



Republic of the Philippines
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
CENTRAL OFFICE
Bonifacio Drive, Port Area, Manila

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DEPARTMENT MEMORANDUM)

CIRCULAR NO. 55)
Series of 2020 06-13-2020)

FOR / TO : Undersecretaries
Assistant Secretaries
Service Directors
Bureau Directors
Regional Directors
Heads of UPMOs
District Engineers
This Department

For information and guidance, attached is a copy of Department of Budget and Management Circular Letter No. 2020-6 dated March 30, 2020 entitled **"REVISED PAYMENT ARRANGEMENTS OF EMPLOYER (GOVERNMENT) SHARE IN RETIREMENT AND LIFE INSURANCE PREMIUM (RLIP) CONTRIBUTION REMITTED TO THE GOVERNMENT SERVICE INSURANCE SYSTEM (GSIS)"**.

A copy of said Circular Letter may also be downloaded from the **DPWH website: <http://dpwhweb>**. If an office cannot access the DPWH website, a hard copy may be obtained from the Records Management Division, HRAS, upon request.

For dissemination to all concerned.

MARICHU A. PALAFOX, CESO III
Assistant Secretary for Support Services

Incl: DBM Circular Letter No. 2020-6 dated March 30, 2020

cc: Office of the Secretary

10.1.4 MKBA/VGV/MSV



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
GENERAL SOLANO ST., SAN MIGUEL, MANILA



CIRCULAR LETTER

No. 2020 - 6
March 30, 2020

TO : All Heads of Departments, Agencies, Bureaus and Offices of the National Government, including State Universities and Colleges (SUCs), Constitutional Offices, and All Others Concerned

SUBJECT : REVISED PAYMENT ARRANGEMENTS OF EMPLOYER (GOVERNMENT) SHARE IN RETIREMENT AND LIFE INSURANCE PREMIUM (RLIP) CONTRIBUTION REMITTED TO THE GOVERNMENT SERVICE INSURANCE SYSTEM (GSIS)

- 1.0 This Circular is issued to revise the guidelines relative to the remittance of the government share in the RLIP contributions to the GSIS effective April 2020.
- 2.0 The following laws are recalled:
 - 2.1 Section 5 (a and b) of R.A. No. 8291 mandates the following:
 - 2.1.1 The GSIS member and his employer are mandated to pay the monthly contribution as specified in said law; and
 - 2.1.2 The employer shall include in its annual appropriations the necessary amount for the share of the contribution.
 - 2.2 Section 46 of the FY 2020 General Appropriations Act (GAA) provides that ***"the government and employee shares in the compulsory contribution to the GSIS,...,shall be remitted directly by the department,...,to the respective recipient agencies, unless a different arrangement is agreed upon in writing between the DBM and the recipient agency"***.
- 3.0 As a result of the existence of a National Emergency arising from the Coronavirus Disease 2019 (COVID-19), GSIS, through the Department of Finance, requested the timely remittance of the government share in premium contribution to ensure that any benefit pay-outs required by its members are fully provided.
- 4.0 Relative thereto, to streamline the flow of funds, the following shall be observed effective April 1, 2020 up to December 31, 2020:
 - 4.1 While the full year requirement of the government share in the RLIP have been released comprehensively under General Allotment Release Order (GARO) No. 2020-1 dated January 6, 2020, all concerned

departments/agencies are advised that the amounts covering the 12% government share in premium contribution for the period April to December 2020, are hereby withdrawn effective immediately. Accordingly, the negative GARO shall be issued for the purpose covering the 2nd to 4th quarters funding requirement of the government share.

- 4.2 Starting April 2020, the DBM **shall directly remit to the GSIS** the government share in the RLIP contribution for all departments, bureaus and offices of the national government. A Special Allotment Release Order (SARO) reflecting the DBM as the responsible department charged with the remittance of the government share of the premium contribution to GSIS shall be issued. The corresponding Notice of Cash Allocation (NCA) will likewise be released to the DBM on a quarterly basis.

- 5.0 This Circular shall take effect immediately.


WENDEL E. AVISADO
Secretary

