# THIRTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

Third Regular Session



### SENATE

COMMITTEE REPORT NO. 242
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Submitted jointly by the Committees on Justice and Human Rights; Civil Service and Government Reorganization; and Finance on FEB 0 5 2007

Re : Senate Bill No. 2591

Recommending its approval in substitution of Senate Bill Nos. 814, 1084, 1404, 1799, 1824, 1844 and 2566.

Sponsors: Senators Enrile, Angara and Drilon.

#### MR. PRESIDENT:

The Committees on Justice and Human Rights; Civil Service and Government Reorganization; and Finance, to which was referred Senate Bill No. 814, introduced by Senator Villar, Jr., entitled:

# "AN ACT

PROVIDING FOR THE PAYMENT OF SURVIVORSHIP BENEFITS TO THE SPOUSE OF A DECEASED RETIRED JUSTICE OF THE SUPREME COURT OR COURT OF APPEALS OR OF A DECEASED RETIRED MEMBER OF THE CONSTITUTIONAL COMMISSIONS, AND FOR OTHER PURPOSES"

Senate Bill No. 1084, introduced by Senator Angara, 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. 1404, introduced by Senator Pangilinan, entitled:

#### "AN ACT

TO AMEND SECTIONS ONE, TWO, THREE-A OF REPUBLIC ACT NO. 910 PROVIDING FOR THE RETIREMENT OF JUSTICES AND JUDGES IN THE JUDICIARY AS AMENDED TO APPROPRIATE FUNDS FOR THIS PURPOSE"

Senate Bill No. 1799, introduced by Senator Cayetano, entitled:

#### "AN ACT

PROVIDING FOR RETIREMENT BENEFITS OF ALL MEMBERS OF THE JUDICIARY, FURTHER AMENDING FOR THE PURPOSE SECTION ONE OF REPUBLIC ACT NO. 910, AS AMENDED"

Senate Bill No. 1824, introduced by Senator Villar, Jr., entitled:

#### "AN ACT

PROVIDING FOR THE RETIREMENT BENEFITS OF MEMBERS OF THE JUDICIARY, FURTHER AMENDING FOR THE PURPOSE SECTION 1 OF REPUBLIC ACT NO. 910, AS AMENDED"

Senate Bill No. 1844, introduced by Senator Pangilinan, entitled:

#### "AN ACT

PROVIDING FOR THE RETIREMENT BENEFITS OF MEMBERS OF THE JUDICIARY, FURTHER AMENDING FOR THE PURPOSE SECTION 1 OF REPUBLIC ACT NO. 910, AS AMENDED"

Senate Bill No. 2566, introduced by Senator Drilon, entitled:

#### "AN ACT

TO PROVIDE SURVIVORSHIP RETIREMENT BENEFITS TO MEMBERS OF THE JUDICIARY"

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. 2591, 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. 814, 1084, 1404, 1799, 1824, 1844 and 2566 with Senators Villar, Jr., Angara, Pangilinan, Cayetano, and Drilon, as authors thereof.

Respectfully submitted:

Chairmen:

JUAN PONCE ENRILE
Chairman, Committee on Justice and Human Rights
Member, Committee on Finance

**PANFILO M. LACSON** 

Chairman, Committee on Civil Service and Government Reorganization Member, Committee on Finance FRANKLIN M. DRILON
Charman, Committee on Finance
Member, Committee on Justice and
and Human Rights

Members:

RAMON "BONG" REVILLA, JR.

Member, Committees on Justice and Human Rights; Youth, Women and Family Relations; and Finance "COMPAÑERA" PIA S. CAYETANO

Member, Committee on Justice and Human Rights

RICHARÓ J. GORDON

Member, Committees on Justice and Human Rights; and Finance **JINGGOY EJERCITO ESTRADA** 

Member, Committees on Justice and Human Rights; and Civil Service and Government Corporations ALPREDO S. LIM

Member, Committees on Justice and Human Rights; and Finance M.A. MADRIGAL

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

RAMON B. MAGRAYSAY JR
Member, Committees on Civil Service
and Government Reorganization;
and Finance

**RALPH G. RECTO** 

Member, Committees on Civil Service and Government Reorganization; and Finance

JOKER P. ARROYO
Member, Committee on Finance

MIRIAM DEFENSOR SANTIAGO Member, Committee on Finance

RODOLFO G. BIAZON Member, Committee on Finance MAR ROXAS
Member, Committee on Finance

MANUEL "LITO" M. LAPID Member, Committee on Finance SERGIO OSMEÑA III Member, Committee on Finance

EDGARDO J. ANGARA Member, Committee on Finance LUISA "LOI" P. EJERCITO ESTRADA Member, Committee on Finance

# Ex-Officio Members:

FRANCIS N. PANGILINAN Majority Leader

AQUILINO Q. PIMENTEL, JR.

