EIGHTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES Third Regular Session





Introduced by Senator SONNY ANGARA

## AN ACT

STANDARDIZING THE RETIREMENT BENEFITS OF JUSTICES, JUDGES, AND JUDICIARY OFFICIALS CONFERRED WITH JUDICIAL RANK, SALARY AND PRIVILEGES, AND APPROPRIATING FUNDS THEREFOR, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 910, AS AMENDED

## **EXPLANATORY NOTE**

In 1971, the Supreme Court *en banc* conferred judicial rank, salary and privileges, as provided under Republic Act (R.A.) No. 910 otherwise known as "An Act to Provide for the Retirement of Justices of the Supreme Court and of the Court of Appeals, for the Enforcement of the Provisions Hereof by the Government Service Insurance System", to positions in the Office of the Clerk of Court through Resolutions and has continuously done so in recognition of the judiciary officials' invaluable support system in the administration of justice. However, R.A. No. 8291 or the GSIS Act of 1997 took them out of its coverage thereby resulting in the loss of entitlement to all retirement benefits provided by said law, including survivorship and death benefits. Despite this, the Supreme Court and the third level collegiate courts continued to allow these judiciary officials to retire under R.A. No. 910.

R.A. 910 was amended in 2009 by R.A. No. 9946 or "An Act Granting Additional Retirement. Survivorship, and other Benefits to Members of the Judiciary" to provide for more retirement benefits. Unfortunately, the law, as amended, again limits its benefits to the Members of the Judiciary, *i.e.* Judges and Justices. Nonetheless, the Supreme Court, exercising its constitutional mandate of judicial power and administrative supervision of courts and court personnel along with the fiscal autonomy of the Judiciary, issued Resolutions stating that the judiciary officials' retirement law is R.A. No. 910, as amended. However, the Department of Budget and Management (DBM) is of the position that a *resolution* is not the *law* that would merit the release of retirement benefits provided under R.A. No. 910.

This interpretation of the DBM created inequality among the judiciary officials. For instance, a former judge who was eventually appointed as a Court Administrator will have more retirement benefits (as he can retire under R.A. No. 910, as amended) than a Court

Administrator who was never a judge or justice. The restrictive application of R.A. No. 910, as amended, likewise caused disparities in entitlement to survivorship benefits, among others.

The absence of a retirement law that expressly upholds the Resolutions of the Supreme Court allowing the judiciary officials to retire under R.A. No. 910, as amended, resulted in inequalities and fragmented application of the said law. Thus, there is an imperative need to correct these inequalities by enacting a common retirement law for all judiciary officials with judicial rank, salary and privileges that accords due respect and value to Supreme Court Resolutions.

In view of the foregoing, we urge the swift approval of this measure.

**SONNY ANGARA** 

EIGHTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES Third Regular Session )

## SENATE S.B. No. 2476



Introduced by Senator SONNY ANGARA

## AN ACT

STANDARDIZING THE RETIREMENT BENEFITS OF JUSTICES, JUDGES, AND JUDICIARY OFFICIALS CONFERRED WITH JUDICIAL RANK, SALARY AND PRIVILEGES, AND APPROPRIATING FUNDS THEREFOR, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 910, AS AMENDED

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

- 1 SECTION 1. Section 1 of Republic Act No. 910, as amended by Republic Act No. 9946,
- 2 is further amended to read as follows:

