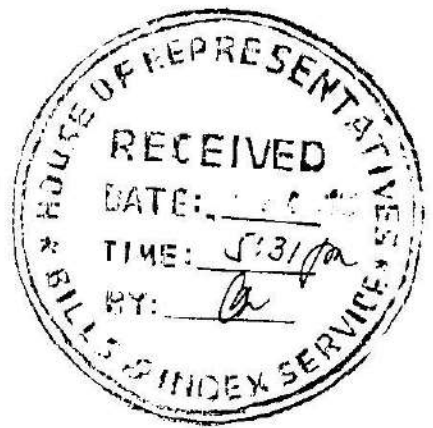


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Republic of the Philippines
HOUSE OF REPRESENTATIVES
Constitution Hills, Quezon City

NINETEENTH CONGRESS
First Regular Session

HOUSE BILL NO. 436



Introduced by REP. JOHNNY T. PIMENTEL

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EXPLANATORY NOTE

13 This bill seeks to carry out administrative reforms for the Philippine Coast
14 Guard. In 2009, the Philippine Coast Guard Law was enacted through RA 9993.
15 It established the Coast Guard as an armed and uniformed personnel separate
16 from the Armed Forces. This placed the Coast Guard under Department of
17 Transportation and Communications (now the Department of Transportation).
18

19 However, various administrative endowments and benefits to the active and
20 retired personnel of the Coast Guards are wanting, unlike their other uniformed
21 and military personnel counterparts. Among these are the recent increase in
22 base pay for the uniformed and military personnel not given effect to the
23 members of the Philippine Coast Guard despite the intention of the government
24 to grant them with the same increase in compensation. This bill seeks to give the
25 Coast Guard the similar benefits given to other uniformed and military
26 personnel.
27

28 Furthermore, this measure seeks to strengthen further the Philippine Coast
29 Guard as an institution in addressing the ever changing and challenging
30 mandate that the service faces.
31

32 The Philippines being an archipelagic State and one with the longest coastlines
33 in the world, attention to the Philippine Coast Guard should be given principal
34 attention.
35

36 For the aforementioned reasons, the undersigned submits this bill for the
37 consideration of this august body.
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43 **JOHNNY T. PIMENTEL**

1 Republic of the Philippines
2 **HOUSE OF REPRESENTATIVES**
3 Constitution Hills, Quezon City

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5 **NINETEENTH CONGRESS**
6 First Regular Session
7

8 **HOUSE BILL NO. 436**
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Introduced by REP. JOHNNY T. PIMENTEL

12
13 **AN ACT**
14 **PROVIDING FOR THE ADMINISTRATIVE REFORM AND REORGANIZATION OF**
15 **THE PHILIPPINE COAST GUARD, REVISING FOR THE PURPOSE REPUBLIC ACT**
16 **NO. 9993, OTHERWISE KNOWN AS THE "PHILIPPINE COAST GUARD LAW OF 2009"**
17

18 *Be it enacted by the Senate and the House of Representatives of the Philippines in Congress*
19 *assembled:*
20

21 **CHAPTER I**
22 **THE PHILIPPINE COAST GUARD**

23 **Section 1. Short Title.** - This Act shall be known as the "Revised Philippine Coast Guard
24 Law."
25

26 **Section 2. Philippine Coast Guard.** - The Philippine Coast Guard (PCG), established under
27 Republic Act No. 9993 as an armed and uniformed service attached to the Department of
28 Transportation (DOTr) shall continue as such upon the effectivity of this Act: *Provided*, That in
29 times of war, as declared by Congress, the PCG or parts thereof, shall be attached to the Department
30 of National Defense.
31

32 **CHAPTER II**
33 **ORGANIZATION**

34 **Section 3. Organization.** - The PCG organizational structure shall be headed by a
35 Commandant with the rank of Admiral assisted by the Deputy Commandant for Operations and
36 Deputy Commandant for Administration both with the rank of Vice Admiral. It is divided into
37 three functional service commands, namely, maritime safety, marine environmental protection and
38 maritime security. Other service commands, major and support units are categorized as
39 administrative support, operating commands, operational support, technical services and special
40 service commands.

41 a) Administrative support commands are Education and Training, Internal Affairs Service,

1 Surface Support Force, Human Resource Management Service and Logistics;

2 b) The operational support commands are Weapons, Communications, Electronics,
3 Information System Service, Special Operations Force, Aviation Force, Community Relations
4 Command and Canine Enforcement Force;

5 c) The technical services are the Judge Advocate General's Service Command, Medical
6 Service, Ecumenical Service, Dental Service, Veterinary Service, Medical Administrative Corps,
7 Nurse Corps, and other technical services that may or hereinafter be created as needed;

8 d) Operating commands are the 15 districts located nationwide covering specific areas of
9 responsibilities composed of stations which in turn have field offices called sub-stations down to
10 detachments or posts. These coast guard districts are: National Capital Region-Central Luzon
11 (CGD NCR-CL), Central Visayas (CGD CV), Southwestern Mindanao (CGD SWM),
12 Southeastern Mindanao (CGD SEM), Palawan (CGD PAL), Western Visayas (CGD WV),
13 Southern Tagalog (CGD STL), Northern Mindanao (CGD NM), Bicol (CGD BCL), Northwestern
14 Luzon (CGD NWL), Eastern Visayas (CGD EV), Northeastern Luzon (CGD NEL), Southern
15 Mindanao (CGD SM), Northeastern Mindanao (CGD NEM) and Coast Guard district BARMM
16 (CGD BARMM). The PCG shall continue to study and consider creation of other new districts in
17 the expediency of service;

