



Republic of the Philippines
Department of Education
REGION X

SCHOOLS DIVISION OF GINGOOG CITY

DEPARTMENT OF EDUCATION
DIVISION OF GINGOOG CITY

RELEASED

BY J
DATE 2-17-2020 TIME: 10:05

Office of the Schools Division
Superintendent

DIVISION ADVISORY

No. 009, s. 2020

In compliance with DepEd Order (DO) No. 8, s. 2013,
this advisory is issued not for endorsement per DO 28, s. 2001,
but only for the information of DepEd Officials, personnel/staff,
as well as the concerned public.

February 14, 2020

NEGATIVE EFFECTS OF UNPAID GSIS LOANS ON MEMBERS' FUTURE BENEFITS

Attached is Regional Advisory no. 14, s. 2020 and a GSIS Advisory reminding all member-borrowers to ensure that loans are paid correctly and on time to avoid negative consequences of unpaid loans in their social insurance benefits, other contents of which are self-explanatory, for the guidance and information of all concerned.

For wide dissemination.

JESNAR DEMS S. TORRES, PhD, CESO VI
Assistant Schools Division Superintendent
Officer-in-Charge
Office of the Schools Division Superintendent



Address: National Highway, Brgy 22, Gingoog City
Tel. No.: (+632) 328-0108/0118
Email: gingoog.city@deped.gov.ph





DB# 20-2697

Regional Advisory No. 14, s. 2020

February 7, 2020

This Advisory is issued for the information of DepEd Officials, personnel/staff, and the concerned public.

(Visit deped10.com)

DepED-X
Cagayan de Oro City

FEB 13

12-31

RELEASED

**NEGATIVE EFFECTS OF UNPAID GSIS LOANS
ON MEMBERS' FUTURE BENEFITS**

Attached is the Advisory dated January 30, 2020 from the Government Service Insurance System (GSIS) on the **Negative Effects of Unpaid GSIS Loans on Members' Future Benefits.**

All member-borrowers are reminded to ensure that their loans are paid correctly and on time to avoid occurrence of interest and penalties, which will result to negative consequences on their social insurance benefits: deductions from retirement or separation benefit that might yield little to zero proceeds.

Immediate and wide dissemination of this Advisory is desired.

DR. ARTURO B. BAYOCOT, CESO III
Regional Director

PERSONNEL/jet



The LEARNER: The heart of DepEd Region X.



ADVISORY

DATE : January 30, 2020

FOR : ALL AGENCY AUTHORIZED OFFICERS (AAO) AND ELECTRONIC REMITTANCE FILE (ERF) HANDLERS OF REMITTING AGENCIES UNDER GSIS CAGAYAN DE ORO BRANCH OFFICE

SUBJECT : NEGATIVE EFFECTS OF UNPAID GSIS LOANS ON MEMBERS' FUTURE BENEFITS

All member-borrowers are reminded to ensure that their GSIS loans are paid correctly and on time to avoid negative consequences of unpaid loans on their social insurance benefits. Unpaid loans incur interests and penalties. These will be deducted from retirement or separation benefit that might yield little or zero proceeds.

The Loans Deficiency Billing is now available in Electronic Billing and Collection System (EBCS). Generation of the monthly Deficiency billing is every 15th day of the month covering prior periods, and it is one file per loan type. The Remitting Agency Officer or ERF handler are the authorized users.

Please find hereunder recent press release issued by GSIS regarding unpaid loans. Thank you.

PRESS RELEASE

GSIS members reminded on ill effects of unpaid loans

State pension fund Government Service Insurance System (GSIS) has urged its members to ensure religious and accurate loan repayment in order to avoid negative consequences on their social insurance benefits.

"We are reminding our member-borrowers to pay the correct loan amortizations on time. This will preserve their future benefits, which they have earned and should enjoy for devoting their prime in government service," GSIS Chairman and Acting President and General Manager (APGM) Rolando Ledesma Macasaet said.

He added that if left unpaid, loans incur interests and penalties. When the obligation is deducted from their retirement or separation benefit, it might leave them with little or no proceeds at all.

Chairman Macasaet further explained, "Responsible borrowing keeps the pension fund healthy. Up-to-date loan payment makes the GSIS fund adequate to lend to other members as well."

Members with overdue loan accounts may avail of the Enhanced Conso-Loan Plus, which waives all interests, penalties, and surcharges on their existing salary loan accounts.

They are qualified to apply for the loan if they are permanent in employment status; have no pending administrative or criminal case; are not on leave of absence without pay; and have a net take-home pay of Php5,000 after deduction of monthly premium contributions and loan amortizations.

Special members, such as prosecutors and members of the judiciary and constitutional commissions, are also qualified to avail of Enhanced Conso-Loan Plus.

If members are already out of government service and financially incapable to settle their outstanding loan balances in full, however, they may avail of the one-time condonation and restructuring program called GSIS Program for Restructuring and Repayment of Debts (GSIS-PRRD), which has been extended until September 30, 2020.

GSIS-PRRD condones all unpaid penalties on the borrower's outstanding balance. The restructured amount carries an interest rate of 10% per annum compounded annually.

Covered under the program are the following service loans: Salary Loan; Restructured Salary Loan; Enhanced Salary Loan; Emergency Loan Assistance; Summer One-Month Salary Loan; Member's Cash Advance/eCard Cash Advance/eCard Plus Cash Advance; Conso-Loan; Emergency Loan; Home Emergency Loan Program (HELP); Study Now, Pay Later and Fly Pal; Pay Later Loans (did not avail of the condonation program in 2014); Education Assistance Loan (did not avail of EAL II); Stock Purchase Loan (did not avail of the condonation program in 2013); Policy Loan; and GSIS Financial Assistance Loan (GFAL). Excluded from the program are loans granted to pensioners and housing loan.

(END)


MA. CECILIA G. VEGA
Branch Manager