SEVENTEENTH CONGRESS OF THE REPUBLIC

OF THE PHILIPPINES

Second Regular Session



SENATE
Senate Bill No. 1613

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17 NOV 16 P3:29

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Introduced by SENATOR PANFILO M. LACSON

AN ACT

FURTHER STRENGTHENING THE OFFICE OF THE SOLICITOR GENERAL BY INCREASING ITS POWERS AND FUNCTIONS, AND REDEFINING, EXPANDING, AND RATIONALIZING ITS ORGANIZATION, REPEALING FOR THE PURPOSE REPUBLIC ACT NO. 9417, REPUBLIC ACT NO. 2327, AND EXECUTIVE ORDER NOS. 1 AND 2, S. 1986, APPROPRIATING FUNDS THEREFOR AND FOR OTHER PURPOSES

EXPLANATORY NOTE

The Office of the Solicitor General (OSG) is an independent and autonomous office attached to the Department of Justice that is mandated to represent the Government of the Philippines, its agencies and instrumentalities, and its officials and agents in any litigation, proceeding, investigation or matter requiring the services of a lawyer. It is headed by a Solicitor General who is the principal law officer and legal defender of the Government. ¹

In 1959, Republic Act No. 2327 declared the position of the Government Corporate Counsel as distinct and separate from that of the Solicitor General. The Office of the Government Corporate Counsel (OGCC) is mandated to act as the principal law office of all government-owned-and-controlled corporations, their subsidiaries, other corporate offspring, and government acquired asset corporations.²

In 1986, Executive Order Nos. 1 and 2 were issued creating the Presidential Commission on Good Government (PCGG) for the purpose of, among others, recovering all the ill-gotten wealth accumulated by former President Ferdinand Marcos; investigating cases of graft and corruption as the President may assign from time to time; and, adopting safeguards to ensure that graft and corruption practices shall not be repeated in the new government.

However, despite the declaration that the OGCC is separate and distinct from the OSG, there are numerous instances wherein GOCCs still refer cases to the OSG where the services of a lawyer are required. The same is true with the PCGG wherein the OSG has been representing the Republic of the Philippines in cases involving the recovery and preservation of ill-gotten wealth.

¹ Sec. 34, Chapter 12, Title III, Executive Order No. 292

² Sec. 10, Chapter 3, Title III, Executive Order No. 292

In order to eliminate the overlapping of functions and therefore achieve efficiency and economy in addressing the legal needs of the Republic of the Philippines, there is a need to consolidate the legal services in the Government into a single office.

This bill aims to achieve such streamlined legal services for the Government by abolishing the OGCC and the PCGG and consolidating their functions with that of the OSG. By rationalizing its organization and expanding its powers and functions, the OSG would be able to better perform its role of being the legal counsel of the Government of the Philippines.

To achieve this end, the Bill proposes the following salient changes:

- 1. While maintaining the independence and autonomy of the office, the OSG shall be made an attached agency of the Office of the President (OP) for budgetary purposes;
- 2. The present divisions within the OSG shall be increased to at least fifty (50) legal divisions, comprising of at least ten (10) lawyers per division and such other personnel as may be necessary for the OSG to effectively carry out its functions;
- 3. Upon the enactment of this bill, the existing OGCC and the PCGG shall be abolished and its functions shall be transferred to the OSG;
- 4. In addition to the powers and functions currently performed by the OSG under the existing law, the OSG shall likewise perform the following powers and functions:
 - a. Conciliate, mediate, settle, or adjudicate all disputes, claims, and controversies solely between or among the departments, bureaus, offices, agencies, and instrumentalities of the National Government, including GOCCs;
 - b. Render opinion and advice on matters referred by the departments, bureaus, offices, agencies, and instrumentalities of the National Government, including GOCCs;
 - c. Perform the functions of the OGCC;
 - d. Assume the functions of the PCGG;
 - e. Subject to the approval of the President, engage the services of counsel to assist in the discharge of his duties and responsibilities in cases requiring highly specialized legal skills, knowledge or expertise, including but not limited to foreign arbitrations and litigations. The engagement of such counsel shall be exempt from Republic Act No. 9184, otherwise known as the "Government Procurement Reform Act", due to the fiduciary nature of the relationship between the OSG and such counsel;
 - f. (i) Acquire, own, hold, or lease real and personal property; (ii) sell or otherwise dispose of the same; (iii) enter into contracts including loan agreements and joint venture agreements; and (iv) do and perform any and all acts that may be necessary or proper to carry out the purposes of this Act; and,
 - g. Provide a Legal Internship Program to help law students prepare and train for and experience legal practice in public service.
- 5. Creation of a Special Task force composed of at least five (5) legal divisions of the OSG whose primary responsibility is the performance of the functions provided under Section

5 (m) of this Bill and which shall be responsible for the preservation and maintenance of ill-gotten wealth, pending judicial determination of their ownership. The Special Task Force shall likewise perform research and development functions;

