NINETEENTH CONGRESS OF THE	)
REPUBLIC OF THE PHILIPPINES	)
First Regular Session	)



'22 AUG 25 P4:12

SENATE

S. No. 1228



## **Introduced by Senator Jinggoy Ejercito Estrada**

#### AN ACT

STRENGTHENING THE EMPLOYMENT RIGHTS FOR MEMBERS OF THE CITIZEN ARMED FORCES OR THE RESERVE FORCE OF THE ARMED FORCES OF THE PHILIPPINES AND FOR OTHER PURPOSES

#### **EXPLANATORY NOTE**

In many countries, there are established policies which safeguard the rights of their reservists to their employment. For instance, in United Kingdom, reservists who have a liability to be mobilized are protected against unfair dismissal, as it is a criminal offense for an employer to terminate a reservist's job without their consent solely or mainly because one has a liability to be mobilized<sup>1</sup>. Legislation also provides them with legal right to be reinstated to their former job, subject to certain conditions<sup>2</sup>.

In Australia, reservists are also protected in their civilian workplace from discrimination, disadvantage or dismissal for reasons associated with their Defence service<sup>3</sup>. US government also guarantees an employee returning from military service or training the right to be reemployed at one's former job (or as nearly comparable a job as possible) with the same benefits<sup>4</sup>.

<sup>&</sup>lt;sup>1</sup> Guidance: Reservist employer toolkit (updated May 14, 2021). Retrieved from

https://www.gov.uk/government/publications/reservist-employers-toolkit/reservist-employer-toolkit

<sup>&</sup>lt;sup>2</sup> Ibid.

<sup>&</sup>lt;sup>3</sup> Defence Reservists: rights and responsibilities at work. Retrieved from <a href="https://www.fairwork.gov.au/sites/default/files/migration/723/Defence-reservists-rights-and-responsibilities-at-work.pdf">https://www.fairwork.gov.au/sites/default/files/migration/723/Defence-reservists-rights-and-responsibilities-at-work.pdf</a>

<sup>&</sup>lt;sup>4</sup> A Guide to the Uniformed Services Employment and Reemployment Rights Act. Retrieved from <a href="https://www.dol.gov/agencies/vets/programs/userra/USERRA-Pocket-Guide#ch19">https://www.dol.gov/agencies/vets/programs/userra/USERRA-Pocket-Guide#ch19</a>

This proposed measure intends to provide the same level of protection and support to our reserve force in recognition of their important contribution to nation-building, and in honor of their selflessness in offering their precious time, skills and service to the country. Our reservists have been instrumental in the success of many campaigns of the Armed Forces, often in humanitarian and emergency socio-civic outreach missions. They were among the first to be deployed during rescue and relief operations upon the onslaught of disasters and natural calamities, as well as in subsequent community rehabilitation efforts.

This measure also aims to encourage more Filipinos to become part of the Reserve Force by reducing the disadvantages to civilian and professional careers, in private or public sectors, which can result from rendering military service. In a way, the bill reinforces the reserve force as a crucial component of the national defense and security organization. Currently, there are 1.2 million members of the Reserve Force from all over the country<sup>5</sup>.

This bill was already approved on Third and Final Reading by the Senate during the Seventeenth Congress, but remained pending before the House of Representatives.

The immediate passage of this legislation is earnestly sought.

JINGGOY EJERCITO ESTRADA

<sup>&</sup>lt;sup>5</sup> TSN. Organizational meeting of the Senate Committee on National Defense and Security, Peace, Unification and Reconciliation, August 10, 2022. Page 54.

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## **AN ACT**

STRENGTHENING THE EMPLOYMENT RIGHTS FOR MEMBERS OF THE CITIZEN ARMED FORCES OR THE RESERVE FORCE OF THE ARMED FORCES OF THE PHILIPPINES AND FOR OTHER PURPOSES

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

1	CHAPTER 1
2	GENERAL PROVISIONS
3	Section 1. Short Title This Act shall be known as the "Reservist
4	Employment Rights Act".
5	Sec. 2. Declaration of Policy. – It is hereby declared a policy of the State to:
6	a) Strengthen the Citizen Armed Forces or the Reserve Force of the Armed
7	Forces of the Philippines (AFP) and recognize its role in the mission areas
8	of the AFP and in national security;
9	b) Protect the rights of reservists, and prevent and prohibit discrimination on
10	the basis of rendering military service to the State;
11	c) Encourage service in the AFP Reserve Force by eliminating or minimizing
12	the disadvantages to civilian careers and employment which can result
13	from rendering military service to the State; and
14	d) Ensure the observance of all employers of the rights of reservists called to
15	perform military service to the State, while the overall operation of their
16	organization is not severely prejudiced.

