

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

TWENTIETH CONGRESS
First Regular Session

HOUSE BILL NO. 2027



Introduced by REPRESENTATIVE MERCEDES K. ALVAREZ, MNSA

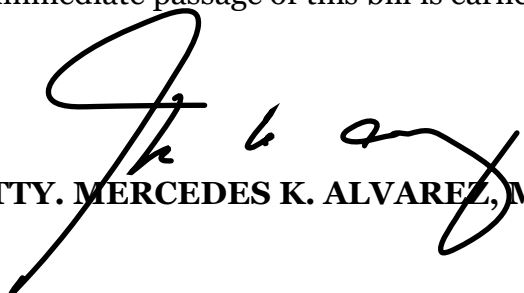
EXPLANATORY NOTE

Despite our Barangay officials and workers being frontliners in terms of implementation of government policies and services at the community level, many of them retire without receiving any form of retirement pay or recognition for their years of dedicated service.

This bill seeks to amend Section 393 of Republic Act No. 7160, or the Local Government Code of 1991, providing a lump sum retirement pay to barangay officials, barangay tanods, members of the Lupong Tagapamayapa, barangay health workers, and daycare workers.

To make the lump sum retirement pay a success, this measure proposes the creation of a Barangay Retirement Fund, which shall be administered and disbursed by the Department of the Interior and Local Government. On the other hand, the Department of Budget and Management is tasked to issue the measure's implementing rules and regulations.

In view of the foregoing, the immediate passage of this bill is earnestly sought.


ATTY. MERCEDES K. ALVAREZ, MNSA

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AN ACT
PROVIDING ALL BARANGAY OFFICIALS, INCLUDING BARANGAY
TANODS, MEMBERS OF THE LUPON TAGAPAMAYAPA, BARANGAY
HEALTH WORKERS, AND BARANGAY DAY CARE WORKERS, A LUMP
SUM RETIREMENT PAY EQUIVALENT TO ONE (1) YEAR
HONORARIUM, AMENDING FOR THE PURPOSE SECTION 393 OF
REPUBLIC ACT NO. 7160, OTHERWISE KNOWN AS THE LOCAL
GOVERNMENT CODE OF 1991

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

1 Section 1. Section 393 of Republic Act No. 7160, otherwise known as the Local
2 Government Code of 1991 (“RA 7160”) is hereby amended to read as follows:

3 “*SEC. 393. Benefits of Barangay Officials.* – (a) Barangay officials,
4 including barangay tanods, staff and members of the Lupong
5 Tagapamayapa, shall receive honoraria, allowances, and such other
6 emoluments as may be authorized by law or barangay, municipality or
7 city ordinance in accordance with the provisions of this Code, but in no
8 case shall it be less than One thousand pesos (P1,000.00) per month for
9 the Sangguniang barangay members, barangay treasurer, and barangay
10 secretary: Provided, however, That the annual appropriations for
11 personal services shall be subject to the budgetary limitations prescribed
12 under Title Five, Book II of this Code:

1 “(b)xxx

2 "(1)xxx

3 “(2)xxx

4 “(3) BE ENTITLED TO A LUMP SUM RETIREMENT PAY
5 EQUIVALENT TO ONE (1) YEAR HONORARIUM, BUT
6 IN NO CASE SHALL EXCEED ONE HUNDRED
7 THOUSAND PESOS (P100,000.00) TO BE TAKEN
8 FROM THE BARANGAY RETIREMENT FUND:
9 PROVIDED, HOWEVER, THAT A RETIREE IS AT LEAST
10 SIXTY (60) YEARS OF AGE WITH A MINIMUM OF
11 NINE (9) YEARS IN SERVICE AT THE TIME OF
12 RETIREMENT.

13 AS USED IN THIS SUBSECTION, THE TERM
14 ‘RETIREE’ SHALL INCLUDE ALL BARANGAY
15 OFFICIALS, INCLUDING BARANGAY TANODS,
16 MEMBERS OF THE LUPON NG TAGAPAMAYAPA,
17 BARANGAY HEALTH WORKERS, AND BARANGAY
18 DAY CARE WORKERS.

19 “[(3)] (4) xxx

20 “[(4)] (5) xxx

21 “[(5)] (6) xxx

22 “(c) xxx

23 “(d) xxx

24
25 Sec. 2. Barangay Retirement Fund Created. – There is hereby created a
26 Barangay Retirement Fund (“BRF”) which shall be used to fund the retirement of
27 barangay officials mentioned in this Act. The amount equivalent to one percent (1%)
28 of the share of the national government under Section 284 of RA No. 7160, as
29 amended, shall be used for this purpose.

30 The Department of the Interior and Local Government (“DILG”) shall
31 administer and ensure the appropriate disbursement of the BRF.
32

1 Sec. 3. Rules and Regulations. – The Department of Budget and Management,
2 in coordination with the DILG, shall issue the necessary rules and regulations to
3 implement this Act.

4
5 Sec. 4. Repealing Clause. – Section 393 of RA 7160, other laws, executive orders,
6 issuances, and rules and regulations inconsistent with this Act are hereby amended,
7 repealed, or modified accordingly.

8
9 Sec. 5. Effectivity Clause. – This Act shall take effect fifteen (15) days following
10 its publication in the *Official Gazette* or in a newspaper of general circulation in the
11 Philippines.

Approved,