18 e) The Special Services are the Legislative Liaison Affairs, Community Relations Service,
19 Finance Service, Internal Audit, Center for Strategic Studies, Accounting Service and the Coast
20 Guard Academy;

21 In addition to the basic structure of the PCG mentioned above, the Commandant may, in the
22 interest of public service and expediency of service, create or reorganize districts, commands,
23 services or units under the PCG which shall be forwarded for adoption to the Organization,
24 Position Classification and Compensation Bureau (OPCCB) of the Department of Budget and
25 Management: *Provided*, That the minimum manning level of the PCG shall be computed based on
26 the total coastline of the Philippines with two (2) uniformed personnel per (1) kilometer of
27 coastline. *Provided Finally*, That the functional commands, administrative support units,
28 operational support units, operating units, technical services and special services shall be
29 authorized and designated to perform all duties and functions of the PCG within their individual
30 area of responsibility, including but not limited to, finance and procurement.

31
32 **Section 4. The PCG Commandant.** -- The PCG shall be headed by a Commandant who
33 shall have the rank of Admiral which shall be equivalent to the rank and pay of the Chief of Staff
34 of the Armed Forces of the Philippines and the Chief of the Philippine National Police. The
35 Commandant shall be appointed by the President from among the Flag Officers in the Coast Guard
36 service. He shall have earned the command-at-sea badge and must have served as District
37 Commander and Functional Service Commander. The Commandant shall have a maximum term

1 of (3) three years or upon reaching the age of 56 years old whichever comes earlier. *Provided,*
2 *however,* That if the maximum term is served before reaching the age of 56, the Commandant shall
3 be compulsorily retired with all the benefits appertaining thereto.

4
5 **Section 5. Powers and Functions of the Commandant.** - The Commandant shall exercise
6 the following powers and functions:

7 a) Under the authority and direction of the President, shall be responsible for the elaboration
8 and execution of national maritime laws relating to the functions of the PCG;

9 b) Direct and control tactical as well as strategic movements, deployment, placement,
10 utilization of the PCG or any of its units and personnel, including its equipment, facilities and other
11 resources: *Provided* that the Commandant may delegate this power to subordinate officials with
12 respect to the units under the latter's command, subject to the guidelines as the Commandant may
13 prescribe in accordance with existing laws, rules and regulations.

14 c) Prescribe, in accordance to existing laws the organization or re-organization, powers,
15 functions and duties of the various staff, services, installation and other units of the PCG;

16 d) Issue policies and instructions regarding personnel, funds, properties, records,
17 correspondence and such other matters as may be necessary to effectively carry out the functions,
18 powers and duties of the PCG, in accordance with existing laws, rules and regulations.

19 e) Appoint, enlist and call to active duty any member of the uniformed personnel, non-
20 commissioned officers and call to active duty members of the officers' corps;

21 f) Approve the recommendation of the different promotion and/or assignments boards and
22 ensure observance of merit and fitness in the process of promotion and assignment;

23 g) Exercise disciplinary authority over all uniformed personnel and civilian employees of
24 the PCG;

25 h) Perform any task or directive issued by the President;

26 Further, such command and direction of the Commandant may be delegated to subordinate
27 officials with respect to the units under the latter's respective commands, subject to the guidelines
28 as the Commandant may prescribe in accordance with the rules and regulation prescribed under
29 existing laws.

31 **CHAPTER III**

32 **ADMINISTRATION AND PERSONNEL**

33 **Section 6. – Personnel.** – The PCG shall consist of the following categories of personnel:

34 a) Officer – refers to uniformed members of the PCG who is commissioned as officer by the
35 President and belongs to the officers' corps;

36 b) Enlisted personnel– general term for uniformed member of the PCG with ranks below
37 commissioned officers and performs jobs specific to their occupational specialty. There are three

classification of enlisted personnel, namely, strikers for those in grades E-1 to E-3, junior non-commissioned officers for those in grades E-4 to E6 and senior non-commissioned officers for ranks with equivalent grades of E-7 to E-10.

c) Civilian employee – refers to the non-uniformed members of the PCG who are appointed and employed under the Civil Service laws, rules and regulations;

d) Probationary Ensign – refers to a person who is called to active duty but awaiting commissionship into the PCG or awaiting training;

e) Draftee – refers to a person who has completed basic training and is awaiting enlistment into the PCG active service;

f) Cadet- refers to a person who is enrolled in service academies under the sponsorship of the PCG;

g) Candidate – refers to a person who is undergoing training for commissionship;

h) Trainee – refers to a person who is undergoing training to qualify as member of the enlisted personnel’s corps of the PCG;

Provided, That the ranks and grades of all uniformed personnel in the PCG, whether officer or enlisted personnel, shall be the same and equal as that used and observed in the AFP and PNP.

