MEMORANDUM TO:

To: OIC, Office of the Assistant Schools Division Superintendent
   Chief Education Supervisors, SGOD & CID
   Secondary School Principals
   Elementary School Principals
   Officers-in-Charge
   SDO Unit Heads
   All Concerned

GRANT OF LOYALTY CASH AWARD 2020

The field is hereby informed that those who were hired in years 1975, 1980, 1985, 1990, 1995, 2000, 2005 and 2010 may be entitled to Loyalty Cash Award, provided they meet the following conditions set forth in CSC MC No. 6 s. 2002, as follows:

a. The official or employee has completed at least ten (10) years of continuous and satisfactory service in the government;
b. The official or employee has NOT incurred an aggregate of more than fifty (50) days authorized leave without pay within the 10-year period; and
   c. The official or employee has NOT incurred an aggregate of more than twenty-five (25) days authorized leave without pay within the 5-year period to qualify for the 5-year milestone loyalty award.

The following requirements are requested to be sent to https://tinyurl.com/loyaltySDOMar, in PDF, on or before October 26, 2020:

1. scanned copy of the appointment (ORIGINAL in nature and in permanent status; may be the ORIGINAL and in SUBSTITUTE status provided there is NO GAP until a Permanent Status was acquired);
2. updated service record (request may be sent to cecilio.chan@deped.gov.ph, please state the purpose); and,
3. picture of LBP ATM Card.

Immediate and wide disseminate of this Memorandum is desired.

SHERLY T. GOYOLA
Assistant Schools Division Superintendent
Officer-In-Charge
Office of the Schools Division Superintendent
AMENDMENT TO DEPED ORDER NO. 55, S. 2003
(Increase of Payment of Loyalty Cash Gift)

To: Undersecretaries
    Assistant Secretaries
    Bureau and Service Directors
    Directors of Services, Centers and Heads of Units
    Regional Directors
    Schools Division Superintendents
    All Others Concerned

1. Pursuant to the Civil Service Commission Memorandum Circular No. 06, s. 2002, entitled Revised Policies on the Grant of Loyalty Award, the payment of Loyalty Cash Award (LCA) was increased to an amount not less than P 500.00 but not more than P 1,000.00 for every year of service to qualified officials and employees.

2. In view of this, Paragraph 2 of DepEd Order No. 55, s. 2003 which states that, In this connection, the payment of such cash gift to all officials and employees of the Department shall be increased to P 500.00 from the old rate of P 300.00 per year of service, is hereby amended as follows:

   “2. In this connection, the payment of such cash gift to all officials and employees of the Department shall be increased to P 1,000.00 for every year of service of the qualified official/employee.”

3. This is also in line with the Commission on Audit Circular No. 2013-003A s. 2013 (copy enclosed), which prescribed revised rates of the LCA.

4. The loyalty cash award is given to an official/employee who has completed at least 10 years, and every five years thereafter, of continuous and satisfactory service in the government.

5. Immediate dissemination of and compliance with this Order is directed.

BR. ARMIN A. ZUISTRO FSC
Secretary

Encl.: As stated
References: DepEd Order (No. 55, s. 2003)
            DepEd Memorandum No. 131, s. 2013
To be indicated in the Perpetual Index
under the following subjects:

ALLOWANCES BENEFITS LEGISLATIONS
AMENDMENT EMPLOYEES OFFICIALS
Republic of the Philippines
COMMISSION ON AUDIT
Commonwealth Avenue, Quezon City, Philippines

CIRCULAR

No. : 2013-003A
Date: SEP 18 2013

To : All Head of Departments, Bureaus, Offices, Agencies and Instrumentalities of the National Government Agencies (NGAs), Local Chief Executives of Local Government Units (LGUs), Heads of Government-Owned and/or Controlled Corporations (GOCC’s) and their Subsidiaries, COA Assistant Commissioners, Directors, Auditors and All Others Concerned

Subject: Amendment to COA Circular No. 2013-003 dated January 30, 2013 re: Reiteration of Audit Disallowance of Payments without Legal Basis of Allowances, Incentives, and Other Benefits of Government Officials and Employees in the NGAs, LGUs and GOCCs and their Subsidiaries

To align Paragraph III on the rates of Loyalty Cash Award (LCA) stated in COA Circular No. 2013-003, with Item 6, Revised Policy on Grant of Loyalty Award of the Civil Service Commission (CSC) Memorandum Circular No. 6, s. 2002, the LCA Rates prescribed in COA Circular No. 2013-003 dated January 30, 2013 are hereby amended as follows:

10th year - from P5,000.00 to P10,000.00
15th year - from P2,500.00 to P5,000.00
20th year - from P2,500.00 to P5,000.00
25th year - from P2,500.00 to P5,000.00
30th year - from P2,500.00 to P5,000.00
35th year - from P2,500.00 to P5,000.00
40th year - from P2,500.00 to P5,000.00

This Circular shall take effect fifteen (15) days after publication in newspapers of general circulation.

MA. GRACIA M. PULIDO TAN
Chairperson

HEIDI L. MENDOZA
Commissioner

ROWENA V. GUANZON
Commissioner
CSC MC No. 06, s. 2002

MEMORANDUM CIRCULAR

TO: ALL HEADS OF DEPARTMENTS, BUREAUS, OFFICES AND AGENCIES OF THE NATIONAL AND LOCAL GOVERNMENTS, INCLUDING STATE UNIVERSITIES AND COLLEGES AND GOVERNMENT-OWNED-AND-CONTROLLED CORPORATIONS WITH ORIGINAL CHARTER

SUBJECT: Revised Policies on the Grant of Loyalty Award

Pursuant to CSC Resolution No. 02-0235 dated Feb. 26, 2002, the Commission amends the policies on the grant of loyalty award. These policies were formulated to recognize the continuous and satisfactory service rendered in the government by officials and employees for a period of ten years. The revised policies are as follows:

1. A loyalty award is granted to all officials and employees, in the national and local governments, including those in the state colleges and universities (SUCs) and government-owned and controlled corporations (GOCCs) with original charter, who rendered ten (10) years of continuous and satisfactory service in the government.

