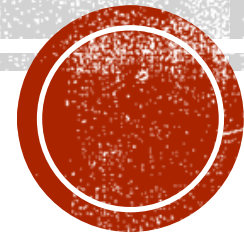




**ADVISORY ON SECTION 4  
(www), IN RELATION TO  
SEC.4 (tt) OF REPUBLIC  
ACT NO. 11494,  
OTHERWISE KNOWN AS  
THE “*BAYANIHAN TO  
RECOVER AS ONE ACT*”  
*mc no. 2020-27***





# **LEGAL BASIS**

**Section 4 (www) of Republic Act No. 11494, otherwise known as the Bayanihan to Recover as One Act, with reference to Section 4 (tt) of the same Act**





# LEGAL BASIS

*“(www) Provision of regulatory relief during the effectivity of this Act for business entities by directing the SEC and other regulatory agencies to desist from imposing fines and other monetary penalties for non-filing, late filing, failure to comply with compulsory notification and other reportorial requirements relating to business activities and transactions that promote continuity and capacity-building in all sectors of the economy during the CQ;” (underscoring supplied).*





# LEGAL BASIS

*“(tt) Moving of statutory deadlines and timeliness for the filing and submission of any document, the payment of taxes, fees, and other charges required by law, and the grant of any benefit, in order to ease the burden on individuals under CQ;”*





- the Authority shall not impose fines and other monetary penalties for non-filing, late filing, failure to comply with compulsory notification and other reportorial requirements during the community quarantine. Hence, cooperatives who have not yet submitted the required reports for CY 2019 are encouraged to submit the complete set of required reports on before December 31, 2020.





# WHO ARE COVERED

- cooperatives issued with Notice of Non-Compliance or Non-Submission of Reports
- cooperatives issued with Show Cause Order for non-submission of required reports, :





- there will be a moratorium on the payment of penalties incurred during the previous years as well as those incurred from August 4, 2020 to September 14, 2020, prior to the passage of the above law.
- Upon lifting of the community quarantine, payment of penalties shall be made on installment basis, subject to the complete submission of those reports which were not submitted during the previous year(s), as follows:





## Amount of Penalty

- Less than 20,000
- 20001 to 50000
- 50001 to 100000
- 100,001 to 200,000
- Over 200,000

## Installment Period

- one (1) year
- two (2) years
- three (3) years
- four (4) years
- five (5) years







**Certificates of Compliance shall be issued upon receipt of the complete set of required reports, as stipulated under Memorandum Circular Nos. 2016-07, 2019-04 and 2020-06.**





- **Approved per BOD Resolution No. 328, S-2020 dated November 5, 2020.**



