submitted by the Committee on Government Enterprises and Privatization on JAN 26, 2021

Re: House Bill No. 8512

Recommend its approval, in substitution of House Bill No. 8317 and consolidation with House Bills Nos. 8304, 8310, 8313, 8315, 8386, and 8422;


Mr. Speaker:

The Committee on Government Enterprises and Privatization to which were referred House Bill No. 8304, introduced by Reps. Eduardo “Brother Eddie” Villanueva and Domingo C. Rivera, entitled:

AN ACT
MANDATING THE SUSPENSION OF THE SCHEDULED INCREASE IN SOCIAL SECURITY CONTRIBUTION RATE, AMENDING FOR THE PURPOSE SECTION 4 OF R.A. NO. 11199, OTHERWISE KNOWN AS THE “SOCIAL SECURITY ACT OF 2018” AND FOR OTHER PURPOSES,

House Bill 8310, introduced by Reps. Carlos Isagani T. Zarate, Ferdinand R. Gaite, Eufemia C. Cullamat, France L. Castro, Arlene D. Brosas, Sarah Jane I. Elago, entitled:

AN ACT
REMOVING THE AUTOMATIC INCREASE OF CONTRIBUTIONS OF THE SOCIAL SECURITY SYSTEM, AMENDING FOR THE PURPOSE SECTION 4, A.9 OF REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE SOCIAL SECURITY ACT OF 2018;

House Bill 8313, introduced by Rep. Mark O. Go, entitled:

AN ACT
MANDATING A TWO-YEAR DEFERMENT IN THE IMPLEMENTATION OF THE INCREASE ON CONTRIBUTION RATES OF MEMBERS OF THE SOCIAL SECURITY SYSTEM AMENDING FOR THE PURPOSE
REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE SOCIAL SECURITY ACT OF 2018 AND FOR OTHER PURPOSES,

House Bill No. 8315, introduced by Rep. Rodrigo A. Abellanosa, entitled:

AN ACT

House Bill No. 8317, introduced by Reps. Lord Allan Jay Q. Velasco and Manuel Jose “Mannix” M. Dalipe, entitled:

AN ACT
GRANTING THE PRESIDENT OF THE PHILIPPINES THE POWER TO SUSPEND THE SCHEDULED INCREASES IN SOCIAL SECURITY SYSTEM (SSS) CONTRIBUTION RATES, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE "SOCIAL SECURITY ACT OF 2018"

House Bill No. 8386, introduced by Rep. Raymond Democrito C. Mendoza, entitled:

AN ACT
MANDATING THE SUSPENSION OF THE SCHEDULED INCREASE IN SOCIAL SECURITY CONTRIBUTION RATE, AMENDING FOR THE PURPOSE SECTION 4 OF R.A. NO. 11199, OTHERWISE KNOWN AS THE "SOCIAL SECURITY ACT OF 2018" AND FOR OTHER PURPOSES

and House Bill No. 8422, introduced by Rep. Eric L. Olivarez, entitled:

AN ACT
has considered the same and hereby recommends that the attached House Bill No. **8512**, entitled:

**AN ACT**

GRANTING THE PRESIDENT OF THE PHILIPPINES THE POWER TO SUSPEND THE SCHEDULED INCREASES IN SOCIAL SECURITY SYSTEM (SSS) CONTRIBUTION RATES, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE "SOCIAL SECURITY ACT OF 2018"

be approved, in substitution of House Bill No. 8317 and in consolidation with House Bills Nos. 8304, 8310, 8313, 8315, 8386, and 8422 with Reps. Velasco, Dalipe, Villanueva (E.), Rivera, Zarate, Gaite, Cullamat, Castro (F.), Brosas, Elago, Go (M.), Abellanosa, Mendoza, Olivarez, Savellano, Sacdalan, and Singson-Meehan as authors thereof.