The prime duty of the State is to serve and protect the people. For this reason, the State may call upon the people to defend the State, and in fulfilment thereof, may require its citizens to render military or civil service under conditions provided by law.

 Sec. 3. *Coverage.* – The provisions of this Act shall apply to all employers, whether private or public, including all government agencies and political subdivisions as well as government-owned and/or –controlled corporations and their subsidiaries, nongovernment organizations, and other socioeconomic entities.

Sec. 4. *Definition of Terms.* – As used in this Act, the following terms shall mean:

- a) Active Duty Training the compulsory or voluntary trainings for reserve units and/or individual reservists provided by the AFP to update their working knowledge in the current military organization, doctrines, and in tactics, techniques and procedures or TTPs, in order to maintain a desirable state of readiness, enable them to satisfy the active service-ingrade required for promotion to higher grades, and maintain a level of proficiency and competency for those reservists designated as instructors in Reserve Officers' Training Corps (ROTC) and other reservist training programs;
- b) Auxiliary Service the voluntary performance of a service by reservists for the purpose of helping maintain local peace and order, meeting local insurgency and terror threats for intelligence requirements, assisting in rescue and relief operations during disasters and calamities, health welfare activities and participating in local socioeconomic development projects;
- c) *Citizen Soldiers or Reservists* members of the Reserve Force of the AFP composed of the following:
  - Graduates of the ROTC basic and advance courses and who were issued orders as enlisted reservists or reserve officers of the AFP;
  - Graduates of authorized basic military training instructions who, as a result thereof, were issued orders as enlisted reservists or reserve officers;

3) Ex-servicemen and retired officers of the AFP who have been 1 integrated into the Reserve Force of the AFP; and 2 4) Reservist officers and enlisted reservists including those procured 3 under existing laws and included in the present AFP roster. 4 There shall be three (3) categories of citizen soldiers or AFP reservists: 5 The First Category Reserve, the Second Category Reserve, and the Third 6 Category Reserve based on age. 7 1) First Category Reserve – shall be composed of able-bodied reservists 8 whose ages are between eighteen (18) years and thirty-five (35) years, 9 inclusive. 10 2) Second Category Reserve – shall be composed of able-bodied 11 reservists whose ages are between thirty-six (36) and fifty-one (51), 12 inclusive. 13 3) Third Category Reserve – shall be composed of able-bodied reservists 14 who are above fifty-one (51) years of age. 15 Based on the categorization above, the Reserve Force units shall 16 further be classified into the Ready Reserve, the Standby Reserve, and 17 the Retired Reserve based on their operational readiness for immediate 18 deployment/utilization. 19 d) Employment – the act of hiring and continued engagement including the 20 reintegration of an employee called to military service to one's former 21 position, or if not practicable, to a substantially equivalent position, 22 without loss of seniority rights and diminution of pay; 23 e) Military service – any service rendered by a citizen soldier or reservist to 24 the State upon orders of the AFP or call to active duty (CAD) to meet 25 active duty training (ADT) requirements, or for any purpose that the AFP 26 leadership may deem necessary in order to augment and support the 27 Regular Force operations in times of war, national emergency or such 28 other times as the national security requires; 29 f) Mobilization - the utilization of the Reserve Force of the AFP in times of 30

emergency to meet threats to national security;

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g) Reintegration – the actual resumption of work of an employee after one's military service to one's former position, or if not practicable, to a substantially equivalent position, without loss of seniority rights and diminution of pay;

- h) Reserve Force those composing of members of the reserve components of the AFP;
- i) Ready Reserve citizen soldiers or reservists belonging mostly to the First Category reserve, who shall be organized, trained and maintained as mobilizable ready reserve subject to being called at any time to augment the regular armed force of the AFP not only in times of war or national emergency but also to meet local emergencies arising from calamities, disasters, and threats to peace, order, security, and stability in any locality, including the need to provide assistance in relief and rescue work and other civil assistance activities;

