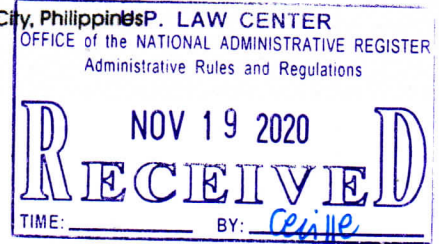




# COOPERATIVE DEVELOPMENT AUTHORITY

827 Aurora Blvd., Service Road, Brgy. Immaculate Conception, 1111 Cubao, Quezon City, Philippines  
http://www.cda.gov.ph helpdesk@cda.gov.ph CDA @CDAPhils PH Cooperatives



## MEMORANDUM CIRCULAR NO. 2020-27 Series of 2020.

**SUBJECT: 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”**

In compliance with 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, to state:

*“SEC. 4. COVID-19 Response and Recovery Interventions. – Pursuant to Article VI, Section 23(2) of the Constitution, the President is hereby authorized to exercise powers that are necessary and proper to undertake and implement the following COVID-19 response and recovery interventions:*

*“(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).*

*“(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 or before December 31, 2020.



Furthermore, for cooperatives issued with Notice / 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:

<u>Amount of Penalty</u>	<u>Installment Period</u>
• Less than 20,000	one (1) year
• 20001 to 50000	two (2) years
• 50001 to 100000	three (3) years
• 100,001 to 200,000	four (4) years
• Over 200,000	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.

All concerned CDA Regional Offices must endeavor to inform and disseminate this Circular to cooperatives within their jurisdiction.

This Circular shall take effect immediately.

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

Issued this 19<sup>th</sup> day of November 2020.

For the CDA Board of Directors:

  
**ORLANDO R. RAVANERA**  
Chairman 