- 6. The Solicitor General shall have the rank of a Cabinet Secretary, but the qualifications for appointment, salaries, allowances, privileges, retirement and other benefits, as well as the inhibitions and disqualifications shall be the same as that of an Associate Justice of the Supreme Court. The Assistant Solicitor General shall have the same qualifications for appointment, salary grade and salaries, allowances, privileges, retirement and other benefits, as well as the inhibitions and disqualifications, as that of an Associate Justice of the Court of Appeals. The qualifications for appointment, rank, category, salaries, allowances, retirement and other benefits of Solicitors shall be the same as Judges;
- 7. The Solicitor General shall be entitled to the same retirement benefits and privileges as an Associate Justice of the Supreme Court upon reaching the age of sixty (60), provided that he/she has served in such capacity continuously for at least two (2) consecutive years. The Assistant Solicitors General, Senior State Solicitors, State Solicitors II, and State Solicitors I shall be entitled to the same retirement benefits and privileges as their counterparts in the Judiciary upon reaching the age of sixty (60) provided that they have served in such capacities continuously for at least five (5) consecutive years. They may likewise opt to serve up to the age of seventy (70) years.

The Bill likewise provides for the automatic application to the Solicitor General, Assistant Solicitors General, and State Solicitors of any increase in the salaries, allowances or retirement benefits or any upgrading of the grades or levels thereof of any or all of the Justices or Judges referred to in this Bill to whom said emoluments are assimilated;

- 8. Employees of the OSG shall likewise enjoy the following additional benefits:
 - a. Hazard pay
 - b. Other benefits as enjoyed by other government offices or as may be determined by the Solicitor General in the exigencies of the service and in accordance with law
 - c. Payment by or reimbursement from the OSG of lifetime membership fees to the IBP of their lawyers, provided that they shall maintain their service in the OSG for at least five (5) years
 - d. Survivorship benefits to the surviving legitimate spouse and dependent children, or in their absence, the surviving parents of a Solicitor General, Assistant Solicitor General, Senior State Solicitor, State Solicitor or an Associate Solicitor of the OSG if said official had retired or was in the service at the time of death

- e. Grant of special allowances in amounts to be determined by the Solicitor General, provided that said special allowance shall not exceed one hundred percent (100%) of the basic salary of solicitors. Such special allowances shall be exempt from income tax
- 9. Officials and employees of the OGCC and the PCGG shall be absorbed by the OSG provided that said officials and employees possess the necessary eligibility and qualifications for the positions as prescribed in this Bill. It also provides for the retirement and separation from service benefits of those officials and employees who are at least fifty (50) years of age and have rendered at least fifteen (15) years of government service;
- 10. Creation of the Office of the Legal Services (OLS) within the OSG; and,
- 11. Institutionalization of Capacity Development to develop the capability of the OSG as an organization.

By expanding the powers and functions of the OSG, upgrading the benefits granted to its officials and employees, and integrating the functions of other agencies that overlap with its functions, the OSG would be better able to achieve its vision to champion the rule of law in the pursuit of social justice as the People's Tribune and as counsel of the Republic of the Philippines.

It is for this purpose that the approval of this bill is earnestly sought.

PANFILOM. LACSON

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AN ACT

FURTHER STRENGTHENING THE OFFICE OF THE SOLICITOR GENERAL BY INCREASING ITS POWERS AND FUNCTIONS, AND REDEFINING, EXPANDING, AND RATIONALIZING ITS ORGANIZATION, REPEALING FOR THE PURPOSE REPUBLIC ACT NO. 9417, REPUBLIC ACT NO. 2327, AND EXECUTIVE ORDER NOS. 1 AND 2, S. 1986, APPROPRIATING FUNDS THEREFOR AND FOR OTHER PURPOSES

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

SECTION 1. Short Title. - This Act shall be known as the "OSG Charter."

SECTION 2. Declaration of Policy. — It is the declared policy of the State to strengthen the Office of the Solicitor General (OSG) in order to fulfill its role of upholding the best interest of the government as the Tribune of the People, as well as to perform its mandate as the principal law office of the Government of the Republic of the Philippines representing the Government, its departments, bureaus, agencies, and instrumentalities, and its officials and agents in their official capacity, in any litigation, proceeding, investigation, or matter requiring the services of lawyers.

It is also the policy of the State to ensure efficiency and economy in the operations of government, to eliminate the overlapping of functions, to consolidate the legal services in the government into one office to effectively address the expanding needs of government-owned and -controlled corporations (GOCCs) towards the improvement of fiscal management and good corporate governance, and to concentrate and enhance government efforts for the full and effective recovery of ill-gotten wealth and properties, including the efficient investigation and prosecution of cases relative thereto. Towards this end, the Office of the Government Corporate Counsel

(OGCC) and the Presidential Commission on Good Government (PCGG) are hereby abolished and their respective powers and functions are transferred to the OSG. 2

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With the transfer of the powers and functions of the OGCC and the PCGG to the OSG, and to ensure the efficient and effective legal representation of the Government, its departments, bureaus, agencies, and instrumentalities, GOCCs, and its officials and agents in their official capacity, the members of the legal and administrative staff of the OSG shall be increased and their positions upgraded to adequately meet the Republic's burgeoning need for legal services. The skills of OSG lawyers shall be further improved, and the benefits of all OSG employees augmented. The professional growth of these employees shall be encouraged.