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"Section 1. When a Justice of the Supreme Court, the Court of Appeals, the Sandiganbayan, or of the Court of Tax Appeals, or a Judge of the 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, OR A JUDICIARY OFFICIAL CONFERRED WITH THE SAME RANK AS A JUSTICE OR A JUDGE OF SAID COURTS, who has rendered at least 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/her incapacity to discharge the duties of his/her office as certified by the Supreme Court, he/she shall receive during the residue of his/her natural life, in the manner hereinafter provided, the salary [which] plus the highest monthly aggregate of transportation, representation and other allowances such as personal economic relief allowance (PERA) and additional compensation allowance which he/she was receiving at the time of his/her retirement, or resignation, and nonwage benefit in the form of education scholarship to one (1) child of all Justices, [and] Judges, AND JUDICIARY OFFICIALS, to free tuition fee in a state university or college, WITHOUT PREJUDICE TO THE AVAILMENT OF RIGHTS TO FREE TERTIARY EDUCATION UNDER EXISTING LAWS: Provided, That such grant will cover only one (1) bachelor's degree. When a Justice of the Supreme Court, the Court of Appeals, the Sandiganbayan or of the Court of Tax Appeals, or a Judge of the 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, OR A JUDICIARY OFFICIAL CONFERRED WITH THE SAME RANK AS A JUSTICE OR A JUDGE OF SAID COURTS, has attained the age of sixty (60) years and has rendered at least fifteen (15) years service in the Government, the last three (3) of which shall have been continuously rendered in the Judiciary, he/she shall likewise be entitled to retire and receive during the residue of his/her natural life also in the manner hereinafter provided, the salary plus the highest monthly aggregate of transportation, representation, and other allowances such as personal economic relief allowance (PERA) and additional compensation allowance which he/she was then receiving and the non-wage benefit in the form of education scholarship to one (1) child of all Justices, [and] Judges, AND JUDICIARY OFFICIALS, to free turtion fee in a state university or college, WITHOUT PREJUDICE TO THE AVAILMENT OF RIGHTS TO FREE TERTIARY EDUCATION UNDER EXISTING LAWS: Provided, however, That any Justice, [or] Judge, OR JUDICIARY OFFICIAL 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:

| Number of years in the Government | Basic pay plus the highest monthly          |
|-----------------------------------|---|
| or Judiciary                      | aggregate transportation, representation    |
|                                   | X and other allowances (PERA and additional |
| 15 years                          | compensation allowance)                     |

It is a condition of the pension provided for herein that no retiring Justice or Judge of the aforementioned courts, **OR JUDICIARY OFFICIAL CONFERRED WITH THE SAME RANK AS A JUSTICE OR A JUDGE**, or his/her surviving spouse receiving the benefits of this Act during the time that he/she is receiving the 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/her office, or collect any fee for his/her 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 when a member of the judiciary or his/her surviving spouse entitled to the benefits of this Act shall assume an elective public office, he/she shall not, upon assumption of office and during his/her term, receive the monthly pension due to him/her.

**SEC. 2.** Section 3-A of the same Act, as amended, is further amended to read as follows:

| 1 | "SEC. 3-A. All pension benefits of retired members of the Judiciary AND               |
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| 2 | JUDICIARY OFFICIALS WITH JUDICIAL RANK, SALARY AND                                    |
| 3 | PRIVILEGES shall be automatically increased whenever there is an increase in          |
| 4 | the salary AND ALLOWANCES of the same position from which [he/she] THEY               |
| 5 | retired."   |
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| 6 | <b>SEC. 3.</b> Section 3-B of the same Act, as amended, is further amended to read as |
| 7 | follows:  |

"SEC. 3-B. The benefits under this Act shall be granted to all those who have retired prior to the effectivity of this Act, INCLUDING JUDICIARY OFFICIALS WITH JUDICIAL RANK, SALARY AND PRIVILEGES WHO COMPULSORILY RETIRED AT THE AGE OF SIXTY-FIVE (65) IN ACCORDANCE WITH LAW AT THE TIME OF THEIR RETIREMENT, AND THOSE WHO AVAILED THEMSELVES OF OPTIONAL OR DISABILITY RETIREMENT UNDER THIS ACT; Provided, [That the benefits shall be applicable only to members of the Judiciary, Provided further] That the benefits to be granted shall be prospective."

**SEC. 4.** The amount necessary for the initial implementation of this Act shall be charged against the current year's savings of the Judiciary. Thereafter, such sums as may be necessary for the continued implementation of this Act shall be included in the annual General Appropriations Act.

**SEC. 5.** If any provision or part of this Act is declared invalid or unconstitutional, the remaining parts or provisions not affected shall remain in full force and effect.

**SEC. 6.** All laws, rules, regulations, orders, circulars and other issuances or parts thereof which are inconsistent with the provisions of this Act are hereby repealed, amended or modified accordingly.

**SEC. 7.** This Act shall take effect fifteen (15) days after its publication in the *Official Gazette* or in a newspaper of general circulation.

Approved,