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

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NECEIVED BY:

## SENATE

## s. No. 1662

Prepared by the Committees on Labor, Employment and Human Resources Development and Social Justice, Welfare & Rural Development

"AN ACT

PROVIDING FOR ADDITIONAL BENEFITS AND PROTECTION TO THE HOUSEHELPERS THEREBY AMENDING FOR THIS PURPOSE ARTICLES 141, 142,143, 148 AND 151 OF CHAPTER III OF P.D. 442, AS AMENDED, OTHERWISE KNOWN AS "THE LABOR CODE OF THE PHILIPPINES"

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

1 SECTION 1. Article 141 of Presidential Decree 442, as amended,

2 otherwise known as the Labor Code of the Philippines" is hereby amended to

3 read as follows:

4 "Article 141. Coverage- This Chapter shall apply to all persons rendering

5 services in household for compensation.

"Domestic [or household service] "HELPER", "HOUSEHOLD 6 HELPERS" OR "KASAMBAHAY" [shall mean service in the employer's 7 8 home which is usually necessary or desirable for the maintainance and 9 enjoyment thereof and includes ministering to the personal comfort and 10 convenience of the members of the employers households, including services of family drivers.] REFERS TO ANY PERSON, WHO RENDERS FOR 11 COMPENSATION, TO A HOMEOWNER/EMPLOYER UNDERTAKING 12 TASKS ASCRIBED AS NORMAL HOUSEHOLD CHORES WITHIN A 13 SPECIFIC HOUSEHOLDS. THE TERM INCLUDES MAIDS, COOKS, 14 HOUSEBOYS AND "YAYAS" WHO PROVIDE DAILY SERVICE, EITHER 15 16 ON A FULL-TIME, LIVE-IN OR LIVE-OUT BASIS."

SEC. 2. Article 142 of P. D. 442, as amended is hereby amended and
 renumbered to read as follows:

3 "Art. 142 (1). Contract of domestic service. - [The original contract of 4 domestic service shall not last for more than two (2) years but it may be 5 renewed for such periods as may be agreed upon by the parties.] ALL HOUSEHOLD WORKING ARRANGEMENTS OR AGREEMENTS SHALL BE 6 COVERED BY WRITTEN EMPLOYMENT CONTRACT, IN A 7 A LANGUAGE OR DIALECT UNDERSTOOD BY BOTH THE EMPLOYER 8 HOUSEHOLD HELPER, AND THE 9 DULY SIGNED BY BOTH 10 CONTRACTING PARTIES. EACH CONTRACTING PARTY SHALL BE PROVIDED WITH A COMPLETE SET OF THE DULY SIGNED CONTRACT 11 **OF SERVICE WHICH SHALL INCLUDE THE FOLLOWING:** 12

13 (1.1) PERIOD OF EMPLOYMENT, WHICH SHALL NOT
 14 EXCEED TWO (2) YEARS;

15 (1.2) MONTHLY COMPENSATION AND MODE OF
 16 PAYMENT

17 (1.3) ANNUAL SALARY INCREASE;

18 (1.4) DUTIES AND RESPONSIBILITIES;

19 (1.5) WORKING HOURS AND DAY-OFF SCHEDULE; AND

20(1.6) LIVING QUARTERS OR SLEEPING ARRANGEMENT."21"ART. 142 (2). MEDICAL OR HEALTH CERTIFICATE, BARANGAY22CLEARANCE AND BIRTH CERTIFICATE AS PRE-REQUISITES FOR23EMPLOYMENT. - AS PREREQUISITES FOR EMPLOYMENT IN24DOMESTIC WORK, ALL PROSPECTIVE APPLICANTS SHOULD25SECURE THE FOLLOWING DOCUMENTS:

26 (2.1) MEDICAL CERTIFICATE OR IN LIEU THEREOF,
 27 HEALTH CERTIFICATE ISSUED BY A LOCAL GOVERNMENT HEALTH

OFFICERS ATTESTING TO THE PHYSICAL AND MENTAL FITNESS OF 1 THE DOMESTIC WORKER; 2 (2.2) BARANGAY CLEARANCE; AND 3 (2.3) DULY AUTHENTICATED BIRTH CERTIFICATE FROM 4 THE NATIONAL STATISTICS OFFICE (NSO)." 5 6 SEC. 3. Subparagraphs (1), (2) and (3), Article 143 of Presidential Decree No. 442, an amended, are hereby amended and renumbered to read 7 8 as follws: 9 "Art. 143-(1). Minimum wage. - (a) House helpers OR DOMESTIC HELPERS, AS DEFINED UNDER THIS ACT, shall be paid the 10 11 following minimum wage rates: 12 [Eight Hundred Pesos (P800.00)] THREE THOUSAND (1)PESOS (P3,000.00) a month for househelpers [in Manila, Quezon, Pasay 13 and Caloocan cities and the municipalities of Makati, San Juan, 14 Mandaluyong, Muntinlupa, Navotas, Malabon, Parañague, Las Piñas, 15 Pasig, Marikina, Valenzuela, Taguig and Pateros in Metro Manila and in 16 highly urbanized cities] EMPLOYED IN THE NATIONAL CAPITAL 17 18 **REGION**; [Six Hundred Fifty pesos (P650.00)] TWO THOUSAND 19 (2) FIVE HUNDRED PESOS (P2,500.00) a month for those EMPLOYED in 20 other chartered cities and first class municipalities; and 21 [Five Hundred fifty pesos (P550.00)] TWO THOUSAND 22 (3) **PESOS (P2,000.00)** a month for those in other municipalities. 23 [Provided, That the employers shall review the employment 24 contracts of their househelpers every three (3) years with the end in 25 view of improving the terms and conditiond thereof.] 26 [Provided, further, That those househelpers who are receiving 27 at least One thousand pesos (P1,000.00) shall be covered by the Social 28

Security System (SSS) and be entitled to all the benefits provided
 thereunder.]

3 "AFTER ONE (1) YEAR FROM THE EFFECTIVITY OF THIS ACT
4 AND EVERY YEAR THEREAFTER THE REGIONAL TRIPARTITE WAGES
5 AND PRODUCTIVITY BOARDS (RTWPBS) SHALL REVIEW, AND IF
6 PROPER, DETERMINE AND ADJUST APPROPRIATE MINIMUM WAGE
7 RATES OF HOUSEHOLD OR DOMESTIC HELPERS."

8 "ART. 143 (2). PAYMENT OF WAGES. - PAYMENT OF WAGES 9 SHALL BE MADE DIRECTLY TO THE DOMESTIC WORKER TO WHOM THEY ARE DUE IN CASH, AT LEAST TWICE A MONTH. THE 10 EMPLOYER, UNLESS ALLOWED BY THE DOMESTIC WORKER 11 THROUGH A WRITTEN CONSENT, SHALL MAKE NO DEDUCTIONS 12 FROM HIS/HER WAGES OTHER THAN THAT WHICH IS 13 MANDATED BY LAW. NO EMPLOYER SHALL PAY THE WAGES OF A DOMESTIC 14 WORKER BY MEANS OF PROMISORY NOTES, VOUCHERS, COUPONS, 15 16 TOKENS, TICKETS, CHITS OR ANY OBJECT OTHER THAN THE CASH WAGE AS PROVIDED FOR UNDER THIS ACT." 17

18 "ART. 143 (3). PAY SLIP. - ALL EMPLOYERS ARE MANDATED AT ALL TIMES TO PROVIDE THEIR DOMESTIC 19 WORKER WITH A COPY OF THEIR PAY SLIP WHICH SHALL CONTAIN THE 20 AMOUNT PAID IN CASH BY THE EMPLOYER TO THE DOMESTIC WORKER 21 EVERY PAY DAY, AS PRESCRIBED UNDER THIS ACT. THE COPIES OF 22 THE PAY SLIP MUST BE KEPT BY THE EMPLOYER FOR A PERIOD OF 23 THREE (3) YEARS." 24

25 "ART. 143 (4). PLACE OF PAYMENT. – PAYMENT OF WAGES
26 SHALL BE MADE AT OR NEAR THE PLACE OF UNDERTAKING, EXCEPT
27 AS OTHERWISE PROVIDED BY SUCH REGULATIONS AS THE

SECRETARY OF LABOR MAY PRESCRIBE UNDER CONDITIONS TO
 ENSURE PROTECTION OF WAGES."

"ART, 143 (5) PROHIBITION OR INTERFERENCE IN DISPOSAL OF 3 4 WAGES- NO EMPLOYER SHALL LIMIT OR OTHERWISE INTERFERE WITH THE FREEDOM OF ANY DOMESTIC WORKER TO DISPOSE OF 5 HIS/HER WAGES. THE EMPLOYER SHALL NOT IN ANY MANNER 6 FORCE, COMPEL, OR OBLIGE THE DOMESTIC WORKER TO 7 PURCHASE MERCHANDISE, COMMODITIES OR OTHER PROPERTIES 8 9 FROM THE EMPLOYERS OR FROM ANY OTHER PERSON, OR OTHERWISE MAKE USE OF ANY STORE OR SERVICES OF SUCH 10 **EMPLOYER OR ANY OTHER PERSON."** 11

12 "ART. 143 (6) PROHIBITION AGAINST WITHOLDING OF WAGES 13 IT SHALL BE UNLAWFUL FOR AN EMPLOYER, DIRECTLY OR
14 INDIRECTLY, TO WITHHOLD ANY AMOUNT FROM THE WAGES OF
15 THE DOMESTIC WORKER OR INDUCE HIM/HER TO GIVE UP ANY
16 PART OF HIS/HER WAGES BY FORCE, STEALTH, INTIMIDATION,
17 THREAT OR BY ANY OTHER MEANS WHATSOEVER."

