

**[DBM LOCAL BUDGET CIRCULAR NO. 76,
NOVEMBER 5, 2002, November 05, 2002]**

CASH GIFT OF BARANGAY OFFICIALS

**1.0
Purpose**

This circular is being issued to clarify the grant of Cash Gift to Barangay Officials pursuant to Republic Act (RA) 8441, dated December 22, 1991.

**2.0
Coverage**

All barangay officials such as the punong barangay, sangguniang barangay members, barangay secretaries and barangay treasurers created pursuant to Local Government Code.

**3.0
Legal Basis**

Section 5 of RA 8441 provides that Barangay Chairmen who have rendered at least four months of service from January 1 to October 31 of each year and who are still in the service as of October 31 of the same year shall be entitled to cash gift as Christmas Bonus of P5,000. Those who have rendered less than our months of service during the same period but are still in the service as of October 31 of the same year shall be entitled to the cash gift on pro-rated basis.

**4.0
Rules and Regulations**

4.1 Barangay officials who have rendered at least a total or an aggregate of four (4) months of service and are still in the service as of October 31 of each year shall be entitled to cash gift of P5,000.00 each.

4.2 those who have rendered less than four (4) months of service from January 1 to October 31 of the same year, shall also be entitled to cash gift but pro-rated as follows:

Length of Service	Percentage
3 months but less than 4 months	40%
2 months but less than 3 months	30%
1 month but less than 2 months	20%
Less than 1 month	10%

**5.0
Repealing Clause**