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SECTION 3. Definition of Terms. - As used in this Act:

- "Capacity development" refers to the process whereby the OSG, as an organization, develops its capability over time to achieve development goals while enhancing its ability to achieve measurable and sustainable results, through improvement of knowledge, skills, and systems.
- "GOCC" refers to government-owned and -controlled corporations, their subsidiaries, other corporate offspring, including government-acquired asset corporations, government corporate entities and government instrumentalities with corporate powers, government financial institutions, and other government corporate entities, agencies and offices.
- "Ill-gotten wealth" refers to any asset, property, business enterprise or material possession of the persons referred to in Executive Orders Nos. 1 and 2, s. 1986, acquired by them directly, or indirectly through dummies, nominees, agents, subordinates, and/or business associates by any of the following means or similar schemes:

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Through misappropriation, conversion, misuse, or malversation of public (1)funds or raids on the public treasury;

•	(2) Through the receipt, directly or indirectly, of any commission, gift, share
2	percentage, kickbacks, or any other form of pecuniary benefit from any perso
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5	(3) By the illegal or fraudulent conveyance or disposition of assets belonging to
6	the government or any of its subdivisions, agencies or instrumentalities, o
7	government-owned or controlled corporations;
8	(4) By obtaining, receiving, or accepting directly or indirectly any shares of stock
9	equity, or any other form of interest or participation in any business enterprise
10	or undertaking;
11	(5) Through the establishment of agricultural, industrial, or commercial
12	monopolies or other combination and/or by the issuance, promulgation, and/or
13	implementation of decrees and orders intended to benefit particular persons or
14	special interests; and
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16	or official position, authority, relationship, or
17	influence for personal gain or benefit.
18	SECTION 4
	SECTION 4. Organizational Structure The Office of the Solicitor General shall be an
19	independent and autonomous office attached to the Office of the President for budgetary purposes.
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21	The OSG shall be headed by the Solicitor General, who is the principal law officer and
22	legal defender of the Government. He shall have the authority and responsibility for the exercise
23	of the OSG's mandate and for the discharge of its duties and functions, and shall have supervision
24	and control over the OSG and its constituent units.
25	The Solicitor General shall be assisted by a Legal Staff composed of Assistant Solicitors
26	General and such number of Solicitors as may be necessary for the proper and efficient operation
27	of the OSG.
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There shall be at least fifty (50) legal divisions in the OSG. Each division, headed by an Assistant Solicitor General, shall consist of at least ten (10) lawyers and such other personnel as may be necessary for the OSG to effectively carry out its functions.

The administrative structure of the OSG shall be organized into the Financial Management Service, Docket Management Service, Human Resources Management and Administrative Service, and Budget and Planning Service, which shall be composed of the necessary divisions and sections. Each Service shall be headed by a Director, who shall be appointed by the President.

There shall be an Office of Legal Services (OLS) within the OSG to be headed by a Chief Legal Officer whose position is primarily confidential, who shall be a lawyer, appointed by the Solicitor General and serve at the latter's pleasure. The qualifications, salary grade, and benefits of the Chief Legal Officer and the OLS staff shall be determined by the Solicitor General. The Chief Legal Officer shall be assisted by such other personnel as may be necessary to effectively carry out the functions of the OLS.

A special task force within the OSG shall be created to be composed of least five (5) legal divisions, which shall be primarily responsible for performing the powers and functions under Section 5 (m) of this Act. Pending judicial determination of the ownership of ill-gotten assets, the task force shall be responsible for preserving and maintaining such assets. For this purpose, the members of the task force may be assigned or designated to sit in the Board of Directors of concerned entities by the Solicitor General. The task force shall also perform research and development functions.

The administrative support of the task force shall be provided by special units within the Docket Management Section of the OSG, which shall have the function of maintaining and monitoring the records of cases as well as the safe-keeping of evidence and documents; and within the Property Management Section of the OSG in the preservation and maintenance of sequestered

1.	assets and of other assets that subject of pending litigation in the ill-gotten wealth complaints filed
2	by the PCGG with the Sandiganbayan and related cases.
3.	
4	SECTION 5. Powers and Functions The OSG shall represent the Government of the
5	Philippines, its agencies and instrumentalities, including GOCCs, and its officials and agents
6	acting in their official capacity, in any litigation, proceeding, investigation, or matter requiring the
7	services of a lawyer. As the principal law office of the Government, the OSG shall have the
8	following specific powers and functions:
9	(a) Represent the Government and the People of the Philippines in the Supreme Court
10	and the Court of Appeals in all criminal proceedings; represent the Government and its
11	officers in the Supreme Court, the Court of Appeals, and all other courts or tribunals in all
12	civil actions and special proceedings in which the Government has been impleaded as a
13	party, or any official of the Government sued in the lawful performance of duty;
14	(b) Investigate, initiate court action, or in any manner proceed against any person,
15	corporation, or firm for the enforcement of any contract, bond, guarantee, mortgage,
16	pledge, or other collateral executed in favor of the Government;
17	(c) Appear in any court in any action involving the validity of any treaty, law, executive
18	order or proclamation, or rule or regulation when in his judgment his intervention is
19	necessary or when requested by the Court;
20	(d) Appear in all proceedings involving the acquisition or loss of Philippine citizenship;
21	(e) Represent the Government in all land registration and related proceedings, and
22	institute actions for the reversion to the Government of lands of the public domain and
23	improvements thereon as well as lands held in violation of the Constitution;
24	(f) Conciliate, mediate, settle, or adjudicate all disputes, claims, and controversics
25	solely between or among the departments, bureaus, offices, agencies, and instrumentalities
26	of the National Government, including GOCCs;
27	(g) Render opinion and advice on matters referred by the departments, bureaus, offices,

agencies, and instrumentalities of the National Government, including GOCCs;