Respectfully Submitted,

ERIC L. OLIVAREZ
Chairperson
Committee on Government and Enterprises and Privatization

THE HONORABLE SPEAKER
HOUSE OF REPRESENTATIVES
Quezon City
Republic of the Philippines  
HOUSE OF REPRESENTATIVES  
Quezon City  

EIGHTEENTH CONGRESS  
Second Regular Session  

House Bill No. 8512  
(In substitution of HB No. 8317 and in consolidation with HBs Nos. 8304, 8310, 8313, 8315, 8386 and 8422)  


AN ACT  
GRANTING THE PRESIDENT OF THE PHILIPPINES THE POWER TO SUSPEND THE SCHEDULED INCREASES IN SOCIAL SECURITY SYSTEM (SSS) CONTRIBUTION RATES, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE “SOCIAL SECURITY ACT OF 2018”  

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

1  
SECTION 1. Section 4(a)(9) of Republic Act No. 11199, otherwise known as the “Social Security Act of 201”, is hereby amended to read as follows:  

"SEC. 4. Powers and Duties of the Commission and SSS. -  

(a) The Commission. - For the attainment of its main objectives as set forth in Section 2 hereof, the Commission shall have the following powers and duties:  

x x x  

(9) To implement the rate of contributions as well as the minimum and maximum monthly salary credits in accordance with the following schedule effective January of the year of implementation as follows:  

<table>
<thead>
<tr>
<th>Share</th>
<th>Monthly Salary Credit</th>
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<tr>
<td></td>
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<tr>
<td>Year of Implementation</td>
<td>Contribution Rate</td>
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<tr>
<td>------------------------</td>
<td>-------------------</td>
</tr>
<tr>
<td>2019</td>
<td>12%</td>
</tr>
<tr>
<td>2020</td>
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<td>2024</td>
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<tr>
<td>2025</td>
<td>15%</td>
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</tbody>
</table>

Provided, That the President of the Philippines may, in consultation with the Secretary of Finance as ex officio Chairperson of the Social Security Commission, suspend the implementation of the scheduled increases in SSS contribution rates in times of national emergencies when public interest so requires: PROVIDED, THAT THE PRESIDENT OF THE PHILIPPINES MAY, IN CONSULTATION WITH THE SECRETARY OF FINANCE AS EX-OFFICIO CHAIRPERSON OF THE SOCIAL SECURITY COMMISSION, SUSPEND THE IMPLEMENTATION OF THE SCHEDULED INCREASES IN SSS CONTRIBUTION RATES IN TIMES OF NATIONAL EMERGENCIES WHEN PUBLIC INTEREST SO REQUIRES: ex officio Chairperson of the Social Security Commission, suspend the implementation of the scheduled increases in SSS contribution rates in times of national emergencies when public interest so requires

Provided, FURTHER further, That the domestic workers or “kasambahays” as defined under Republic Act No. 10361 or the Batas Kasambahay who are receiving a monthly income lower than minimum monthly salary credit prescribed under this Act shall pay contributions based on their actual monthly salary: Provided, [further] FINALLY, finally, That members, who are subject to compulsory coverage and receiving a monthly income lower than the minimum monthly salary credit or more than the maximum monthly salary credit, and their employers, shall pay the SSS contributions based on the current minimum monthly salary credit or the maximum monthly salary credit, respectively, as provided in this Act.

The rate of penalty on unpaid loan amortizations shall be determined and fixed by the Commission from time to time through rules and regulations.
on the basis of applicable actuarial studies, rate of benefits, inflation, and
other relevant socioeconomic data;"

SEC. 2. This Act shall take effect fifteen days after its publication in the
Official Gazette or in a newspaper of general circulation.

Approved,
FACT SHEET

HOUSE BILL NO. 8512
(In substitution of HB No. 8317 and in consolidation with HB Nos. 8304, 8310, 8313, 8315, 8386 and 8422)

AN ACT
GRANTING THE PRESIDENT OF THE PHILIPPINES THE POWER TO SUSPEND SCHEDULED INCREASES IN THE SOCIAL SECURITY SYSTEM (SSS) CONTRIBUTION RATES, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 11199, OTHERWISE KNOWN AS THE “SOCIAL SECURITY ACT OF 2018”

Committee Referral: COMMITTEE ON GOVERNMENT ENTERPRISES AND PRIVATIZATION
Committee Chairperson: REPRESENTATIVE ERIC L. OLIVAREZ

OBJECTIVE:

- To shelter the members of the Social Security System, both workers and employers, from additional fiscal burden in times of national emergencies.

KEY PROVISION:

- Grants the President of the Philippines, in consultation with the Secretary of Finance as ex-officio Chairperson of the Social Security Commission, the power to suspend the implementation of the scheduled increases in contribution rates in times of national emergencies when public interest so requires.

RELATED LAW:

- Republic Act 11199 otherwise known as “The Social Security Act of 2018”