

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City, Metro Manila

FIFTEENTH CONGRESS
Third Regular Session



COMMITTEE REPORT No. **2514**

Submitted by the Committee on Government Enterprises & Privatization on
11 DEC 2012

RE: House Bill No. **6748**

Recommending its approval in substitution of House Bill No. 4365

Sponsors: Representatives Erico Basilio A. Fabian, Antonio L. Tinio, Neri J. Colmenares, Teddy A. Casino, and Catalina C. Bagasina

Mr. Speaker:

The Committee on Government Enterprises & Privatization, to which was referred House Bill No. 4365, introduced by Representatives Neri Javier Colmenares, Teddy A. Casino, Bernadette R. Herrera-Dy, Catalina C. Bagasina, Maria Carmen Zamora-Apsay, Jesus Crispin C. Remulla, Giorgidi B. Aggabao, Salvador H. Escudero III, Emil L. Ong, Antonio L. Tinio, Pedro B. Acharon Jr., Cesar V. Sarmiento, Rodolfo C. Farinas, Eduardo R. Gullas, Luzviminda C. Ilagan, Raymond V. Palatino, Sergio F. Apostol, Ramon H. Durano VI, Jerry P. Trenas, Joaquin Carlos Rahman A. Nava, Mel Senen S. Sarmiento, Tomas R. Osmena, Roger G. Mercado, Janette L. Garin, Benhur L. Salimbangon, Rene L. Relampagos, Alfredo D. Maranon III, Emmi A. De Jesus, Florencio T. Miraflores, Herminia B. Roman, Edgar S. San Luis, Edcel C. Lagman, Irvin M. Alcala, Loreto Leo S. Ocampos, Victorino Dennis M. Socrates, Philip A. Pichay, Jeffrey P. Ferrer, and David L. Kho, entitled:

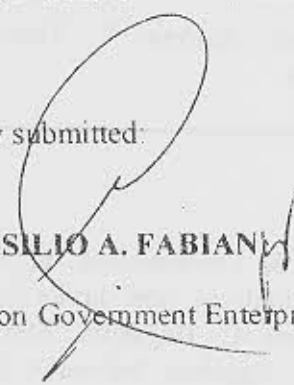
“AN ACT
INCREASING PENSIONS UNDER THE SOCIAL SECURITY SYSTEM,
AMENDING FOR THE PURPOSE SECTION 12 OF RA NO. 1161, AS
AMENDED, OTHERWISE KNOWN AS THE SOCIAL SECURITY LAW”

has considered the same and recommends that the attached House Bill No. **6748**
entitled:

"AN ACT
INCREASING PENSIONS UNDER THE SOCIAL SECURITY SYSTEM,
FURTHER AMENDING FOR THE PURPOSE SECTION 12 OF RA 1161,
AS AMENDED, OTHERWISE KNOWN AS THE SOCIAL SECURITY
LAW"

be approved in substitution of House Bill No. 4365, with Representatives Neri J. Colmenares, Teddy A. Casino, Catalina C. Bagasina, Maria Carmen Zamora-Apsay, Jesus Crispin C. Remulla, Giorgidi B. Aggabao, Salvador H. Escudero III, Emil L. Ong, Antonio L. Tinio, Pedro B. Acharon Jr., Cesar V. Sarmiento, Rodolfo C. Farinas, Eduardo R. Gullas, Luzviminda C. Ilagan, Raymond V. Palatino, Sergio F. Apostol, Ramon H. Durano VI, Jerry P. Trenas, Joaquin Carlos Rahman A. Nava, Mel Senen S. Sarmiento, Tomas R. Osmena, Roger G. Mercado, Janette L. Garin, Benhur L. Salimbangon, Rene L. Relampagos, Alfredo D. Maranon III, Emmi A. De Jesus, Florencio T. Miraflores, Herminia B. Roman, Edgar S. San Luis, Edcel C. Lagman, Irvin M. Alcala, Loreto Leo S. Ocampos, Victorino Dennis M. Socrates, Philip A. Pichay, Jeffrey P. Ferrer, David L. Kho, Erico Basilio A. Fabian, Antonio L. Tinio and Ma. Amelita C. Villarosa as authors thereof.

Respectfully submitted:


ERICO BASILIO A. FABIAN
Chairman
Committee on Government Enterprises & Privatization

THE HONORABLE SPEAKER
HOUSE OF REPRESENTATIVES
Quezon City

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

FIFTEENTH CONGRESS
Third Regular Session

HOUSE BILL NO. **6748**
(In substitution of House Bill No. 4365)

Introduced by Representatives Neri J. Colmenares, Teddy A. Casiño, Bernadette R. Herrera-Dy, Catalina C. Bagasina, Maria Carmen Zamora-Apsay, Jesus Crispin C. Remulla, Giorgidi B. Aggabao, Salvador H. Escudero III, Emil L. Ong, Antonio L. Tinio, Pedro B. Acharon Jr., Cesar V. Sarmiento, Rodolfo C. Fariñas, Eduardo R. Gullas, Luzviminda C. Ilagan, Raymond V. Palatino, Sergio F. Apostol, Ramon H. Durano VI, Jerry P. Treñas, Joaquin Carlos Joaquin Carlos Rahman A. Nava, Mel Senen S. Sarmiento, Tomas R. Osmeña, Roger G. Mercado, Janette L. Garin, Benhur L. Salimbangon, Rene L. Relampagos, Alfredo D. Maraño III, Emmi A. de Jesus, Florencio T. Miraflores, Herminia B. Roman, Edgar S. San Luis, Edcel C. Lagman, Irvin M. Alcala, Loreto Leo S. Ocampos, Vistorino Dennis M. Socrates, Philip A. Pichay, Jeffrey P. Ferrer, David L. Kho, Erico Basilio A. Fabian, Antonio L. Tinio, and Ma. Amelita C. Villarosa