Prepare, upon request of the President or other proper officer of the National (h) Government, rules and guidelines for government entities governing the preparation of 2 contracts, making of investments, undertaking of transactions, and drafting of forms or 3 other documents needed for official use, for the purpose of facilitating their enforcement 4 and ensuring that they are entered into or prepared conformably to law and for the best 5 6 interests of the public; Deputize, whenever in the opinion of the Solicitor General the public interest (i) requires, any provincial or city prosecutor to assist in the performance of any function or

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- discharge of any duty incumbent upon the Solicitor General, within the jurisdiction of the aforesaid provincial or city prosecutor. When so deputized, the prosecutor shall be under the control and supervision of the Solicitor General with regard to the conduct of the proceedings assigned to the prosecutor, and may be required to render reports or furnish information regarding the assignment;
- The provision of any law to the contrary notwithstanding, act as the legal counsel (j)and serve as the principal law office of all GOCCs. All GOCCs shall refer to the OSG all contracts for review before their execution and all cases for representation before regular courts, quasi-judicial bodies, administrative agencies, and arbitral tribunals: Provided, That the Solicitor General may authorize the legal department of the concerned GOCC to appear as collaborating counsel for purposes of expediency or when the case demands urgency.

As legal counsel of all GOCCs, the OSG shall also perform the following duties and functions:

- Exercise control and supervision over the legal departments of all GOCCs (1)through designated Assistant Solicitors General and Solicitors;
 - Exercise visitorial powers over GOCCs; (2)
- Replace the OGCC as ex-officio member in the Property Insurance Fund (3) and enforce the Property Insurance Law pursuant to Republic Act No. 656, as amended by Presidential Decree 245, in domestic or international transactions;
- Conduct periodic performance audits of the in-house lawyers or legal (4)departments of the GOCCs and to recommend appropriate actions to GOCCs;

1		(5) Devise a system of record-keeping, such as a centralized database for legal
2	;	opinions, to ensure that the integrity of vital documents remain intact; and
3		(6) Require the in-house lawyers or legal departments of GOCCs to submit
4		periodic reports of work performed and accomplished and to supervise and control the
5		necessary legal action; and,
6		(7) Perform other functions as may be provided by law, and such additional
7		tasks as may be required by the GOCCs, including corporate secretary functions, with the
8		conformity of the Solicitor General.
9		(k) Deputize legal officers of government departments, bureaus, agencies, offices, and
10		GOCCs to assist the Solicitor General and appear or represent the Government in cases
11		involving their respective offices, brought before the courts, and exercise supervision and
12		control over said legal officers with respect to such cases;
13		(l) Call on any department, bureau, office, agency, or instrumentality of the
14		Government, including any GOCC, for such service, assistance, and cooperation as may
15		be necessary in fulfilling its functions and responsibilities and for this purpose enlist the
16		services of any government official or employee in the pursuit of its tasks;
17		Departments, bureaus, agencies, offices, instrumentalities, and GOCCs to whom
18		the OSG renders legal services are authorized to disburse funds from their sundry operating
19		and other funds for the OSG. For this purpose, the Solicitor General, Assistant Solicitors
20		General, Senior State Solicitors, State Solicitors, and Associate Solicitors are specifically
21		authorized to receive allowances as may be provided by the Government offices,
22		instrumentalities, and GOCCs concerned, in addition to their regular compensation.
23		(m) Exercise and perform the following powers and functions of the PCGG which are
24		hereby transferred to the OSG:
25		(1) File and prosecute all cases investigated by the PCGG under Executive
26		Order No. 1, dated February 28, 1986, Executive Order No. 2, dated March
27		12, 1986, and Executive Order No. 432, dated May 26, 2005, as may be

warranted by its findings;

1 Continue handling cases relative to the recovery of ill-gotten wealth and (2)2 behest loans; 3 Grant immunity from criminal prosecution to any person who provides (3)4 information or testifies in any investigation previously conducted by the 5 PCGG or future cases investigated by the OSG involving ill-gotten wealth, 6 to establish the unlawful manner in which any respondent, defendant or 7 accused has acquired or accumulated the property or properties in question 8 in any case where such information or testimony is necessary to ascertain 9 or prove the latter's guilt or civil liability. The immunity thereby granted 10 shall be continued to protect the witness who repeats such testimony before 11 the Sandiganbayan when required to do so; and, 12 Call upon any department, bureau, office, agency, instrumentality or (4)corporation of the government, or any officer or employee thereof, for such 13 14 assistance as it may need in the discharge of its functions relative to 15 recovery of ill-gotten wealth and behest loans. 16 Represent, upon the instructions of the President, the Republic of the Philippines in (n) international litigations, negotiations, or conferences where the legal position of the 17 Republic must be defended or presented; 18 19 Subject to the approval of the President, engage the services of counsel to assist in the discharge of his duties and responsibilities in cases requiring highly specialized legal 20 skills, knowledge or expertise, including but not limited to foreign arbitrations and 21 litigations. The engagement of such counsel shall be exempt from Republic Act No. 9184, 22 23 otherwise known as the "Government Procurement Reform Act", due to the fiduciary nature of the relationship between the OSG and such counsel; 24 25 Represent the Republic or the people before any court, tribunal, body, or (p) commission in any matter, action, or proceeding that, in his opinion, affects the welfare of 26 27 the people as the ends of justice may require; 28 (1) Acquire, own, hold, or lease real and personal property; (2) sell or otherwise

dispose of the same; (3) enter into contracts including loan agreements and joint venture