Furthermore, members of the AFP Affiliated Reserve units of various government and private utilities and services considered essential for the preservation of economic stability of the country or particular locality, such as power and electricity, water supply, transportation and communications, among others, regardless of their categorization shall be classified as Ready Reserve;

All citizen soldiers belonging to the First Category Reserve, except those exempted under Republic Act No. 7077, otherwise known as the "Citizen Armed Forces of the Philippines Reservist Act", and other pertinent policies, shall be required to serve with the Ready Reserve units and will have assignments and promotions in accordance with existing policies of the AFP until transferred to the Standby Reserve by virtue of their age;

j) Standby Reserve – citizen soldiers or reservists belonging mostly to the Second Category Reserve and the Third Category Reserve. The members of the Standby Reserve shall be organized and assigned to specific reserve units and shall be maintained through annual assembly test to update their records and present addresses, among others. The Standby Reserve may be mobilized or ordered to active duty only in times of national emergency or war. The ranks of the members of the Standby Reserve may be upgraded if they voluntarily participate in training or serve with the Ready Reserve units in their areas or if their Standby Reserve unit undergoes retaining. They will however be encouraged to upgrade their military knowledge and skills by taking up non-resident or resident courses which shall be set up for the purpose; and

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k) Retired Reserve – citizen soldiers who have qualified for retirement through length of service, old age or disability. For this purpose, sixty-five (65) years shall be considered as the retirement age. However, if qualified and fit for duty, a member of the Retired Reserve may be ordered to active duty in times of local or national emergencies if one volunteers for active duty and when the Secretary of National Defense determines that there are not enough qualified citizen soldiers with one's special skills and qualifications in the Ready Reserve or Standby Reserve in one's particular area of residence.

#### **CHAPTER 2**

## **NON-DISCRIMINATION OF RESERVISTS**

Sec. 5. Anti-Reservist Discrimination and Prohibited Acts. -

- a) It shall be unlawful for an employer, or those acting in the interest of the employer, whether private or public, including all government agencies and political subdivisions, as well as government-owned and/or controlled corporations and their subsidiaries, nongovernment organizations, and other socioeconomic entities to:
  - Discriminate against an individual in terms of compensation, terms and conditions, or privileges of employment on account of such individual's membership, application for membership, performance of military service, application for military service or obligation with the Reserve Force of the AFP;
  - 2) Print or publish, or cause to be printed or published, in any form of media, including the internet, any notice of advertisement relating to employment suggesting preferences, limitations, specifications, and discrimination based on membership, application for membership,

performance of military service, application for military service or 1 obligation with the Reserve Force of the AFP; 2 3) Require the declaration of application for membership, or status of 3 membership in the Reserve Force of the AFP; 4 4) Decline employment on the basis of membership in the Reserve Force 5 of the AFP: 6 5) Deny any employee's or worker's promotion or opportunity for training 7 8 on the basis of membership, application for membership, performance of military service, application for military service or obligation with the 9 Reserve Force of the AFP; 10 6) Lay off an employee or worker because of membership, application for 11 membership, performance of military service, application for military 12 service or obligation with the Reserve Force of the AFP; or 13 7) Impose early retirement on the basis of such employee's or worker's 14 15 membership, application for membership, performance of military service, application for military service or obligation with the Reserve 16 Force of the AFP. 17 b) It shall be unlawful for a labor contractor or subcontractor, if any, to 18 refuse to refer for employment or otherwise discriminate against any 19 20 individual because of such person's membership, application for membership, performance of military service, application for military 21 22 service or obligation with the Reserve Force of the AFP; c) It shall be unlawful for any organization to: 23 24 1) Deny membership to any individual because of such person's membership, application for membership, performance of military 25 service, application for military service or obligation with the Reserve 26 Force of the AFP; 27 2) Exclude from its membership any individual because of such person's 28 membership, application for membership, performance of military 29 service, application for military service or obligation with the Reserve 30 31 Force of the AFP; or