Section 7. Ranks and Grades of PCG Officers. – The ranks and grades of PCG Officers shall be as follows:

RANK	ACRONYM	PAY GRADE
Admiral	ADM	O-10
Vice Admiral	VADM	O-9
Rear Admiral	RADM	O-8
Commodore	COMMO	O-7
Captain	CAPT	O-6
Commander	CDR	O-5
Lieutenant Commander	LCDR	O-4
Lieutenant Senior Grade	LTSG	O-3
Lieutenant Junior Grade	LTJG	O-2
Ensign	ENS	O-1

Section 8. Technical Officers. – Following are the professionals that may join the PCG service as technical officers:

- a) Lawyers
- b) Doctors
- c) Priests, Pastors, Imam, and other certified clerics
- d) Dentists
- e) Veterinarians

- f) Engineers and naval architects
- g) Nurses
- h) Certified Public Accountants
- i) Clinical Psychologists
- j) Physical Therapists
- k) Chemists
- l) Medical Technologists
- m) Midwives

Any applicant holding the degree of any of the abovementioned professions shall have qualified and passed the licensure examination, as applicable, of the respective professions to be qualified for entry into the Coast Guard service. Other board professions not listed may still be recruited as part of the technical stream upon verification of the PCG of its need thereof.

Section 9. Officer Rank Distribution. - The officer rank distribution of the PCG shall be as follows: two per centum (2%) in the Flag Officer rank; six per centum (6%) in the rank of Coast Guard Captain; twelve per centum (12%) in the rank of Coast Guard Commander; eighteen per centum (18%) in the rank of Coast Guard Lieutenant Commander; Twenty per centum (20%) in the rank of Coast Guard Lieutenant Senior Grade; and forty-two per centum (42%) in the ranks of Coast Guard Lieutenant Junior Grade and Coast Guard Ensign; *Provided*, That such distribution is based on the ratio between officer and enlisted personnel which is one (1) officer for every seven (7) enlisted personnel; *Provided, finally*, That if the actual number in a rank is less than the number prescribed in a lower rank, the difference may be applied as an increase to the number prescribed in the lower rank.

Section 10. Distribution of Flag Officers. – Other than the Commandant who occupies the rank of Admiral, the total number of flag ranks shall not exceed two (2) percent of the total population of officers distributed observing the pyramidal structure as hereunder prescribed:

Vice Admiral	0.15%
Rear Admiral	0.35%
Commodore	1.50%
Total	2.00%

Provided, That if the actual number in a rank, except in the case of Coast Guard Admiral and Coast Guard Vice Admiral, is less than the number herein prescribed, the difference may be applied as an increase to the number prescribed in the lower rank; *Provided, further*, That no officer shall be promoted to the rank of Coast Guard Commodore or higher unless there is an existing vacancy, and the officer is occupying a position in the table of organization that requires the rank of which he is being considered for promotion.

Section 11. Maximum Tenure in Rank. – The maximum tenure of officers in the ranks of Captain and Flag Officer in the PCG are hereby prescribed as follows:

Rank	Maximum Tenure in Rank
Admiral	three (3) years
Vice Admiral	three (3) years
Rear Admiral	three (3) years
Commodore	five (5) years
Captain	ten (10) years

Unless earlier separated, retired or promoted to the next higher rank or occupying a position calling for the higher rank in the PCG Table of Organization, Captains and Flag Officers shall be retired upon the attainment of the maximum tenure in rank herein prescribed, or upon reaching the age of compulsory retirement whichever comes earlier. *Provided*, That Captains or flag officers who have not reached age of retirement shall be retired due to attrition if they have at least twenty (20) years in service otherwise it shall be separation from service.

Section 12. Maximum Tenure in Position. - Officer holding the following key positions are hereby limited to a maximum tenure of three (3) years, unless otherwise earlier relieved by competent authority or compulsory retired under existing laws:

- a) Commandant
- b) Deputy Commandant
- c) Functional Service Commander

Provided, That except for the Commandant, no other officer shall be assigned/designated to the aforementioned key positions or promoted to the rank of Commodore or higher if he has less than (1) year of active service remaining prior to compulsory retirement.

Section 13. Ranks and Grades of Enlisted Personnel. The ranks and pay grades of PCG enlisted personnel shall be as follows:

RANK	ACRONYM	PAY GRADE
First Master Chief Petty Officer	FMCPO	E-10
Master Chief Petty Officer	MCPO	E-9
Senior Chief Petty Officer	SCPO	E-8
Chief Petty Officer	CPO	E-7
Petty Officer First Class	PO1	E-6
Petty Officer Second Class	PO2	E-5
Petty Officer Third Class	PO3	E-4
Seaman/Seawoman First Class	SN1/SW1	E-3

Seaman/Seawoman Second Class	SN2/SW2	E-2
Apprentice Seaman/Seawoman	ASN/ASW	E-1

Section 14. Maximum Tenure in Rank for Enlisted Personnel. – The maximum tenure of senior enlisted personnel in the ranks of Chief Petty Officer to First Master Chief Petty Officer in the PCG are as follows:

Rank	Maximum Tenure in Rank
First Master Chief Petty Officer	Three (3) years
Master Chief Petty Officer	Three (3) years
Senior Chief Petty Officer	Five (5) years
Chief Petty Officer	Eight (8) years

Any enlisted personnel holding lower ranks than the above who stays in a rank for 10 years without being promoted to the next higher rank shall be evaluated by the Re-enlistment Fitness Board who shall verify suitability to continue in service and submit a recommendation for the approval of the Commandant: *Provided*, That the original enlistment term in the PCG shall be three (3) years and subsequent re-enlistment shall be for the term of six (6) years, with the application for re-enlistment to be reviewed by the Re-enlistment Fitness Board for recommendation to the Commandant for approval: *Provided, further*, That the uniform allowance shall be payable every three (3) years after complying with the physical fitness test.

