

15 February 2012

FDA CIRCULAR
No. 2012 002 2012

TO : All FDA Clients

SUBJECT : DISHONORED CHECKS

Section 80, GAAM Vo. I, states that "*Whenever a payor has a record of a previously dishonored private check drawn by him in payment of taxes and dues, even if such check has already been settled, any private check presented by him shall no longer be accepted. In such case, the payor shall be required to pay only in cash or by certified check*". (Emphasis supplied)

In view of this, any check payments for fees and charges which upon presentation to the drawee bank, has been dishonored due to lack or insufficiency of funds, shall be settled by tendering payment in cash or by certified check, within 5 days after the verbal/written notice. Failure on the part of the payor, shall result to the cancellation of the corresponding application.

The acceptable mode for the succeeding payments of the concerned payor shall ONLY be in cash or by certified checks (manager's or cashier's check)

This Circular shall take effect immediately.


SUZETTE H. LAZO, MD, FPSECP
Acting Director IV