

AN ACT AUTHORIZING TEACHERS AND OTHER PERSONS CONTRIBUTING TO THE 'TEACHERS' PENSION AND DISABILITY FUND'; TO SECURE LOANS THEREFROM UNDER CERTAIN CONDITIONS, THUS AMENDING SECTI...

Act No. 3939, November 29, 1932

Read online (full-text search, related cases, audio case brief): <https://batas.org/library/01b2f27f32c1/>

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. Section eight of Act Numbered Three thousand and fifty, as amended by Act Numbered Three thousand one hundred, is hereby further amended by inserting a new subsection after subsection (g) which shall read as follows:

"(h) The Board is authorized to grant loans to persons contributing to or receiving pension from the 'Teachers' Pension and Disability Fund' on the basis of not more than forty per cent of the total sum contributed by the applicant at the time his application is filed with the Pension and Investment Board': Provided, That the person actually receiving pension who has heirs shall be allowed to borrow from the 'Teachers' Pension and Disability Fund' at any time from the forty per centum of the total amount contributed to the fund by the applicant or from the thirty per centum of the total amount of pensions accruing to said applicant for a period of one year and that in no case shall exceed three hundred pesos: Provided, further, That after the death of the pensioner such obligation shall be paid from the pension to be received by his successors in interest. The total sum contributed by the applicant shall be accepted as sufficient security for the loan and in case of separation from the service, the loan plus interest thereon shall be deducted from the thirty per centum contribution which would otherwise be refunded to the teacher so separated from the service. All loans made under this paragraph shall be paid within a period of one year, and the officer in charge of paying the salary of the borrower, is hereby authorized to deduct from such salary or pension a proportionate amount in monthly instalments to cover the amount of the loan and interest within such period: Provided, finally, That the loans to be granted under the provisions hereof shall be taken from the portion of the 'Teachers Pension and Disability Fund' available for investment under the provisions of subsection (c) of this section."

SEC. 2. All acts or parts of acts in conflict with this Act are hereby repealed.

SEC. 3. This Act shall take effect immediately upon its approval.

Approved, November 29, 1932.

ABOUT BATAS.ORG

Study smarter at BATAS.org

The Philippine bar review and law-school companion built around how your brain actually remembers.

The complete Philippine law library - free for everyone.

More than 100,000 Supreme Court decisions, Republic Acts, and executive issuances - full-text searchable, browsable by category and year, and always free. No paywall, no login. This PDF came from it.

Audio case-brief lectures.

Any decision becomes a podcast-style lecture - facts, issues, ruling, and doctrine - with read-along highlighting and a hands-free presentation mode. Study while commuting, working out, or resting your eyes.

Bar review built on the science of memory.

Complete, sequenced courses for all eight bar subjects, narrated like podcasts and reinforced with retrieval practice and spaced review - the study techniques with the strongest evidence behind them.

The full law-school curriculum.

One subscription unlocks the entire J.D. curriculum - every subject, every lesson, with your progress tracked down to the paragraph so you can pick up exactly where you left off, on any device.

Mock exams that tell you where you stand.

Timed multiple-choice exams graded instantly, with per-subject score breakdowns and focus suggestions that point you at your weakest topics first.

A study planner that keeps you on pace.

Set your schedule and BATAS tells you every day whether you are on track for bar day - and exactly which lesson to take next.

Start free at <https://batas.org>

The law library is free forever - and your first lesson is one click away.

The text of this document is an official public record and remains in the public domain. Formatting, presentation, and compilation © 2026 batas.org.

Downloaded free from the batas.org Law Library. Share it freely - the library is free for every law student, bar reviewee, and practitioner.