Section 15. Civilian Employees. – There shall be civilian positions within every office of the PCG. The head of the civilian employees shall occupy a rank of Director III and shall be appointed by the President upon recommendation of the Commandant. The civilian employees shall establish their own plantilla positions to complement the strength of the PCG uniformed personnel.

Section 16. Appointments. – The appointment of the PCG Commandant and Flag Officers shall be approved by the President upon the recommendation of the Secretary of the DOTr. Appointments of all PCG enlisted personnel shall be made by the PCG Commandant. Appointments of PCG officers, which shall be in the initial rank of Coast Guard Ensign shall be through a commissionship into service by the President upon the recommendation of the Commandant.

The initial entry ranks for technical officers like lawyers, medical doctors and ecumenical clerics shall be in the rank of Lieutenant Senior Grade, dentists and veterinarians shall be Lieutenant Junior Grade, while nurses and chemists shall be commissioned in the rank of Ensign.

1 Appointment of other technical professions that may be required later shall be based on the
2 academic attainment or ranking of licensure examinations results issued by competent authority.

3 Appointments as well as the promotion of all civilian employees shall be in accordance with
4 the CSC laws, rules and regulations.
5

6 **Section 17. Basic Qualification for Uniformed Personnel.** – To qualify as officer or
7 enlisted personnel of the PCG, applicant shall possess the following at the time of application:

8 a) Natural born citizen of the Philippines;

9 b) A person of good moral conduct;

10 c) Must have passed the psychiatric/ psychological, drug and physical tests to be
11 administered by the PCG Medical Service or by any PCG accredited government hospital for the
12 purpose of determining physical and mental health;

13 d) Must possess a formal baccalaureate degree, with appropriate license when applicable or
14 professional civil service eligibility for appointment as officer, and must have finished at least 72
15 non-repetitive units of college education or senior high school graduate with six (6) months
16 TESDA skills course related to the functions of PCG for appointment as enlisted personnel upon
17 effectivity of this act; and

18 e) Must not have been dishonorably discharged from military employment or dismissed for
19 cause from any civilian position in the government.
20

21 **Section 18. Promotions of Officers and Enlisted Personnel.** – The promotion of PCG
22 officers and enlisted personnel shall be based on merit and fitness in accordance with the following
23 procedures:

24 a) Officers shall only be promoted after undergoing deliberation before promotion boards.
25 *Provided,* That promotion boards shall submit the results of their deliberation to the Commandant
26 for approval and corresponding transmittal to the President for approval;

27 b) There shall also be appropriate promotion boards for enlisted personnel whose
28 recommendation shall be submitted to the Commandant for approval:

29 *Provided, further,* That at the time of promotion, the officer or enlisted personnel concerned
30 shall possess all the qualifications and none of the disqualifications provided under pertinent laws,
31 rules and regulations, specifically on the completion of required career course, training,
32 examination and minimum time-in-grade as applicable for specific ranks.
33

34 **Section 19. PCG Insignia, Decorations and Awards.** – The PCG shall have its own insignia
35 and badges to denote rank, specialty and assignment including uniforms, decorations and awards,
36 all of which shall be submitted to the National Historical Institute for registration in the flags and
37 heraldic list: *Provided,* That there shall be an established awards system which shall be

1 administered by the PCG under such rules and regulations as may be promulgated with the
2 approval of the President.

3
4 **Section 20. Legal Assistance.** – The Secretary of the Department of Justice, the Secretary
5 of Transportation, or the Commandant of the PCG may authorize lawyers of their respective
6 agencies to provide legal assistance to any member of the PCG charged with an offense or crime
7 resulting from the performance or on occasion of official duty. The government lawyers so
8 authorized shall have the power to administer oaths. The Secretary of Justice, the Secretary of
9 Transportation, and the Commandant of the PCG shall jointly promulgate rules and regulations to
10 implement the provisions of this section.

11
12 **Section 21. Power to Administer Oath.** – Officers of the PCG in the active service with the
13 grade of O-5 or when designated with appropriate orders as administrative officer of a unit, shall
14 have the power to administer oaths on matters which are connected with the performance of their
15 official duties. Senior non-commissioned officers (grades E-7 to E10) who are designated through
16 appropriate orders, as Chief-Master-At-Arms (CMAA) or unit master chief are also empowered to
17 administer oaths.

18
19 **Section 22. Office of the Presidential Adviser on Coast Guard Affairs.** – To assist and
20 provide advice to the President on maritime enforcement and security matters, facilitate policy
21 formulation and decision making in maritime issues, there shall be an Office of the Presidential
22 Adviser on Coast Guard Affairs headed by a PCG flag officer holding a rank of Commodore.

23
24 **Section 23. Maritime and Coast Guard Attaché.** – The PCG shall have maritime and coast
25 guard attaché in the International Maritime Organization, other international institution or as
26 member of diplomatic missions or embassies with proper coordination with the Department of
27 Foreign Affairs.

28 **CHAPTER IV**

29 **PAY, ALLOWANCES AND BENEFITS**

30 **Section 24. Salaries and Other Benefits.** – The uniformed personnel of the PCG shall
31 receive the same base pay, longevity pay, hazard pay and other benefits and allowances as are now
32 or hereafter may be authorized for corresponding salary grades and ranks in the AFP. The salaries
33 and allowances of the civilian employees of the PCG shall be in accordance with existing laws,
34 rules and regulations.