18 "ART. 143 (7). PROHIBITION ON DEPOSITS FOR LOSS OR
19 DAMAGE. - NO EMPLOYER SHALL REQUIRE HIS/HER DOMESTIC
20 WORKER TO MAKE DEPOSITS FROM WHICH DEDUCTIONS SHALL BE
21 MADE FOR THE REIMBURSEMENT OF LOSS OR DAMAGE TO TOOLS,
22 MIATERIALS, FURNITURE AND EQUIPMENT IN THE HOUSEHOLD."

23 "ART. 143 (8). PROHIBITION ON BONDED LABOR - IT SHALL BE
24 UNLAWFUL FOR AN EMPLOYER TO USE THE FUTURE SERVICES OF
25 THE HOUSEHELPERS AS COLLATERAL FOR A LOAN OR ADVANCE
26 MADE BY THE LATTER, LIKEWISE, IT SHALL BE UNLAWFUL FOR THE
27 EMPLOYER TO BIND THE HOUSEHOLD HELPER FOR HIS/HER

CONTINUOUS EMPLOYMENT AS A FORM OF PAYMENT FOR ANY
 LOAN OR ADVANCE MADE BY THE LATTER."

3 "ANY EMPLOYER WHO VIOLATES THIS PROVISIONS SHALL BE
4 PUNISHED UNDER EXISTING PENAL LAWS WITHOUT PREJUDICE TO
5 CIVIL AND ADMINISTRATIVE CASES WHICH MAY BE FILED AGAINST
6 HIM/HER."

7 SEC. 4. NON-DIMINUTION CLAUSE - NOTHING IN THIS ACT 8 SHALL BE CONSTRUED TO CAUSE THE DIMINUTION OR 9 SUBSTITUTION OF ANY BENEFITS AND PRIVILEGES CURRENTLY 10 ENJOYED BY THE KASAMBAHAY. ALL EXISTING ARRANGEMENTS 11 BETWEEN EMPLOYER AND KASAMBAHAY SHALL CONFORM TO THE 12 MINIMUM STANDARDS SET BY THIS ACT."

13 SEC. 5. Article 148 of Presidential Decree No. 442, as amended, is
14 hereby amended to read as follows:

"Art. 148. Board, lodging and medical attendance- The Employer shall
furnish the househelper free of charge suitable and sanitary living quarters as
well as adequate food and medical attendance.

18 "EVERY EMIPLOYER SHALL KEEP IN HIS/HER HOUSEHOLD SUCH
19 FIRST-AID MEDICINES AND EQUIPMENT AS THE NATURE AND
20 CONDITIONS OF DOMESTIC WORK MAY REQUIRE, IN ACCORDANCE
21 WITH THE RULES AND REGULATIONS THAT WILL BE PRESCRIBED BY
22 THE DEPARTMENT OF LABOR AND EMPLOYMENT (DOLE), IN
23 ACCORDANCE WITH THE PROVISION OF THIS ACT."

SEC. 6. A new provision, Article 148-(1) is hereby inserted to read as
follows:

26 "ART. 148-(1) ALL HOUSEHOLD HELPERS SHALL BE COVERED BY
 27 THE SOCIAL SECURITY SYSTEM (SSS) AND BE ENTITLED TO ALL THE

BENEFITS IN ACCORDANCE WITH THE PERTINENT PROVISIONS OF
 REPUBLIC ACT NO. 1611, AS AMENDED."

3 "THE SSS SHALL IMPLEMENT THE OUTREACH PROGRAM THAT WILL
4 FACILITATE THE REMITTANCE OF SSS CONTRIBUTIONS OF THE
5 HOUSEHELPER AND EMPLOYER THROUGH THE MOST FEASIBLE
6 MEANS. THIS OUTREACH PROGRAM SHALL BE CONCEPTUALIZED
7 AND INITIATED WITHIN ONE (1) YEAR FROM THE DATE OF THE
8 EFFECTIVITY OF THIS ACT."