- 3) Cause or attempt to cause an employee to discriminate against an 1 individual in violation of this Act. 2 d) It shall be unlawful for a publisher to print or publish any notice of 3 advertisement relating to employment suggesting preferences, limitations, 4 specifications, and discrimination based on a person's membership, 5 application for membership, performance of military service, application 6 for military service or obligation with the Reserve Force of the AFP 7 8 **CHAPTER 3 EMPLOYMENT RIGHTS AND ENTITLEMENTS** 9 Sec. 6. Employment Rights of Citizen Soldiers/Reservists. - The following are 10 the rights of reservists who perform military service in the Reserve Force of the AFP: 11 a) Reservists who perform military service are entitled to their original 12 13 position, or when not practicable, to a substantially equivalent position, without loss of seniority rights and diminution of their pay; 14 b) Military service shall not be considered a break in the employment for 15 retirement purposes or for granting benefits provided for under the Labor 16 17 Code and other special laws;
  - c) Reservists cannot be required to use earned or entitled vacation or service incentive leaves for leave of absence in connection with the performance

of military service in the Reserve Force; and

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- d) Reservists who suffer any temporary or permanent disability due to military service shall not be denied reintegration if such employee can still perform the essential functions of their original employment, whether with or without reasonable accommodations.
- Sec. 7. *Hiring of Substitute Employee.* An employer whose reservist employee is called to military service may hire another employee as substitute during the period of the military service of the reservist employee.

The employment of the substitute employee shall be deemed terminated upon the reintegration of the reservist employee. The employer or those acting in the interest of the employer may, however, consider the substitute employee for another position, if practicable.

Sec. 8. Reintegration Duty of an Employer. – It shall be the duty of the employer, or those acting in the interest of the employer, to reintegrate reservists returning from military service to their former position, or when not practicable to a substantially equivalent position, without loss of seniority rights and diminution of their pay.

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- Sec. 9. Conditions for Reintegration of Reservists. Reservists shall be entitled to reintegration as provided in Section 8 of this Act, subject to the following conditions:
  - a) The reservist has rendered or performed military service as a member of the Reserve Force of the AFP;
  - b) The employer, or those acting in the interest of the employer, has been given a written notice by the AFP or the reservist, which if practicable, shall indicate the duration of military service, at least thirty (30) days prior to departing for military service unless precluded by military necessity, except when under all of the relevant circumstances, the timely provision of notice is otherwise impossible or unreasonable;
  - c) The employer, or those acting in the interest of the employer, shall immediately reintegrate the reservist after the latter is officially discharged from military service in accordance with the notice issued by the AFP; and
  - d) The employer, or those acting in the interest of the employer, shall provide its reservist employee the prevailing salary or wage at the time of reintegration of the reservist.

In a timely manner, the AFP shall issue and provide the pertinent notices and documents to reservists and their employers, and those acting in the interest of the employers, to facilitate the reintegration of the reservists to their employment.

- Sec. 10. *Period to Notify of Intent to Return.* Reservists are hereby required to notify their employers, or those acting in the interest of the employer, of their intent to return to work subject to the following circumstances and conditions:
  - a) In the case of reservists called to military service for a definite period when indicated in the call for active duty training or such other notice issued by the AFP, the employer, or those acting in the interest of the employer, shall be deemed notified of the intent to return when furnished

a copy of the pertinent notice from the AFP prior to the absence of the reservist for military service;

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b) In the case of reservists called to military service for an indefinite period when not indicated in the call for active duty training or such other notices issued by the AFP, the employer, or those acting in the interest of the employer, shall be deemed notified of the intent to return when furnished a copy of the pertinent notice from the AFP indicating the impending discharge of reservists at least fifteen (15) days prior to the end of the military service: Provided, That the reservists shall not be deemed ineligible when circumstances do not permit the timely prior notification of absence due to military service and/or intent to return of a reservist in compliance with this provision in accordance with Sections 9(b) and 9(d) of this Act: Provided, further, That reservists who suffer from illness or injury incurred in, or aggravated during, the performance of military service shall be allowed to indicate their desire to return to their former position within a reasonable time as prescribed by a military doctor: Provided, finally, That the AFP shall ensure that its policies and administrative processes, whenever practicable, allow for at least fifteen (15) days prior notification of employers, or those acting in their interest, of the absence of reservists for military service and their capacity and intent to return to their employment.