35
36 **Section 25. Longevity Pay and Allowances.** – Uniformed personnel of the PCG shall be
37 entitled to a longevity pay of ten percent (10%) of their basic monthly salaries for every five (5)

1 years of continuous active service, which shall be reckoned from the date of actual service in the
2 PCG: *Provided*, That the totality of such longevity pay shall not exceed fifty percent (50%) of the
3 basic pay. They shall also continue to enjoy the subsistence allowance, quarters allowance, clothing
4 allowance, cost of living allowance, hazard pay, and other collateral allowances but not limited to
5 sea duty pay, flying pay, lawyers/legal incentive pay, occupational specialty pay, magna carta for
6 medical workers, specialization pay, instructors duty pay, combat pay for officers and enlisted
7 personnel of the PCG performing combat duties/activities or engaged in actual performance of
8 duties as defined in regulations to be issued by the Commandant and all other applicable
9 allowances as provided by existing laws. *Provided, further*, That the PCG shall, subject to approval
10 of the President, issue a specific policy pertaining to collateral allowances for specific duties
11 actually performed. All collateral allowances shall be reflected in the pay slip of qualified
12 personnel.

13
14 **Section 26. Uniformed Personnel Missing in Action.** – The survivors of any officer or
15 enlisted personnel who, while in the performance of duty, is officially confirmed missing in action,
16 kidnapped or captured by lawless elements shall be entitled to receive the same pay and allowances
17 to which such officer or enlisted personnel is entitled from the time of the latter's disappearance:
18 *Provided*, That the compulsory retirement of an absentee, in applicable cases, shall be processed
19 to allow his/her survivors to enjoy the retirement benefits: *Provided, further*, That should the
20 Commandant, upon the recommendation of the proper authority or immediate supervisor,
21 subsequently rule that the officer or enlisted personnel concerned has been absent from duty
22 without authority, such member or the latter's survivors shall reimburse the PCG all such amount
23 and allowances that have been received in accordance with this section and other pertinent sections
24 of this Act.

25 26 **CHAPTER V**

27 **ACTIVE SERVICE AND SEPARATION**

28 **Section 27. Active Service.** – For purposes of this Act, active service of the uniformed
29 personnel shall refer to services rendered as an officer and enlisted personnel, cadet, trainee or
30 draftee in the PCG and services rendered as a civilian official or employee in the Philippine
31 Government prior to the date of separation or retirement from the PCG: *Provided*, That, for
32 purposes of retirement, the personnel shall have rendered at least ten (10) years of active service
33 as officer or enlisted personnel in the PCG: *Provided, further*, That no period of such civilian
34 government service be longer than the active coast guard service shall be credited for purposes of
35 retirement. Service rendered as cadet in any service academy in the Philippines or abroad under
36 sponsorship of the PCG such as the Philippine Merchant Marine Academy, probationary officer,

1 draftee or trainee shall be included in computing the years in active service for retirement purposes
2 if such personnel joins the service right after graduation.

3
4 **Section 28. Retirement.** – Upon attaining 56 years of age or accumulation of 30 years of
5 continuous satisfactory active service, whichever comes later, a PCG uniformed personnel shall
6 be compulsorily retired: *Provided*, That in case the disparity between the length of service and
7 retirement age mentioned above is more than a year, then tenure in service may be extended for a
8 maximum of four (4) years but in no case shall the personnel concerned serve beyond sixty (60)
9 years of age. Any officer or enlisted personnel may choose to retire on their own option upon
10 accumulating at least twenty (20) years in active service.

11 For purposes of this Act, an officer or enlisted personnel who dies after accumulating at least
12 twenty (20) years of satisfactory active service shall be considered as retired.

13 The retirement of civilian employees of the PCG shall be governed by the GSIS law, rules
14 and regulations.

15
16 **Section 29. Separation.** – Separation from the Coast Guard service may be done through
17 compulsory retirement, optional retirement upon reaching 20 years in service, disability discharge,
18 expiration of enlistment term, voluntary resignation, attrition, dismissal for cause, or death.

19 The separation of civilian employee of the PCG shall be governed by the Civil Service law,
20 rules and regulations.

21
22 **Section 30. Attrition.** – There shall be established a system of attrition within the uniformed
23 members of the PCG within one (1) year from the effectivity of this Act to be submitted by the
24 PCG to the President for approval.

25
26 **Section 31. Retirement Benefits.** – An officer or uniformed personnel who is retired under
27 Section 31 of this Act, or his/her qualified survivors, are entitled to receive, and may choose from,
28 any of the following benefits:

29 a. **Gratuity Pay.** – A lump sum payment of gratuity pay equivalent to one (1) month of base
30 and longevity pay computed based on one grade higher than the permanent salary grade last held
31 for every year of service; or

32 b. **Retirement Pay** – A monthly retirement pay equivalent to fifty percent (50%) of monthly
33 base and longevity pay computed based on one grade higher than the permanent salary grade last
34 held by the personnel in case of twenty (20) years of active service, increasing by two and one-
35 half percent (2 ½ %) for every year of service rendered beyond twenty (20) years up to a maximum
36 of ninety percent (90%) for thirty-six (36) years of active service and over.

