## [ ADMINISTRATIVE ORDER NO. 02, January 31, 2017 ]

## AUTHORIZING THE GRANT OF GRATUITY PAY TO JOB ORDER AND CONTRACT OF SERVICE WORKERS IN GOVERNMENT

**WHEREAS,** the State affirms labor as a primary social economic force and shall promote the welfare of workers ;

**WHEREAS,** various government agencies have engaged workers under job orders (JO), contracts of service (COS) and other similar schemes ;

**WHEREAS,** the Civil Service Commission (CSC ) , in its Memorandum Circular (MC) No . 40, s. 1998 as reinstated by CSC MC No . 1 , s . 2007 (Re : Policy Guidelines for Contract of Services ) , has recognized the practice of engaging the services of these workers;

**WHEREAS,** these workers do not enjoy benefits accorded to regular employees like the Mid-Year and Year-End Bonuses, Performance Based Bonus, Personnel Economic Relief Allowance, among others, considering that they have no employee-employer relationship with the government ;

**WHEREAS,** some government agencies and local government units (LGUs ) have , in previous years, allowed the grant of certain benefits to workers covered by JO and COS in their respective agencies ;

**WHEREAS,** granting a year - end Gratuity Pay to these workers is a welldeserved recognition of their hard work ;

**WHEREAS,** Section 17 of Article VII of the 1987 Constitution states that the President shall have control over all executive departments , and shall ensure that the laws are faithfully executed ;

**NOW, THEREFORE I , RODRIGO ROA DUTERTE,** President of the Republic of the Philippines, by virtue of the powers vested in me by the Constitution and existing laws , do hereby order :

**SECTION 1**. All workers whose services are engaged through JO and COS and who have rendered a total or an aggregate of at least four (4) months of satisfactory service as of December 15, 2016 and whose contracts are still effective as of same date, may be granted a one-time Gratuity Pay not exceeding Two Thousand Pesos (P2,000.00) each.

**SECTION 2**. Those who have rendered less than four (4) months of satisfactory service as of December 15, 2016 and with effective contracts as of the same date may also be granted the one-time Gratuity Pay, but not exceeding One Thousand Pesos (P1, 000. 00) each.