Minority Leader

Hon. MANNY VILLAR President Senate of the Philippines Pasay City

# THIRTEENTH CONGRESS OF THE ) REPUBLIC OF THE PHILIPPINES ) Third Regular Session )



# SENATE S. NO. 2591

Introduced by Senators Juan Ponce Enrile, Edgardo J. Angara, Franklin M. Drilon, Manuel B. Villar, Jr., Francis N. Pangilinan, Compañera Pia S. Cayetano

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 the 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:

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"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] REGIONAL TRIAL COURT, [Industrial Relations], [Juvenile and Domestic Relations] METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, [or a city or municipal judge] MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED who has rendered at least [twenty (20)] 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 incapacity to discharge the duties of his office AS CERTIFIED BY THE SUPREME COURT, he shall receive during the residue of his natural life, in the manner hereinafter provided, the salary PLUS THE HIGHEST MONTHLY AGGREGATE OF TRANSPORTATION, LIVING AND REPRESENTATION

ALLOWANCES which he was receiving at the time of his retirement, or resignation, AND 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 UNIVERSITY OR COLLEGE, PROVIDED THAT SUCH GRANT WILL COVER ONLY ONE (1) BACHELOR'S DEGREE. [And] When a justice 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] REGIONAL TRIAL COURT, [Industrial Relations], [Juvenile and Domestic Relations] METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, [or a city or municipal judgel MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED, [or a city or municipal judge] has attained the age of sixty years (60) and has rendered at least FIFTEEN [twenty] years service in the Government, the last five (5) of which shall have been continuously rendered in the Judiciary, he shall likewise be entitled to retire and receive during the residue of his natural life also in the manner hereinafter provided, the salary PLUS THE HIGHEST MONTHLY AGGREGATE OF TRANSPORTATION, LIVING AND REPRESENTATION ALLOWANCES 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 UNIVERSITY OR COLLEGE. PROVIDED, HOWEVER, THAT ANY JUSTICE OR JUDGE WITH LESS THAN FIFTEEN (15) YEARS SERVICE IN THE GOVERNMENT OR JUDICIARY, WHO SHALL RETIRE DUE TO REASONS HEREINABOVE PROVIDED, SHALL BE ENTITLED TO A PRO-RATA MONTHLY PENSION COMPUTED AS FOLLOWS:

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NO. OF YEARS IN THE GOVERNMENT OR JUDICIARY 15 YEARS

BASIC PAY PLUS THE HIGHEST MONTHLY AGGREGATE OF TRANSPORATION, LIVING AND REPRESENTATION ALLOWANCES

It is a condition of the pension provided for herein that no retiring Justice or Judge of THE AFOREMENTIONED COURTS during the time that he 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 proceeding 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 when a member of the Judiciary entitled to the benefits of this Act shall assume an elective public office, [he] shall not, upon assumption of office and during his term, receive the monthly pension OR ANY OF THE ALLOWANCES due him.

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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 Court of Appeals, THE SANDIGANBAYAN OR OF THE COURT OF TAX APPEALS, OR a Judge of the [Court of First Instance] REGIONAL TRIAL COURT, [Industrial Relations], [Juvenile and Domestic Relations] METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, [or a city or municipal judge] MUNICIPAL CIRCUIT TRIAL COURT, SHARI'A DISTRICT COURT, SHARI'A CIRCUIT COURT, OR ANY OTHER COURT HEREAFTER ESTABLISHED, dies while in actual service, his 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 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 EITHER IN THE JUDICIARY OR IN ANY OTHER BRANCH OF GOVERNMENT OR BOTH, HIS HEIRS SHALL INSTEAD BE ENTITLED TO A LUMP SUM OF TEN YEARS GRATUITY COMPUTED ON THE SAME BASIS AS INDICATED IN THIS PROVISION.