, 1	agreements; and (3) do and perform any and all acts that may be necessary or proper to
2	carry out the purposes of this Act;
3	(r) Provide a Legal Internship Program to help law students prepare and train for and
4	experience legal practice in public service; and,
5	(s) Perform such other functions as may be provided by law.
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7	SECTION 6. Abolition of the Office of the Government Corporate Counsel and the
8	Presidential Commission on Good Government The legal representation of the Government,
9	its agencies, and instrumentalities, including GOCCs and officials and agents acting in their
10	official capacity, and the powers and functions of the PCGG, shall be consolidated in the OSG.
11	For this purpose, the OGCC and the PCGG are hereby abolished, and all the powers and functions
12	of said Offices that are not inconsistent with the provisions of this Act are hereby transferred to
13	the OSG.
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15	After due settlement of its liabilities, if any, all budgetary appropriations, funds, properties,
16	records, equipment, rights, choses in action, and other assets of the OGCC and the PCGG are
17	hereby transferred to the OSG.
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19	SECTION 7. Appointments. – The Solicitor General shall be appointed by the President.
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21	The Assistant Solicitors General, Senior State Solicitors, and State Solicitors shall be
22	appointed by the President upon the recommendation of the Solicitor General. Associate Solicitors
23	shall be appointed by the Solicitor General. The recommendations and appointments by the
24	Solicitor General shall be subject to the qualifications provided in Section 8 of this Act.
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26	The Financial Management Service, Docket Management Service, Human Resources
27	Management and Administrative Service, and Budget and Planning Service shall each be headed
28	by a Director to be appointed by the Solicitor General. The Service Heads shall possess the
29	necessary Career Executive Service eligibility and qualifications for the position prescribed under

1	existing civil service laws, rules, and regulations: Provided, That if a Service Head who does not
2	possess the necessary eligibility and qualifications is occupying the position at the time of the
3	effectivity of this Act, such person shall continue to perform the functions of the position as officer-
4	in-charge and shall have a maximum of two (2) years to comply with the eligibility and
5	qualifications prescribed herein: Provided, further, That if the Service Head fails or is unable to
6	meet the eligibility and qualifications for the position after the lapse of two (2) years from the
7	effectivity of this Act, such person shall be ipso jure removed from said position.
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9	Administrative personnel in the OSG shall be appointed by the Solicitor General.
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11	SECTION 8. Standards, Qualifications, Salaries and Benefits The Solicitor General
12	shall have the rank of a Cabinet Secretary and the same qualifications for appointment, rank,
13	category, prerogatives, salary grade and salaries, allowances, emoluments, privileges, retirement
14	and other benefits, and shall be subject to the same inhibitions and disqualifications, of an
15	Associate Justice of the Supreme Court;
16	
17	An Assistant Solicitor General shall have the same and if
18	An Assistant Solicitor General shall have the same qualifications for appointment, rank,
19	category, prerogatives, salary grade and salaries, allowances, emoluments, privileges, retirement
20	and other benefits, and shall be subject to the same inhibitions and disqualifications, of an
21	Associate Justice of the Court of Appeals.
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	The qualifications for appointment, rank, category, prerogatives, salaries, allowances,
23	emoluments, privileges, retirement and all other benefits of Solicitors shall be the same as judges,
24	specified as follows:
25	(a) A Senior State Solicitor shall have the same rank, category, prerogatives, salaries,
26	allowances, emoluments, privileges, retirement and all other benefits of a Regional
27	Trial Court Judge, and shall have the following qualifications:

(1) A citizen of the Philippines;

	(2) The least diffty-five (33) years of age;
2	(3) For at least ten (10) years, has been engaged in the practice of law in the
3	Philippines or has held a public office in the Philippines requiring admission
4	to the practice of law as an indispensable requisite; and,
5	(4) Proven competence, integrity, probity, and independence.
6	(b) A State Solicitor II shall have the same rank, category, prerogatives, salaries,
7	allowances, emoluments, privileges, retirement and all other benefits of a
8	Metropolitan Trial Court Judge, while a State Solicitor I, that of a Municipal Trial
9	Court in Cities Judge, and shall have the following qualifications:
10	(1) A citizen of the Philippines;
11	(2) At least thirty-five (30) years of age;
12	(3) For at least five (5) years, has been engaged in the practice of law in the
13	Philippines or has held a public office in the Philippines requiring admission
14	to the practice of law as an indispensable requisite; and,
15	(4) Proven competence, integrity, probity, and independence.
16	(c) An Associate Solicitor III shall have the following qualifications:
17	(1) A citizen of the Philippines;
18	(2) A member of the Philippine bar;
19	(3) With Three (3) years of relevant experience; and,
20	(4) (4) With Sixteen (16) hours of relevant training.
21	(d) An Associate Solicitor II shall have the following qualifications:
22	(1) A citizen of the Philippines;
23	(2) A member of the Philippine bar;
24	(3) With One (1) years of relevant experience; and,
25	(4) With Four (4) hours of relevant training.
26	(e) An Associate Solicitor I shall have the following qualifications:
27	(1) A citizen of the Philippines;