9 SEC. 7. A new provision, Article 148-(2) is hereby inserted to read as
10 follows:

11 "ART. 148-(2) MEMBERSHIP IN THE PHILIPPINE HEALTH 12 **INSURANCE CORPORATION (PHILHEALTH)- ALL HOUSEHELPERS SHALL** THE PHILIPPINE 13 BE COVERED BY HEALTH INSURANCE 14 CORPORATION (PHILHEALTH) IN ACCORDANCE WITH THE **GUIDELINE AND BE ENTITLED TO ALL THE BENEFITS PROVIDED BY** 15 16 LAW. THE PREMIUM PAYMENTS FOR PHILHEALTH CONTRIBUTIONS SHALL BE SHOULDERED BY THE EMPLOYER." 17

18 SEC. 8. Article 151 of Presidential Decree No. 442, as amended, is
 19 hereby amended to read as follows:

20 "Art. 151-(1). Employment Certification- Upon the severance of the 21 household service relation, the employershall give the househelper/DOMESTIC WORKER 22 а written EMPLOYMENT 23 **CERTIFICATION INDICATING** [statement of] the nature, [and] duration of the service, WORK PERFORMANCE, [and his or her] efficiency and conduct 24 as househelper/DOMESTIC WORKER." 25

26 "ART. 151-(2). EMPLOYER'S REPORTORIAL DUTIES. - EVERY
 27 EMPLOYER OF DOMESTIC WORKER IS MANDATED TO REGISTER
 28 THEIR KASAMBAHAY IN ACCORDANCE WITH THE REGISTRATION

SYSTEM THAT SHALL BE ESTABLISHED BY LGUS FOR THE MUTUAL
 PROTECTION OF THE KASAMBAHAYS AND THE EMPLOYER."

3 "EVERY EMPLOYER OF DOMESTIC WORKER IS ALSO MANDATED TO
4 KEEP THE FOLLOWING RECORDS TO REFLECT THE ACTUAL TERMS
5 AND CONDITIONS OF EMPLOYMENT OF HIS/HER DOMESTIC
6 WORKER FOR A PERIOD OF THREE (3) YEARS AFTER THE DOMESTIC
7 WORKER HAS LEFT THE SERVICES OF THE EMPLOYER FOR PURPOSES
8 OF DOCUMENTATION:

9 (2.1) REGISTER OF ALL DOMESTIC WORKERS EMPLOYED BY
 10 HIM/HER, INDICATING THE DATES OF THEIR BIRTH;

 11
 (2.2) SEPARATE FILE FOR THEIR EMPLOYMENT CONTRACTS

 12
 AND EMPLOYMENT CERTIFICATES;

13 (2.3) SEPARATE FILE FOR THEIR BARANGAY CLEARANCE; AND
 14 (2.4) SEPARATE FILE FOR THEIR MEDICAL OR HEALTH
 15 CERTIFICATES."

16 "IT SHALL BE UNLAWFUL FOR ANY EMPLOYER TO MAKE ANY
17 REPORT OR RECORD, PURSUANT TO THE PROVISIONS OF THIS ACT,
18 KNOWING SUCH REPORT OR RECORD TO BE FALSE."

SEC. 9. ROLE OF LOCAL GOVERNMENT UNITS. - LOCAL
 GOVERNMENT UNITS (LGUS) SHALL FACILITATE ACCESS OF
 KASAMBAHAYS TO ALL EXISTING PROGRAMS AND SERVICES. THE
 LGUS, THROUGH THEIR LOCAL DEVELOPMENT PLANS, SHALL
 PRIORITIZE CONCERNS REGARDING KASAMBAHAYS AND DEVELOP
 AND IMPLEMENT PLANS AND PROGRAMS IN SUPPORT OF THIS
 LAW."

26 SEC. 10. ARAW NG MGA KASAMBAHAYS – THE DATE UPON
 27 WHICH THE PRESIDENT SHALL APPROVE THIS BATAS KASAMBAHAY
 28 WILL BE DESIGNATED AS THE "ARAW NG MGA KASAMBAHAY".

1 SEC. 11. Implementing Rules and Regulations. - The Department of 2 Interior and Local Government and the Department of Labor and 3 Employment, in collaboration with other government agencies charged with 4 the implementation of the provisions of this Act shall, within a period of 5 NINETY (90) DAYS from the date of its effectivity, promulgate the necessary 6 implementing rules and regulations.

SEC. 12. Repealing Clause. - All laws, decrees, presidential issuances,
executive orders, rules and regulations or parts thereof not consistent with the
provisions of this Act are hereby amended, repealed or modified
accordingly.

11 **SEC. 13.** Separability Clause. - If any provision or part of this Act, or 12 the application thereof to any person or circumstance be held unconstitutional 13 or be declared invalid, the remainder of this Act shall not be affected thereby.

SEC. 14. Effectivity Clause. – This Act shall take effect fifteen (15) days
 following the completion of its publication in the Official Gazette or in two (2)
 newspapers of general circulation.

17 Approved.