1 *Provided*, That enlisted personnel who attain the rank of Chief Petty Officer, Senior Chief
2 Petty Officer and of Master Chief Petty Officer shall, upon retirement, be entitled to the retirement
3 pay and benefits of an Ensign: *Provided, further*, That a Master Chief Petty Officer shall receive a
4 gratuity equivalent to that of an Ensign, plus one-half (1/2) of the difference between the gratuity
5 of an Ensign and a Chief Petty Officer, and a Senior Chief Petty Officer shall receive a gratuity
6 equivalent to that of an Ensign, plus one-half (1/2) of the difference between the gratuity of a
7 Master Chief Petty Officer and a Chief Petty Officer, while a First Master Chief Petty Officer shall
8 be retired with the rank of Ensign but with the retirement pay and benefits of a Lieutenant Junior
9 Grade (O-2), as provided for in existing laws: *Provided, furthermore*, That officers and enlisted
10 personnel who availed of optional retirement are entitled to receive monthly retirement pay upon
11 retirement: *Provided, finally*, That upon retirement, an officer or enlisted personnel is entitled to
12 receive a lump sum equal to eighteen (18) months of the monthly retirement pay.

13 The retirement pay of officers and enlisted personnel who are killed in action or wounded in
14 action resulting in total permanent disability shall be computed at the rate of ninety percent (90%)
15 of the monthly base and longevity pay based on one grade higher than the permanent salary grade
16 last held by the personnel regardless of years in active service.

17 The retirement pay of all PCG retirees shall be subject to adjustment on the prevailing scale
18 of base pay of uniformed personnel in the active service.

19 The retirement benefits of civilian employees shall be governed by applicable Civil Service
20 laws and regulations and the Government Service Insurance System Law.

21
22 **Section 32. Separation Pay.** – Officers and enlisted personnel separated from the PCG
23 without having accumulated at least twenty (20) years of satisfactory active service, or their
24 qualified survivors, shall receive a separation pay equivalent to one-month base plus longevity pay
25 based on one grade higher than the permanent salary grade the officer and enlisted personnel holds
26 at the time of separation for every year of active service: *Provided*, That cadets, candidates, trainees
27 and draftees who voluntarily resigns from service shall not be entitled to any separation pay.

28 The separation benefits of civilian employees shall be governed by applicable Civil Service
29 laws and regulations and the Government Service Insurance System Law.

30
31 **Section 33. Benefits for Death and Total Permanent Disability in the Line of Duty or**
32 **During Training.** – Qualified survivors of officers and enlisted personnel, including cadets,
33 candidates, trainees and draftees, who died in the line of duty without having accumulated at least
34 twenty (20) years of satisfactory active service are entitled to a monthly life annuity, equivalent to
35 fifty percent (50%) of the base and longevity pay computed based on one grade higher than the
36 permanent salary grade last held by the deceased officer and enlisted personnel at the time of death:

1 *Provided, That, survivors of cadets, candidates, trainees and draftees who die during training*
2 *through their own fault or negligence shall not be entitled to this benefit.*

3 Officers or enlisted personnel, including cadets, candidates, trainees and draftees, who suffer
4 total permanent physical disability in the line of duty or during training without having
5 accumulated at least twenty (20) years of satisfactory active service shall be entitled to a monthly
6 life annuity, equivalent to fifty percent (50%) of the base and longevity pay computed based on
7 one grade higher than the permanent salary grade last held by the officer and enlisted personnel
8 when the disability occurred: *Provided, That the extent of the disability or sickness which renders*
9 *such member unfit or unable to further perform the duties of the position held shall be certified by*
10 *the appropriate Government hospital like the Philippine General Hospital: Provided, further, That*
11 *cadets, candidates, trainees and draftees who suffer total permanent physical disability during*
12 *training through their own fault or negligence shall not be entitled to this benefit.*

13 The death and disability benefits of civilian employees shall be governed by applicable Civil
14 Service laws and regulations and the Government Service Insurance System Law.

15
16 **Section 34. Survivors.** – The family of deceased officer or enlisted personnel who are alive
17 and may claim benefits after such uniformed personnel dies in line of duty or the pensioner dies.
18 The following criteria shall apply:

19 a) Surviving spouse if married to the deceased prior to the latter's retirement/separation and
20 not legally separated by judicial decree from the deceased issued on grounds not attributable to
21 said spouse: *Provided, That the spouse's entitlement of benefits shall terminate when the spouse*
22 *dies, remarries, cohabits or engages in a common-law relationship;*

23 b) Surviving children of officer or enlisted personnel born of marriage contracted prior to
24 his retirement/separation from the service, surviving children adopted legally prior to his
25 retirement/separation, illegitimate children born while the deceased parent was still on active
26 service: *Provided, That entitlement to benefits shall terminate when such children attain twenty-*
27 *one (21) years of age or upon marriage: Provided, further, That those who have reached the age of*
28 *twenty-one (21) years but are incapacitated and incapable of self-support due to a mental or*
29 *physical defect acquired prior to age of majority shall remain entitled to the benefits.*

30 c) In default of those mentioned in paragraph (a) and (b), the surviving parent or parents.

31 As regards question of filiation involving survivor-claimants, the same shall be submitted
32 first by the claimants to competent court for determination before benefits can be given.

33
34 **Section 35. Survivorship Benefits.** – The qualified survivors are entitled to a monthly
35 annuity equivalent to seventy-five percent (75%) of the officer or enlisted personnel's retirement
36 or separation benefits, to be divided among them in equal shares and with the right of accretion.

