

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

THIRTEENTH CONGRESS
Second Regular Session

HOUSE BILL NO. 5062



Introduced by : **Deputy Speaker Raul V. Del Mar**

EXPLANATORY NOTE

It is the policy of the State to extend social security protection to workers and their beneficiaries and towards this end it shall promote and protect a viable social security system.

Due however to difficult economic times, a substantial number of distressed employers have failed to remit or pay all contributions, including penalties for delinquency, due and payable to the Social Security System (SSS), resulting in a substantial uncollected revenue for SSS.

A grant of a one-time opportunity for delinquent employers to pay all contributions due and payable without incurring the prescribed penalties would not only encourage early and/or immediate settlement of the unpaid or unremitted contributions but also help in the rehabilitation of distressed businesses with the end in view of contributing further to economic growth and productivity.

And to ensure that henceforth that social security system laws would be compiled with strictly, no further condonation or waiver of penalties shall be granted.

In view hereof, approval of the bill is earnestly requested.


RAUL V. DEL MAR

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AN ACT
GRANTING DELINQUENT EMPLOYERS A ONE-TIME OPPORTUNITY TO
PAY ALL UNREMITTED AND/OR UNPAID CONTRIBUTIONS TO THE
SOCIAL SECURITY SYSTEM WITHOUT INCURRING THE PRESCRIBED
PENALTIES

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

SECTION 1. Any employer who is delinquent or has not remitted all contributions due and payable to the Social Security System pursuant to Republic Act No. 8282 may, within six (6) months from the due issuance of the implementing rules and regulations contemplated herein, remit said contributions or submit a proposal to pay the same in installments within a period of not more than twelve (12) months from the effectivity of this Act without incurring the prescribed penalty, subject to the implementing rules and regulations which the Social Security Commission may prescribe: *Provided,* That in case the employer fails to remit contributions within the six-month grace period or defaults in the payment of any amortization provided in the approved proposal, the prescribed penalty shall be imposed from the contributions first became due as provided in Republic Act No. 8282.

SECTION 2. Within thirty (30) days after the effectivity of this Act, the Social Security Commission shall issue the necessary rules and regulations for the effective implementation of this Act.

SECTION 3. All laws, decrees, orders, proclamations, rules and regulations or parts thereof which are inconsistent with this Act are hereby repealed, amended and/or modified accordingly.

SECTION 4. This Act shall take effect fifteen (15) days after its complete publication in the Official Gazette or in at least two (2) national newspapers of general circulation.

Approved.