1	(2) A member of the Philippine bar; and,
2	(3) Such other qualifications, prerogatives and responsibilities as may b
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5	The Solicitor General shall be entitled to the same retirement benefits and privileges as an
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9	Assistant Solicitors General, Senior State Solicitors, State Solicitors II, and State Solicitor
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11	Judiciary upon reaching the age of sixty (60) years, provided that they have served in sucl
12	capacities continuously for at least five (5) consecutive years. An Assistant Solicitor General
13	Senior State Solicitor, State Solicitor II, and State Solicitor I may opt to serve up to the age of
14	seventy (70) years.
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16	Any increase after the approval of this Act in the salaries, allowances or retirement benefits
17	or any upgrading of the grades or levels thereof of any or all of the Justices or Judges referred to
18	herein to whom said emoluments are assimilated shall similarly apply to the Solicitor General,
19	Assistant Solicitors General, and State Solicitors.
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21	SECTION 9. Office of Legal Services The Office of Legal Services (OLS) shall
22	perform the following duties and functions:
23	a. Drafting of proposed legislative measures to strengthen the OSG to enable it
24	to efficiently and effectively discharge its mandate, for submission by the
25	Solicitor General to Congress and to the President of the Philippines;
26	b. Conduct research on legal issues that may be assigned by the Solicitor General;
27	c. Assist the Solicitor General, Assistant Solicitors General, State Solicitors,
28	Associate Solicitors, and all other employees of the OSG who are impleaded
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in their official capacity in any litigation, proceeding, investigation, or matter requiring the services of a lawyer; and,

d. Such other duties and functions that may be assigned by the Solicitor General,

SECTION 10. Capacity Development. – In order to build and develop the capability of the OSG as an organization to achieve development goals, as well as enhance its abilities to achieve measurable and sustainable results, the Solicitor General, in consultation with the Assistant Solicitors General, shall formulate, develop, and implement plans, activities, and programs towards the improvement of knowledge, skills, and systems of all the employees in the OSG. To achieve this objective, the Solicitor General may by himself authorize OSG lawyers to travel anywhere in the Philippines and abroad to attend seminars, fora, conferences, or lectures on different areas of law, pleadings and practice in international courts and tribunals, public-private partnerships, and public corporate governance, among others. The Solicitor General may also authorize the administrative staff of the OSG to undergo relevant training to improve their skills.

SECTION 11. Compensation. — The salary grades of the Solicitor General, Assistant Solicitors General, Senior State Solicitors, State Solicitors, and Associate Solicitors shall be as follows:

POSITION	SALARY GRADE
Solicitor General	31
Assistant Solicitor General	30
Senior State Solicitor	29
State Solicitor II	28
State Solicitor I	27
Associate Solicitor III	26
Associate Solicitor II	25
Associate Solicitor I	24

The Solicitor General, Assistant Solicitor General, and Solicitors shall be entitled to step 1 increments and longevity pay which shall be equivalent to those being received by their 2 3 counterparts in the Judiciary. 4 5 The positions and salaries of non-legal personnel in the OSG shall be on the same level as their counterparts in the Court of Appeals. 6 7 SECTION 12. Benefits and Privileges. — The OSG shall provide its employees with the 8 9 following benefits: 10 Health care services through a health maintenance organization (HMO). Expenses (1)for the mandatory annual executive check-up of the Solicitor General, the Assistant 11 12 Solicitors General 13 and OSG officials whose positions correspond to Salary Grade 28 and above shall (2)14 be for the account of the OSG; Hazard pay, as well as accident insurance policies procured by the OSG at its own 15 (3)expense to protect its officials while they are in the performance of their official duties 16 17 and functions: 18 Without prejudice to efficiency in the service, scholarships to deserving employees on official time and at the expense of the OSG to enhance their academic growth and 19 upgrade their knowledge and skills. Scholarships under this provision shall be granted on 20 the basis of competitive examination. Scholars shall be required to render service in the 21 OSG upon immediate completion of the program, course or degree, in accordance with 22 applicable Civil Service laws, rules and regulations. 23 24 A provident fund which shall consist of contributions made both by the OSG and (5)by its lawyers and employees to a common fund for the payment of benefits to such 25 lawyers or employees or their heirs; 26 27 Other benefits as enjoyed by other government offices or as may be determined by 28 the Solicitor General in the exigencies of the service and in accordance with law.