IF THE JUSTICE OR THE JUDGE WAS KILLED BECAUSE OF HIS 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 JUDGE OR JUSTICE AS IF SUCH JUDGE OR JUSTICE HAS REACHED COMPULSORY RETIREMENT AGE, PROVIDED THE JUDGE OR JUSTICE HAS SERVED IN GOVERNMENT FOR AT LEAST FIVE (5) YEARS REGARDLESS OF AGE AT THE TIME OF DEATH. WHEN A JUDGE OR JUSTICE 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 BENEFIT'S FOR THE REST OF HER NATURAL LIFE OR UNTIL REMARRIAGE." [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 hereafter established; as the case may be, who, 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.]

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

"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] REGIONAL TRIAL COURT, [Industrial Relations], [Juvenile and Domestic Relations] METROPOLITAN TRIAL COURT, MUNICIPAL TRIAL COURT, [or a city or municipal judge] 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 [gratuity] computed on the basis of the highest monthly salary plus the highest monthly aggregate of transportation, living and representation allowances he was

receiving on the date of his retirement[.] AND THEREAFTER UPON SURVIVAL AFTER THE EXPIRATION OF FIVE YEARS, TO FURTHER ANNUITY PAYABLE MONTHLY DURING THE RESIDUE OF HIS NATURAL LIFE PURSUANT TO SECTION 1 HEREOF: Provided, however, That if the reason for the retirement be any permanent disability contracted during his incumbency in office and prior to the date of his retirement, he shall receive [only] a gratuity equivalent to ten years salary and THE allowances aforementioned [within further annuity payable monthly during the rest of the retiree's natural life.]: PROVIDED, FURTHER, THAT SHOULD THE RETIREMENT BE WITH THE ATTENDANCE OF ANY PARTIAL PERMANENT DISABILITY CONTRACTED DURING HIS INCUMBENCY AND PRIOR TO THE DATE OF RETIREMENT, HE SHALL RECEIVE AN ADDITIONAL GRATUITY EQUIVALENT TO TWO (2) YEARS LUMP SUM THAT HE IS ENTITLED TO UNDER THIS ACT: PROVIDED, FURTHER, THAT IF THE JUSTICE SURVIVES AFTER TEN (10) YEARS OR SEVEN (7) YEARS, AS THE CASE MAY BE, HE SHALL CONTINUE TO RECEIVE A MONTHLY ANNUITY AS COMPUTED UNDER THIS ACT DURING THE RESIDUE OF HIS NATURAL LIFE PURSUANT TO SECTION 1 HEREOF: PROVIDED, FINALLY, THAT THOSE WHO HAVE RETIRED WITH THE ATTENDANCE OF ANY PARTIAL DISABILITY FIVE YEARS PRIOR PERMANENT EFFECTIVITY OF THIS ACT SHALL BE ENTITLED TO THE SAME BENEFITS PROVIDED HEREIN.

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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

1	THAT THE DECEASED JUSTICE OR JUDGE WOULD HAVE
2	RECEIVED HAD THE JUSTICE OR JUDGE NOT DIED. THE
3	SURVIVING SPOUSE SHALL CONTINUE TO RECEIVE SUCH
4	RETIREMENT BENEFITS UNTIL THE SURVIVING SPOUSE'S
5	DEATH OR REMARRIAGE.
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7	"Sec. 3-A. ALL PENSION BENEFITS OF RETIRED MEMBERS OF THE
8	JUDICIARY SHALL BE AUTOMATICALLY INCREASED WHENEVER THERE IS
9	AN INCREASE IN THE SALARY OF THE SAME POSITION FROM WHICH HE
10	RETIRED.
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12	"Sec. 3-B. THE BENEFITS UNDER THIS ACT SHALL BE GRANTED TO ALL
13	THOSE WHO HAVE RETIRED PRIOR TO THE EFFECTIVITY OF THIS ACT.
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15	SEC. 4. During the fiscal year two thousand and seven, this Act shall be funded
16	from savings of the Judiciary. Thereafter, the necessary sum for this purpose shall be
17	included in the annual General Appropriations Act.
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19	SEC. 5. All laws, decrees, orders, rules or regulations or parts thereof inconsistent
20	with the provisions of this Act are hereby repealed or modified accordingly.
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22	SEC. 6. This Act shall take effect fifteen (15) days following the completion of its
23	publication in the Official Gazette or in any two (2) newspapers of general circulation.
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25	Approved,
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