

SENATE

S B. No. 3351

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Introduced by Senator TEOFISTO "TG" GUINGONA III

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**EXPLANATORY NOTE**

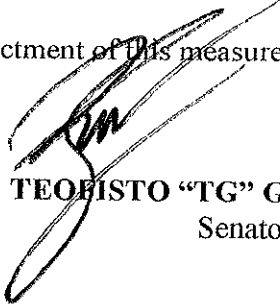
The Philippine Charity Sweepstakes Office (PCSO) is considered the "principal government agency for raising and providing funds for health programs, medical assistance and services, and charities of national character"<sup>5</sup> The heart and soul of the PCSO is its charitable pursuit.

The PCSO Charter allocates 30% of its net receipts to the Charity Fund. As a result of regular mandatory contributions imposed upon the PCSO by virtue of several laws and executive orders, the Charity Fund is greatly diminished. An overview of these decrees will reveal that most of the intended recipients, be it a government agency, or the implementation of a government program, does not in any way pertain to health or medical concerns. These mandatory contributions should therefore be discontinued to increased and thereby enhance PCSO's Charity Fund.

*PCSO's mandatory contribution pursuant to R.A. 8175 or the "Revised Charter of the Philippine Crop Insurance Corporation Act of 1995" should therefore be abolished.*

To emphasize, the heart and soul of PCSO is its charitable pursuit. If we set aside funds for extraneous mandatory contributions prior to allocating funds for charity, then this will negate the very existence of PCSO.

In view of the foregoing, the immediate enactment of this measure is earnestly sought.

  
TEOFISTO "TG" GUINGONA III  
Senator

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<sup>5</sup> Sec. 1, PCSO Charter, R.A. 1169.

FIFTEENTH CONGRESS OF THE )  
REPUBLIC OF THE PHILIPPINES )  
THIRD REGULAR SESSION )

6-11-2013

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**AN ACT**  
**ABOLISHING REGULAR MANDATORY CONTRIBUTIONS IMPOSED ON THE**  
**PHILIPPINE CHARITY SWEEPSTAKES OFFICE (PCSO), MODIFYING FOR THE**  
**PURPOSE SEC. 6.5 OF REPUBLIC ACT NO. 8175**

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

1           **SECTION 1. *Statement of Policy.*** - It is hereby declared the policy of the State to  
2 guarantee that the Charity Fund of the Philippine Charity Sweepstakes Office (PCSO) shall  
3 achieve its maximum potential to better serve its intended beneficiaries.  
4

5           **SECTION 2. *Abolition of Regular Mandatory Contributions of PCSO.*** - The  
6 mandatory contribution of PCSO as found in Sec. 6.5 of R.A. 8175 or the "Revised Charter of  
7 the Philippine Crop Insurance Corporation Act of 1995" described specifically as "Ten percent  
8 (10%) of the net earnings of the Philippine Charity Sweepstakes Office (PCSO) from its lotto  
9 operation shall be earmarked for the Crop Insurance Program and said amount shall be directly  
10 remitted by the PCSO to the Corporation every six (6) months until the amount of government  
11 subscription is fully paid" is hereinafter abolished.  
12

13           **SECTION 3. SECTION 20. *Effectivity.*** - This Act shall take effect fifteen (15) days  
14 after its complete publication in the Official Gazette or in at least two (2) national newspapers of  
15 general circulation.

Approved,