37 Survivorship benefits for civilian employees shall be governed by the GSIS Law.

1
2 **Section 36. Disability Pension.** – In addition to the other benefits under this Act, an officer
3 or enlisted personnel who is retired or separated by reason of disability, which is the proximate
4 result of wounds or injuries sustained or sickness or disease acquired in the line of duty shall
5 receive a monthly disability pension as follows:

6 (a) If and while the disability is rated twenty-five percent (25%) – Three thousand three
7 hundred pesos (P5,000.00)

8 (b) If and while the disability is rated fifty percent (50%) – Ten thousand pesos (P10,000.00)

9 (c) If and while the disability is rated seventy-five percent (75%) – Fifteen thousand pesos
10 (P15,000.00)

11 (d) If and while the disability is rated one hundred percent (100%) – Twenty thousand pesos
12 (P20,000.00)

13 The Coast Guard Pension and Gratuity Management Center may require the officer and
14 enlisted personnel receiving the benefits under this Section to undergo periodic physical and
15 medical examination to determine the extent of disability for purposes of adjusting the disability
16 pension.

17
18 **Section 37. Old-Age Pension.** – A retired PCG uniformed personnel who is at least 65 years
19 of age shall be entitled to old-age pension amounting to Five Thousand Pesos (P5,000.00) monthly
20 increasing by Five Thousand Pesos (P5,000.00) every five years: *Provided*, That only retired PCG
21 uniformed personnel who shall have been honorably discharged or retired after at least twenty (20)
22 years total PCG active service or sooner separated while in the active service in the PCG due to
23 disability arising or incurred in actual operations or performance of duties are entitled to receive
24 this monthly benefit.

25
26 **Section 38. Application of Related Laws on Retirement and Separation of Uniformed**
27 **Personnel.** – The retirement system under Presidential Decree No. 1638, as amended, and the
28 provisions of Republic Act No. 8220, Republic Act No. 9365, and other similar applicable laws,
29 insofar as not inconsistent with applicable provisions of this Act, shall be given suppletory effect.
30

31 **Section 39. Incentives and Awards.** – There shall be established an incentives and awards
32 system which shall be administered by a board under such rules, regulations and standards as may
33 be promulgated by the PCG: *Provided*, That equivalent awards shall be given by the PCG for every
34 award duly given by respectable civic organizations in a nationwide selection for outstanding
35 achievement and/or performance of any member. *Provided, further*, that in the case of civilian

employees, the system of incentives and awards shall be approved and in accordance with the CSC laws, rules and regulations.

CHAPTER VI DISCIPLINARY SYSTEM

Section 40. Disciplinary System. The PCG shall adopt the Military Justice System which shall be applicable to all its uniformed personnel. Civilian employees shall be covered under the disciplinary rules of the Civil Service. The Commandant shall be assisted by the Coast Guard Internal Affairs in enforcing discipline and order within its ranks though for disciplinary issues depending on gravity, unit commanders shall exercise disciplinary powers over personnel under their command. The PCG shall within six (6) months from the effectivity of this Act, issue policies, rules and procedures applying military justice system based on the provisions of Commonwealth Act No. 408, as amended by RA No. 516, RA No. 242, PD No. 1968 and PD No. 1166. *Provided,* That for civilian employees, the PCG shall issue rules and procedures implementing Book VII of EO No. 292 and the Civil Service laws.

Section 41. Disciplinary Authority. The Commandant exercises disciplinary authority at any time over all personnel of the PCG. The authority to discipline shall also be exercised by unit commanders and Commanding Officers including Station Commanders, Sub-Station Commanders, head of Morning Report Carrying Units.

Section 42. Jurisdiction. – A complaint or a charge filed against a PCG member shall be heard and decided exclusively by the disciplining authority who has acquired original jurisdiction over the case notwithstanding the existence of concurrent jurisdiction as regards the offense.

Section 43. Dismissal of PCG Personnel. – The Commandant, after due notice and summary hearing, may immediately remove or dismiss any respondent PCG personnel and major unit commanders may recommend such in any of the following cases:

a) In cases of drug abuse where subsequent confirmation test confirms the use of prohibited drugs;

b) When the charge is serious and the evidence of guilt is strong;

c) When the respondent is a recidivist or has been repeatedly charged and there are reasonable grounds to believe that he is guilty of the charges; and

d) When the respondent is guilty of a serious offense involving conduct unbecoming a PCG personnel.

An officer or enlisted personnel who is continuously absent without approved leave for at least thirty (30) calendar days shall be considered on absence without official leave (AWOL) and

1 shall be presumed voluntarily resigned: *Provided*, That he shall be informed, by registered mail,
2 at his address appearing on his 201 file of his separation from the service not later than five (5)
3 calendar days from the effectivity thereof.

4 The dismissal of PCG civilian employees shall be governed by Civil Service laws, rules and
5 regulations.
6

7 **Section 44. Coast Guard Internal Affairs Service.** – To maintain accountability in
8 government service through discipline and efficiency, there shall be an Internal Affairs Service
9 (IAS) in the PCG. The CGIAS shall foster and promote accountability in government service
10 within the PCG and follow the basic principles of integrity, objectivity, independence,
11 confidentiality, professionalism, competence, courage, trust, honesty, fairness, forthrightness,
12 public accountability and respect for others and themselves. It shall have the power to investigate
13 and inquire into any and all activities of the PCG units and personnel, review processes, procedures
14 and operations to determine if such were conducted effectively and efficiently.