2. The particular agency where the employee or official completed the ten (10) years of continuous and satisfactory service shall grant the award.

3. An official or employee who incurred an aggregate of not more than 50 days authorized vacation leave without pay within the 10-year period shall be considered as having rendered continuous service for purposes of granting the loyalty award.*

In the same way, an official or employee who incurred an aggregate of not more than twenty five (25) days authorized vacation leave without pay within the 5-year period may qualify for the 5-year milestone loyalty award.

* (For purposes of computing the ten-year continuous and satisfactory service, the computation of the length of service for the grant of step increment provided for in CSC MC No. 50, s. 1990 shall be adopted. Said Memorandum Circular states that, “authorized vacation leave without pay for an aggregate of fifteen (15) days, inclusive of Saturdays, Sundays and holidays, shall not interrupt the continuity of the three-year service requirement...”)
4. Effective January 1, 2002, continuous and satisfactory services in
government for purposes of granting loyalty award shall include services in
one or more government agencies without any gap.

Services rendered in other government agencies prior to January 1, 2002
shall not be considered for purposes of granting the loyalty award.

5. The awardee shall receive a loyalty memorabilia/souvenir as follows:

- 10 and 15 years - bronze service pin
- 20 and 25 years - silver service ring
- 30, 35 and 40 years - gold service medallion

or other memorabilia/souvenir as may be provided in the agency PRAISE.

6. In addition to the loyalty memorabilia/souvenir, a cash gift which shall not be
less than Php500.00 but not more than Php 1,000.00 for every year of service
shall be given to qualified officials or employees.

Please be guided accordingly.

[Signature]

KARINA CONSTANTINO-DAVID
Chairman

March 03, 2002
ANNEX 2

Republic of the Philippines
Civil Service Commission
Constitution Hills, Batasan Pambansa Complex, Diliman 1126 Quezon City

CSC RESOLUTION NO. 020295

WHEREAS, Section 35, Chapter 5, Book V of Executive Order No. 292 provides that there shall be established a government-wide employee suggestions and incentive awards system which shall be administered under such rules, regulations and standards as may be promulgated by the Civil Service Commission;

WHEREAS, Section 7(e), Rule 10 of the Omnibus Civil Service Rules and Regulations Implementing Book V of Executive Order No. 292, provides that all members of the government workforce shall receive incentive awards, including the grant of loyalty award based on continuous and satisfactory service;

WHEREAS, Item 2 of CSC MC No. 42, s. 1992 provides that loyalty award be given to government officials and employees who have completed at least ten (10) years of continuous and satisfactory service to the particular agency granting the award;

WHEREAS, this policy recognizes only the continuous and satisfactory service of those who stay in one particular agency for a period of ten years and overlook the services of those who transferred from one government agency to another;

WHEREAS, the Commission acknowledges the need to make the present policies on the grant of loyalty awards encompass all dedicated civil servants who rendered continuous and satisfactory service in the government;

NOW THEREFORE, the Commission hereby adopts the following policies relative to the grant of loyalty award:

1. A loyalty award is granted to all officials and employees, in the national and local governments, including those in the state colleges and universities (SUCs) and government-owned and controlled corporations (GOCCs) with original charter, who rendered ten (10) years of continuous and satisfactory service in the government.

2. The particular agency where the employee or official completed the ten (10) years of continuous and satisfactory service shall grant the award.

3. An official or employee who incurred an aggregate of not more than 50 days authorized vacation leave without pay within the 10-year period shall be considered as having rendered continuous service for purposes of granting the loyalty award.

In the same way, an official or employee who incurred an aggregate of not more than twenty five (25) days authorized vacation leave without pay within the 5-year period may qualify for the 5-year milestone loyalty award.

* For purposes of computing the ten-year continuous and satisfactory service, the computation of the length of service for the grant of step increment provided for in CSC MC No. 50, s. 1999 shall be adopted. Said Memorandum Circular states that, "Authorized vacation leave without pay for an aggregate of fifteen (15) days, inclusive of Saturdays, Sundays and holidays, shall not interrupt the continuity of the three-year service requirement..."
4. Effective January 1, 2002, continuous and satisfactory services in government for purposes of granting loyalty award shall include services in one or more government agencies without any gap.

Services rendered in other government agencies prior to January 1, 2002 shall not be considered for purposes of granting the loyalty award.

5. The awardee shall receive a loyalty memorabilia/souvenir as follows:
   
   - 10 and 15 years - bronze service pin
   - 20 and 25 years - silver service ring
   - 30, 35 and 40 years - gold service medallion

   or other memorabilia/souvenir as may be provided in the agency PRAISE.

6. In addition to the loyalty memorabilia/souvenir, a cash gift which shall not be less than Php 500.00 but not more than Php 1,000.00 for every year of service shall be given to qualified officials or employees.

RESOLVED FURTHER that the above guidelines shall be implemented effective January 01, 2002.

Quezon City, FEB 26 2002

KARINA CONSTANTINO-DAVID
Chairman

JOSE F. EREBAIN, JR.
Commissioner

JAWALDEMAR V. VALMORES
Commissioner

Attested by:

ARIEL G. RONQUILLO
Director III

February 8, 2002
DAC-AMC/Res
Resolution: Revised Pledge on Loyalty Award