SECTION 13. Seminar and Other Professional Fees. — Subject to the availability of funds, fees for relevant seminars, as well as professional membership fees, registration fees, and related miscellaneous expenses incurred in completing the mandatory continuing legal education (MCLE) course shall be borne by the OSG for its lawyers: Provided, That lawyers whose lifetime membership fees to the Integrated Bar of the Philippines (IBP) have been paid up or reimbursed by the OSG shall maintain their service in the OSG for at least five (5) years: Provided, further, That should such lawyers resign or in any manner separate from the Office before the end of the bond, they shall be required to reimburse the paid up IBP membership dues or fees pro rata. (n)

Professional membership, registration fees, including those for mandatory continuing professional education (CPE), and related miscellaneous expenses of other employees holding positions for which a professional license is required by the office shall also be borne by the OSG.

SECTION 14. Survivorship Benefits; Coverage. - Upon the death of a Solicitor General, Assistant Solicitor General, Senior State Solicitor, State Solicitor, or an Associate Solicitor of the OSG, if said official had retired or was in the service at the time of death, the surviving legitimate spouse and dependent children, or in their absence, the surviving parents of said official shall be entitled to receive on a monthly basis all the retirement benefits that the deceased official was receiving or entitled to receive at the time of death under the provisions of applicable retirement laws. A "dependent" means a legitimate, illegitimate, or legally adopted child who is chiefly dependent with the abovementioned officials, and who is not more than twenty-one (21) years of age, unmarried and not gainfully employed or, regardless of age, is incapable of self-support because of mental or physical defect. The surviving legitimate spouse shall continue to receive such retirement benefits during such spouse's lifetime or until such spouse remarries: Provided, That, if the surviving legitimate spouse is receiving benefits under existing retirement laws, the surviving legitimate spouse shall only be entitled to the difference between the amount provided for in this Act and the benefits the surviving spouse has been receiving: Provided, Further, That said benefits shall be granted to all aforementioned members of the OSG who died or retired prior to the effectivity of this Act: Provided, furthermore, That the surviving legitimate spouse

receiving the benefit shall not appear as counsel before any court in any civil case wherein the Government or any subdivision or instrumentality thereof, including GOCCs, 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 their office, or collect any fee for the appearance in any administrative proceeding: *Provided, finally,* That a surviving legitimate spouse duly elected to any public office shall not, upon assumption of office and during the spouse's term as elected public official, receive the survivorship benefits under this section.

SECTION 15. *Grant of Special Allowances.* — Any provision of law to the contrary notwithstanding, the Solicitor General, Assistant Solicitors General, Senior State Solicitors, State Solicitors and Associate Solicitors shall be granted special allowances in amounts to be determined by the Solicitor General.

The grant of special allowances shall be implemented uniformly in such sums and amounts and up to the extent only that can be supported by the funding source specified in Section 18 (a) to (d) hereof: *Provided*, That each grant of the said special allowance shall not exceed One hundred percent (100%) of the basic salary of solicitors, as provided in Republic Act No. 6758, otherwise known as the Salary Standardization Law: *Provided*, *further*, That said special allowances shall be exempt from income tax.

SECTION 16. Other Benefits. — The lawyers of the OSG are allowed to receive honoraria and allowances directly from each client department, agency, GOCC, or instrumentality of the Government for the legal services rendered, including appearing in hearings, providing legal advice, drafting of contracts and legal documents, and performing other designated functions. Such honoraria and allowances shall be exempt from income tax.

SECTION 17. Franking Privilege. — All official mail matters and telegrams of the OSG addressed for delivery within the Philippines shall be received, transmitted, and delivered free of

1	charge: Provided, that such mail matters when addressed to private persons or non-government
2	offices shall not exceed one hundred twenty (120) grams.
3	
4	SECTION 18. Funding. — The funds required for the implementation of this Act,
5	including those for health care services, survivorship benefits, insurance premiums, professional,
6	educational, and registration fees, transportation benefits, and other benefits and privileges
7	mentioned in the other provisions of this Act, shall be provided for in the General Appropriations
8	Act and augmented by funds sourced from the following:
9	(a) Twenty percent (20%) of monetary awards or value of assets adjudged by the
10	Courts or tribunals to client departments, agencies and instrumentalities of the
11	Government, and GOCCs, including those under court approved compromise agreements;
12	(b) Twenty percent (20%) of assets adjudged to the Government in forfeiture
13	proceedings;
14	(c) Fifty percent (50%) of fees collected by the Special Committee on
15	Naturalization; and
16	(d) All other income, fees and revenues earned and collected by the OSG.
17	
18	For this purpose, the OSG is hereby authorized to charge deputation, certification, and other
19	similar fees in the cases that it handles.
20	The amounts collected pursuant to paragraphs (a) to (d) in this section shall constitute a
21	trust fund as defined in the next section.
22	
23	SECTION 19. Trust Fund There is hereby created an OSG Trust Fund (OTF) sourced
24.	from the amounts collected pursuant to Section 18(a) to (d) of this Act. The OTF shall be
25	administered by the Solicitor General in accordance with existing government auditing rules and
26	regulations, and shall be used exclusively for the provision of the benefits and privileges provided
27	in this Act and for the effective implementation of the powers and functions of the OSG. All
28	interest income, dividends and earnings accrued from the OTF shall also form part of the Trust