AN ACT
INCREASING PENSIONS UNDER THE SOCIAL SECURITY SYSTEM, FURTHER
AMENDING FOR THE PURPOSE SECTION 12 OF RA 1161, AS AMENDED,
OTHERWISE KNOWN AS THE SOCIAL SECURITY LAW

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

- 1 SECTION 1. Section 12 of Republic Act No. 1161, as amended by Republic Act
2 No. 8282, is hereby further amended to read as follows:
3
4 “SEC. 12. Monthly Pension. – (a) The monthly pension shall be the
5 highest of the following amounts:
6
7 (1) The sum of the following:
8
9 (i) Three hundred pesos (P300.00); plus
10 (ii) Twenty percent (20%) of the average monthly salary credit; plus
11 (iii) Two percent (2%) of the average monthly salary credit for each
12 credited year of service in excess of ten (10) years; or

1
2 (2) Forty percent (40%) of the average monthly salary credit; or
3

4 (3) One thousand pesos (P1,000.00): Provided, That the monthly pension
5 shall in no case be paid for an aggregate amount of less than sixty (60)
6 months.
7

8 (b) Notwithstanding the preceding paragraph, the minimum MONTHLY
9 pension shall be [One thousand two hundred pesos (P1,200.00)] ONE
10 THOUSAND SEVEN HUNDRED (P1,700.00) for members with at least
11 ten (10) credited years of service and [Two thousand four hundred pesos
12 (2,400.00)] THREE THOUAND FOUR HUNDRED PESOS (P3,400.00)
13 for those with twenty (20) credited years of service.
14

15 THREE YEARS AFTER THE IMPLEMENTATION OF THIS ACT,
16 THE SAID AMOUNTS SHALL BE INCREASED BY AT LEAST FIVE
17 HUNDRED PESOS (P500.00) FOR MEMBERS WITH AT LEAST TEN
18 (10) CREDITED YEARS OF SERVICE AND AT LEAST ONE
19 THOUSAND PESOS (P1,000.00) FOR MEMBERS WITH AT LEAST
20 TWENTY (20) CREDITED YEARS OF SERVICE.
21

22 THE COMMISSION SHALL EQUITABLY AND
23 PROPORTIONATELY ADJUST THE MONTHLY PENSION OF
24 OTHER ENTITLED MEMBERS OR BENEFICIARIES TO PRESERVE
25 THE INTEGRITY AND FAIRNESS OF THE PENSION PROGRAM.
26

27 SEC. 2. Separability Clause. Should any provision of this Act or any part thereof
28 be declared invalid, the other provisions, so far as they are separable from the invalid
29 ones, shall remain in force and effect.
30

31 SEC. 3. Repealing Clause. Any law, presidential decree or issuance, executive
32 order, letter of instruction, administrative order, rule or regulation inconsistent with this
33 Act is hereby repealed, modified or amended accordingly.
34

35 SEC. 4. Effectivity Clause. This Act shall take effect fifteen (15) days after its
36 publication in at least two (2) newspapers of general circulation.
37

38 Approved

FACT SHEET

6748

House Bill No. 4365

(As Approved On _____)

**"AN ACT
INCREASING PENSIONS UNDER THE SOCIAL
SECURITY SYSTEM, FURTHER AMENDING FOR THE
PURPOSE SECTION 12 OF RA 1161, AS AMENDED,
OTHERWISE KNOWN AS THE SOCIAL SECURITY LAW"**

Introduced by:

REPRESENTATIVES NERI J. COLMENARES, TEDDY A. CASINO, CATALINA C. BAGASINA, MARIA CARMEN ZAMORA-APSAY, JESUS CRISPIN C. REMULLA, GIORGIDI B. AGGABAO, SALVADOR H. ESCUDERO III, EMIL L. ONG, PEDRO B. ACHARON JR., CESAR V. SARMIENTO, RODOLFO C. FARINAS, EDUARDO R. GULLAS, LUZVIMINDA C. ILAGAN, RAYMOND V. PALATINO, SERGIO F. APOSTOL, RAMON H. DURANO VI, JERRY P. TRENAS, JOAQUIN CARLOS RAHMAN A. NAVA, MEL SENEN S. SARMIENTO, TOMAS R. OSMENA, ROGER G. MERCADO, JANETTE L. GARIN, BENHUR L. SALIMBANGON, RENE L. RELAMPAGOS, ALFREDO D. MARANON III, EMMI A. DE JESUS, FLORENCIO T. MIRAFLORES, HERMINIA B. ROMAN, EDGAR S. SAN LUIS, EDCCEL C. LAGMAN, IRVIN M. ALCALA, LORETO LEO S. OCAMPOS, VICTORINO DENNIS M. SOCRATES, PHILIP A. PICHAY, JEFFREY P. FERRER, DAVID L. KHO, ERICO BASILIO A. FABIAN, ANTONIO L. TINIO AND MA. AMELITA C. VILLAROSA

Committee Referral: COMMITTEE ON GOVERNMENT ENTERPRISES & PRIVATIZATION

Committee Chairperson: Rep. ERICO BASILIO A. FABIAN

OBJECTIVES

- To enhance the purchasing power of SSS pensioners by increasing the monthly pension

KEY PROVISIONS:

- Seeks to increase the minimum monthly pension of SSS pensioners by P500.00 and P1,000.00 for those with at least 10 and 20 years of service, respectively

RELATED LAWS:

- Republic Act No. 1161