15 The personnel of the CGIAS whether officer or enlisted personnel, who are performing actual
16 investigative duties, shall, be granted occupational specialty pay which shall not exceed fifty
17 percent (50%) of their basic pay and shall be reflected in their pay slip for performed work.
18

19 **CHAPTER VII**

20 **MISCELLANEOUS PROVISIONS**

21 **Section 45. Coast Guard Reserve Force.** – There is hereby created and established a
22 Philippine Coast Guard Reserve Force, the purpose of which is to augment the PCG force in the
23 event of national emergency or catastrophe as declared by appropriate Government entity. The
24 PCG reservist shall undergo regular training and shall be organized, trained, equipped, and
25 administered by a PCG Reserve Command under the direction of the Commandant and whose
26 members may be called to active duty in the exigency of the service on aforementioned
27 circumstances duly declared by appropriate authority. The PCG may also participate in the
28 Reserve Officers' Training Course program as an alternative offering focusing on maritime safety,
29 marine environmental protection and search and rescue: *Provided*, That the PCG shall within six
30 (6) months from the effectivity of this Act, draft pertinent policies on the management and
31 particulars of the Coast Guard Reserve Force, subject to the approval of the President.
32

33 **Section 46. Authority to Create Mutual Benefit Association.** The PCG is hereby
34 authorized to create a mutual benefit association where membership is voluntary to provide life
35 and non-life insurance services for the benefits of its members and their dependents to lift the
36 morale and promote the welfare of PCG members and their families. The management, operation,
37 and control of such association shall be under the direct control and supervision of the

1 Commandant, Philippine Coast Guard. Such mutual benefit association shall be exempt from all
2 kinds of taxes and shall be issued a certificate of exemption. The mutual benefit association shall
3 comply with the requirements of Securities and Exchange Commission (SEC) on registration and
4 of other regulatory government agencies.
5

6 **Section 47. Exemption from Attachment and Taxes.** – Retirement benefits granted by this
7 Act, including benefits received from a duly instituted provident fund and mutual benefit
8 association shall not be subject to attachment, levy, execution or any tax of whatever nature.
9

10 **Section 48. Special Account.** – The PCG shall maintain a special account under the General
11 Fund, in which receivables from local or foreign entities shall be credited including proceeds or
12 excess of grants, fees or charges, dues, fines and rentals generated in the regular conduct of service:
13 *Provided*, that PCG shall have the authority to use one hundred percent (100%) of this fund for
14 capability enhancement and modernization of the organization.
15

16 **Section 49. Collection of Revenues.** – The PCG shall collect fees, dues, charges, and fines
17 relevant to the exercise of its various functions: *Provided*, that the thirty percent (30%) shall be
18 credited to the special account.
19

20 **Section 50. PCG Properties and Lighthouse Reservations.** – The PCG shall continue to
21 exercise exclusive ownership, possession, management, control and supervision over all properties
22 transferred to it by virtue of Executive Order No. 475 dated 30 March 1998 and Executive Order
23 No. 477 dated 15 April 1998, such as inter alia, vessels, watercrafts, firearms, armaments,
24 munitions, communications and electronic equipment, vehicles, buildings, real state, lighthouse
25 stations and reservations.
26

27 **Section 51. Establishment and Expansion of Coast Guard Bases, Equipment and**
28 **Facilities.** – In accordance with other appropriate government agencies, the PCG shall develop
29 and enhance its capabilities in the performance of its mandated functions and establish its strategic
30 presence. To this extent the PCG shall, through the guidance of Congress, draft its development
31 plan that shall reflect its asset, equipment and facility requirement that includes but not limited to
32 floating assets, laboratories, land-based support facilities, land mobility, arms and ammunition,
33 rescue and hospital ship, maritime monitoring surveillance and communications system, port
34 facilities, air assets and air stations.
35

36 **Section 52. Implementing Rules and Regulations.** – The Philippine Coast Guard shall, not
37 later than one hundred twenty (120) days from the effectivity of this Act, issue rules and

1 regulations, determine, fix and/or prescribe charges, rates, and penalties, as may be necessary, to
2 implement its provisions, as well as the provisions of laws, issuances, decrees and orders related
3 to the implementation of PCG functions.

4
5 **Section 53. Appropriations.** – The amount necessary to carry out the provisions of this Act
6 shall be included in the annual General Appropriations Act.

7
8 **Section 54. Transitory Provisions.** – The provisions of this Act, as far as the computation
9 of rate is concerned, shall have retroactive effect on the retirement benefits of enlisted personnel
10 whose retirement were affected by the implementation of Republic Act No. 9993, and the
11 discrepancy as a result of applying this Act and Republic Act No. 9993 shall be returned to the
12 retiree. The same shall also be retroactively applicable to indexation of pension to base pay scale
13 adjustments affected by Republic Act No. 9993: *Provided*, that the retirement benefits of the ranks
14 of Admiral and Vice Admiral adversely affected by CJR No. 4 s. 2008 and CJR No. 1 s. 2018 shall
15 be adjusted in the same level as its contemporary ranks of General and Lieutenant General in the
16 AFP and the PNP, respectively: *Provided, further*, that those affected by the above-mentioned Joint
17 Resolutions shall be paid the difference in pay and allowances by reason thereof.

18
19 **Section 55. Separability Clause.** – If for any reason, any provision of this Act is declared
20 unconstitutional or invalid, such parts not affected thereby shall remain in full force and effect.

21
22 **Section 56. Repealing Clause.** – Republic Act No. 9993 is hereby repealed and all laws,
23 decrees, executive orders, rules and regulations and other issuance's or parts thereof which are
24 inconsistent with this Act are hereby repealed, amended or modified accordingly.

25
26 **Section 57. Effectivity.** - This Act shall take effect fifteen (15) days after its publication in
27 the Official Gazette or in any two (2) newspapers of general circulations.

28 *Approved.*