judge of the [Court of First Instance, Industrial Relations, Agrarian Relations, Tax Appeals, Juvenile and Domestic Relations or a city or municipal judge] REGIONAL TRIAL COURT, METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED shall be automatically entitled to a lump sum payment of five years' salary [based upon] COMPUTED ON THE BASIS OF the highest [annual] MONTHLY salary PLUS THE HIGHEST MONTHLY AGGREGATE OF TRANSPORTATION, LIVING AND REPRESENTATION ALLOWANCES that said justice or judge [has received] WAS RECEIVING ON THE DATE OF HIS OR HER RETIREMENT and thereafter, upon survival after the expiration of this period of five years, to a further annuity payable monthly during the residue of his OR HER natural life[, equivalent to the amount of salary he was receiving on the date of his retirement] PURSUANT TO SECTION 1 HEREOF: Provided, however, That if the reason for the retirement be with the attendance of any permanent disability contracted during his OR HER incumbency in office and prior to the date of retirement, he OR SHE shall receive [only] a gratuity equivalent to ten years' salary [with no further annuity payable monthly during the rest of the retiree's natural life] AND THE ALLOWANCES AFOREMENTIONED: PROVIDED, FURTHER, THAT SHOULD THE RETIREMENT BE WITH THE ATTENDANCE OF ANY PARTIAL PERMANENT DISABILITY CONTRACTED DURING HIS OR HER INCUMBENCY AND PRIOR TO THE DATE OF RETIREMENT, HE OR SHE SHALL RECEIVE AN ADDITIONAL GRATUITY EQUIVALENT TO TWO (2) YEARS' LUMP SUM

THAT HE OR SHE IS ENTITLED TO UNDER THIS ACT: PROVIDED, FURTHER, THAT IF THE JUSTICE OR JUDGE SURVIVES AFTER TEN (10) YEARS OR SEVEN (7) YEARS, AS THE CASE MAY BE, HE OR SHE SHALL CONTINUE TO RECEIVE A MONTHLY ANNUITY AS COMPUTED UNDER THIS ACT DURING THE RESIDUE OF HIS OR HER NATURAL LIFE PURSUANT TO SECTION 1 HEREOF: PROVIDED, FINALLY, THAT THOSE WHO HAVE RETIRED WITH THE ATTENDANCE OF ANY PARTIAL PERMANENT DISABILITY FIVE YEARS PRIOR TO THE EFFECTIVITY OF THIS ACT SHALL BE ENTITLED TO THE SAME BENEFITS PROVIDED HEREIN.

UPON THE DEATH OF A JUSTICE OR JUDGE OF ANY COURT IN THE JUDICIARY, IF SUCH JUSTICE OR JUDGE HAS RETIRED, OR WAS ELIGIBLE TO RETIRE OPTIONALLY AT THE TIME OF DEATH, THE SURVIVING LEGITIMATE SPOUSE SHALL BE ENTITLED TO RECEIVE ALL THE RETIREMENT BENEFITS THAT THE DECEASED JUSTICE OR JUDGE WOULD HAVE RECEIVED HAD THE JUSTICE OR JUDGE NOT DIED. THE SURVIVING SPOUSE SHALL CONTINUE TO RECEIVE SUCH RETIREMENT BENEFITS UNTIL THE SURVIVING SPOUSE'S DEATH OR REMARRIAGE."

"Sec. 3-A. ALL PENSION BENEFITS OF RETIRED MEMBERS OF THE JUDICIARY SHALL BE AUTOMATICALLY INCREASED WHENEVER THERE IS AN INCREASE IN THE SALARY OF THE SAME POSITION FROM WHICH HE OR SHE RETIRED."

"Sec. 3-B. THE BENEFITS UNDER THIS ACT SHALL BE GRANTED TO ALL THOSE WHO HAVE RETIRED PRIOR TO THE EFFECTIVITY OF THIS ACT."

SEC. 4. During the fiscal year two thousand and seven, this Act shall be funded from savings of the judiciary. Thereafter, the necessary sum for this purpose shall be included in the annual General Appropriations Act.

SEC.5. All laws. decrees, orders, rules or regulations or parts thereof inconsistent with the provisions of this Act are hereby repealed or modified accordingly.

- 1 SEC. 6. This Act shall take effect fifteen (15) days following the completion of its
- 2 publication in the Official Gazette or in any two (2) newspapers of general circulation.
- 3 Approved,