

**[ Act No. 3328, December 07, 1926 ]**

**AN ACT AMENDING SECTIONS TWO HUNDRED AND FORTY-TWO, NINETEEN HUNDRED AND FORTY-TWO, NINETEEN HUNDRED AND EIGHTY-NINE, TWO THOUSAND AND TWENTY-THREE, TWO THOUSAND AND TWENTY-NINE, TWO THOUSAND AND THIRTY, TWO THOUSAND AND THIRTY-ONE, TWO THOUSAND AND THIRTY-FIVE, AND TWO THOUSAND AND THIRTY-EIGHT OF ACT NUMBERED TWENTY-SEVEN HUNDRED AND ELEVEN, KNOWN AS THE ADMINISTRATIVE CODE, AND FOR OTHER PURPOSES.**

*Be it enacted by the Senate and, House of Representatives of the Philippines in Legislature assembled and by the authority of the same:*

SECTION 1. Subsection (a) of section two hundred and forty-two of Act Numbered Twenty-seven hundred and eleven, known as the Administrative Code, is hereby amended to read as follows:

"SEC. 242 (a). The Chief of the Division of Archives, patents, copyrights, and trade-marks, the Clerk of the Supreme Court, the Clerk of the Court of First Instance of the Ninth Judicial District, the Chief of the General Land Registration Office, and the Superintendent of the Postal Savings Bank Division, Bureau of Posts— when acting within the limits of the City of Manila."

SEC. 2. Section nineteen hundred and forty-two of the Administrative Code is hereby amended to read as follows:

"SEC. 1942. *Fixing of postal and telegraph rates and charges.*— The rates and manner of collection of postage, registry fees, special delivery charges, money order fees, telegraphic transfer fees, charges for the transmission of messages by telegraph, telephone, or wireless telegraphy, and fees for the preparation of deeds and other documents required for the granting of loans from Postal Savings Bank funds, for the preparation of the documents necessary for the cancellation of mortgages therefor, and for the inspection of buildings offered as security for loans granted by the Postal Savings Bank Board, shall be prescribed by the Director of Posts with the approval of the Department head, subject to the limitations contained in this chapter."

SEC. 3. Section nineteen hundred and eighty-nine of Act Numbered Twenty-seven hundred and eleven is hereby amended to read as follows:

"SEC. 1989. *Postal Savings Bank Board.*— The Postal Savings Bank Board, hereinafter referred to as the Board, shall consist of the Secretary of Commerce and Communications, who shall be the chairman of the Board; the Secretary of Finance, who shall be the vice-chairman; the Director of Posts, the Attorney-General, and the Insular Auditor, or their duly authorized representatives. The Superintendent, Postal Savings Bank Division, shall be the secretary of the Board. The provisions of the existing law to the contrary notwithstanding, each member of the Board shall receive a compensation of twenty pesos per diem for attendance at the sessions of the Board: *Provided*, That in no year shall this remuneration exceed five hundred pesos for each member of the Board. This compensation shall be paid out of the profits of the Postal Savings Bank."

SEC. 4. Section two thousand and twenty-three of the Administrative Code is hereby amended to read as follows :

"SEC. 2023. *Accounts not to draw interest.*— No interest shall be allowed on dormant accounts, nor on money to the credit of any depositor in excess of six thousand pesos in addition to the amount represented by firearms certificates of deposit, except that deposits made by charitable benevolent, or mutual aid societies, and labor unions as provided in section two thousand and nine, not in excess of ten thousand pesos shall bear interest."

SEC. 5. Subsections (e), (f), and (g) of section two thousand and twenty-nine of the Administrative Code, as amended by Acts Numbered Twenty-eight hundred and five and Twenty-eight hundred and fifty-six, are hereby further amended, and a new subsection to be known as (n) added, to read as follows:

"SEC. 2029. (e) Upon first mortgage, deed of trust, or deed with contract for resale, to the Bank, of improved and unencumbered city real estate, with a title duly registered according to law, when the buildings are of a permanent, substantial, and valuable character, situated in the Philippine Islands; but no such loan or investment shall be for more than sixty per centum of the value of such property as determined by the Board: *Provided*, That, whenever the instrument, deed, or contract for the granting of the loan or the investment is prepared, executed, transferred, or cancelled by the Board, the Secretary thereof is hereby authorized to charge the mortgagor, trustee, or assignor, fees at the rate to be fixed by the Board and five pesos for each transfer, or cancellation or the sale.

"(f) In first mortgage, deed of trust, or deed with contract for resale, to the bank, of leasehold interests in landshaving still not less than fifty years to run, and all buildings thereon, when said lands are situated in the Philippine Islands, with title in the Government of the Philippine Islands, and the buildings are of a permanent, substantial, and valuable