- 1	Fund. No portion of the OTF shall revert to the general fund of the National Government, except
2	when the Trust Fund is no longer necessary for the purposes for which it was established.
3	
4	SECTION 20. Transfer of Cases All cases being handled by the OGCC shall be
5	transferred to the OSG: Provided, however, that the handling OGCC lawyer shall submit a status
6	report of all cases he or she is handling to the Solicitor General: Provided, further, that a
7	certification under oath that the records of the case transmitted to the OSG are complete shall be
8	made by the handling OGCC lawyer as a pre-condition for receiving the separation or retirement
9	benefits under this Act.
10	
11	SECTION 21. Case Migration Upon the effectivity of this Act, a transition "Case
12	Migration Committee" (CMC) shall be created, composed of three (3) members from each of the
13	respective records and docket divisions of the OSG, the OGCC, and the PCGG, at least two (2)
14	members from the legal divisions of all GOCCs, and at least two (2) lawyers each from the OSG,
15	the OGCC, and the PCGG.
16	
17	The CMC shall ensure the smooth turnover of all cases and legal concerns of the OGCC
18	and the PCGG to the OSG, with corresponding status reports, complete records, and other relevant
19	documents, taking care that no case or legal concern shall be prejudiced in the process of turnover.
20	
21	The CMC shall have the responsibility of determining which cases and legal concerns
22	need immediate attention or are extremely urgent. These cases and legal concerns shall be
23	immediately transferred or referred to the OSG.
24	
25	The CMC shall complete its work within thirty (30) days from its constitution. The CMC
26	shall submit a comprehensive report to the Solicitor General.
27	
28	SECTION 22. Absorption of Personnel. – The officials and employees of the OGCC and

the I CGG affected by the abolition of their respective offices shall be absorbed in the OSG:

Provided, That said officials or employees possess the necessary eligibility and qualifications for 1 the position as prescribed in this Act: Provided, further, That such absorbed personnel shall not 2 be entitled to the retirement or separation benefits provided in the next section. The absorption of 3 such officials and employees in the OSG shall retroact to the date of the effectivity of this Act, or 4 to such date that would prevent a gap in the service of such absorbed personnel. 5 6 SECTION 23. Retirement or Separation from Service. - Consequent to the abolition of 7 the OGCC and the PCGG, OGCC and PCGG officials and employees who are at least fifty (50) 8 years of age and have served at least fifteen (15) years in the government service, the last five (5) 9 years of which shall have been continuously rendered in the OGCC or the PCGG, shall be 10 qualified for retirement with full retirement gratuity and pension pursuant to applicable laws. 11 Those who lack any one of the above qualifications shall receive a separation pay equivalent to 12 one and a half (1 & 1/2) months for every year of service in government, which will be provided 13 for in the General Appropriations Act. 14 15 16 SECTION 24. Implementing Rules and Regulations. — Within sixty (60) days from the approval of this Act, the Solicitor General, in coordination with the Secretary of Budget and 17 Management, shall promulgate such rules and regulations as may be necessary to effectively carry 18 out the provisions of this Act. Until such time that the rules and regulations are promulgated and 19 Section 21 of this law is implemented, the officials and administrative personnel of the OGCC 20 and PCGG shall remain in their positions in a holdover capacity. 21 22 23 SECTION 25. Retroactivity. - The retirement benefits provided for in Section 8 and the survivorship benefits provided for under Section 14 of this Act shall have retroactive effect as of 24 the date of effectivity of Republic Act No. 9417. 25 26

this Act shall be taken from the current appropriations of the OSG and its savings. Thereafter, such

SECTION 26. Appropriations. — The amount necessary for the initial implementation of

27

1	sums as may be necessary for the continued implementation of this Act shall be included in the
2	annual General Appropriations Act.
3	
4	SECTION 27. Repealing Clause. — This Act expressly repeals Republic Act No. 2327
5	entitled "An Act To Declare The Position Of Government Corporate Counsel Distinct And
6	Separate From That Of The Solicitor General, Provide For His Appointment And Salary And
7	Appropriate The Necessary Funds Therefor, And For Other Purposes", Executive Order No. 1,
8	s. 1986 entitled "Creating the Presidential Commission on Good Government", Executive Order
9	No. 2, s. 1986 entitled "Regarding the Funds, Moneys, Assets and Properties Illegally Acquired
10	or Misappropriated by Former President Ferdinand Marcos Mrs. Imelda Romualdez Marcos,
11	Their Close Relatives, Subordinates Business Associates, Dummies, Agents, Or Nominees", and
12	Republic Act No. 9417, entitled "An Act To Strengthen The Office Of The Solicitor General By
13	Expanding And Streamlining Its Bureaucracy, Upgrading Employee Skills And Augmenting
14	Benefits, And Appropriating Funds Therefor And For Other Purposes".
15	Pertinent provisions of Executive Order No. 292, otherwise known as the Revised
16	Administrative Code of 1987, as amended, and all laws, decrees, orders, rules and regulations or
17	parts thereof which are contrary to or inconsistent with the provisions of this Act are hereby
18	amended, repealed or modified accordingly.
19	
20	SECTION 28. Separability Clause. — If any provision of this Act is declared invalid or
21	unconstitutional, the provisions not affected thereby shall continue to be in full force and effect.
22	
23	SECTION 29. Effectivity. — This Act shall take effect after fifteen (15) days from its
24	publication in the Official Gazette or in at least two (2) newspapers of general circulation.
25	
26	Approved,