Sec. 11. Compensation for Non-Reintegration of Reservists. – In cases of authorized cases or circumstances, subject to the determination and approval of the Department of Labor and Employment (DOLE), where reintegration is impossible or unreasonable, the reservist shall be entitled to at least three (3) month's worth of basic salary or to a separation pay equivalent to his or her one-month basic salary per year of service, whichever is higher.

Sec. 12. Compensation of Reservists for Military Service. – In order to enhance the general welfare, commitment to service and professionalism of the members of the Reserve Force of the AFP, the reservist rendering military service shall be entitled to the base pay commensurate to their rank consistent with their counterpart in the regular force.

The mother agency of the reservist shall promptly pay and remit the reservist employees' premium contributions, based on one's salary, during their absence due to military service, whether to the Government Service Insurance System (GSIS), Pag-IBIG, Philippine Health Insurance Corporation (PhilHealth), and all pertinent contributions related to the employment, and shall not reflect any gap in contributions in the records.

Reservists shall have the option to pay their Social Security System (SSS) contributions as a voluntary paying SSS member to avoid any gap in their contribution records and afford their full entitlement to SSS benefits in accordance with existing guidelines.

The AFP shall establish the necessary administrative process to assist reservists in the timely remittance of pertinent contributions, whether mandatory or voluntary.

Sec. 13. *Multi-Stakeholder Engagement and Advocacies*. – The Department of National Defense (DND) and the AFP shall strengthen coordination and cooperation among stakeholders through a sustained and comprehensive advocacy campaign for the purpose of ensuring that the employment rights of reservists are understood and protected by all concerned.

For this purpose, the Department of Budget and Management (DBM), in consultation with the DND and the AFP, shall create the necessary plantilla or non-tenured positions. The necessary funds for the implementation of this provision shall be included in the budget of the DND and AFP in the annual General Appropriations Act.

Sec. 14. *Tax Benefits and Incentives.* – The Department of Finance (DOF), in coordination with the DND, AFP and other appropriate government agencies, shall develop the appropriate rules and regulations on the provision of tax benefits and incentives based on justified costs and expenses by employers associated with organizational adjustments borne out of the absence of reservists in an organization in compliance with this Act, Republic Act No. 7077, and other appropriate laws, rules and regulations.

Sec. 15. Administrative Fines and Penalties. – Violation of any of the provision of this Act shall be punished with a fine of not less than Fifty thousand pesos

(P50,000.00) but not more than One million pesos (P1,000,000.00), or imprisonment of not less than three (3) months but not more than two (2) years, or both, at the discretion of the court. If the offense is committed by a corporation, trust, firm, partnership or association or other entity, the penalty shall be imposed upon the responsible officer or officers of such corporation, trust, firm, partnership or association or entity.

Sec. 16. *Military Duty Leave.* – Every reservist shall be entitled to a leave of seven (7) days with pay per year for the purposes of military training or military activities. This shall be on top of applicable leaves entitled to a reservist from one's employer.

## **CHAPTER 4**

## **FINAL PROVISIONS**

Sec. 17. *Appropriations.* – The amount necessary for the immediate and effective implementation of this Act shall be charged against available funds of the DND and the AFP. Thereafter, such sums as may be necessary for the implementation of this Act shall be included in the annual appropriations of the AFP.

Sec. 18. *Implementing Rules and Regulations*. – Within sixty (60) days from the effectivity of this Act, the DOLE, in coordination with the DND, the AFP, the Civil Service Commission (CSC), and appropriate government agencies, shall promulgate the rules and regulations for the effective implementation of this Act.

Sec. 19. *Separability Clause.* – If any provision of this Act is declared invalid or unconstitutional, the remaining provision not affected thereby shall continue to be in full force and effect.

Sec. 20. *Repealing Clause.* – All laws, decrees, orders or regulations or part thereof inconsistent with this Act are hereby repealed or modified accordingly.

Sec. 21 . *Effectivity.* – This Act shall take effect fifteen (15) days following the completion of its publication in the *Official Gazette* or in a national newspaper of general circulation.

Approved,