



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE DEPUTY GOVERNOR FINANCIAL SUPERVISION SECTOR

MEMORANDUM NO. M-2021-Q35

To : **All BSP-Supervised Financial Institutions (BSFIs)**

Subject : **Use of Philippine Identification System (PhilSys) ID¹ for Customer Identification and Verification**

Pursuant to Sections 904 and 921 of the Manual of Regulations for Banks (MORB) and Sections 904-Q, 921-Q, 602-S, 501-P, and 602-N of the Manual of Regulations for Non-Bank Financial Institutions (MORNBFIs), the identification document issued by the Philippine Statistics Authority (PSA) under the PhilSys is considered an official document to establish and verify the identity of a customer. Consistent with PSA Advisory dated 19 May 2021 (Annex A), the PhilSys ID should be accepted as official and sufficient proof of identity without the need to present any other identification documents.

This is consistent with the objectives of Republic Act (R.A.) No. 11055 or the Philippine Identification System Act which, among others, aims to: (1) establish a single identification system for all citizens and resident aliens; (2) provide a valid proof of identity for all citizens and resident aliens as a means of simplifying public and private transactions; and (3) eliminate the need to present other forms of identification when transacting with the government and private sector, subject to the appropriate authentication measures based on biometric identification system.

For purposes of authentication, BSFIs may conduct either online or offline authentication procedures to verify the identity of the individual against the registry information in the PhilSys or PhilID, pursuant to the relevant provisions of the Implementing Rules and Regulations of R.A. No. 11055, and subject to the rules to be issued by the PSA.

¹ The Philippine Identification (PhilID) Card refers to the non-transferrable identification card issued by the PSA to all citizens and resident aliens registered under the PhilSys, which serves as the official government-issued identification document of cardholders in dealing with all government agencies, local government units, government and controlled corporations, government financial institutions, and all private sector entities.

BSFIs should also consider advisories that will be issued by the PSA on digital authentication and electronic-Know-Your-Customer (e-KYC) using fingerprint, iris, facial, SMS-based One Time Passwords, or demographic verification.

BSFIs are reminded that R.A. No. 11055 penalizes any person or entity who without just and sufficient cause refuses to accept, acknowledge and/or recognize the PhilID card as the only official identification of the holder/possessor with a fine in the amount of Five hundred thousand pesos (PhP 500,000.00). The said penalty provision is without prejudice to the enforcement actions that the BSP may impose for violations of the relevant provisions of the MORB/MORNBFI.

For guidance and strict implementation.



Digitally signed by
Chuchi G. Fonacier
Date: 2021.06.07
14:41:43 +08'00'

CHUCHI G. FONACIER
Deputy Governor

07 June 2021

Att.: a/s



REPUBLIC OF THE PHILIPPINES
PHILIPPINE STATISTICS AUTHORITY

Reference No. 21CRS02-05-0798

ADVISORY

TO : ALL GOVERNMENT AGENCIES AND THE PUBLIC

THRU : CIVIL SERVICE COMMISSION

SUBJECT : Philippine Identification (PhilID) Cards as the official proof of identity for transactions with government and private entities

DATE : 19 May 2021

Please be advised that as of 01 May 2021, the Philippines Statistics Authority (PSA) launched the third and final step of the Philippine Identification System (PhilSys) mass registration: distribution of Philippine Identification (PhilID) cards and PhilSys Numbers (PSN) to successful registrants.

Under Republic Act No. 11055 or the Philippine Identification System Act,¹ the PhilID card shall serve as the official government-issued identification document of cardholders in dealing with all national government agencies (NGAs), local government units (LGUs), government-owned or controlled corporations (GOCCs), government financial institutions (GFIs), State Universities and Colleges (SUCs), and all private sector entities. As such, the PhilID card shall be accepted as sufficient proof of identity, without the need to present any other identification documents.

To further stress the importance of the above-mentioned provisions, the Act penalizes any person or entity who without just and sufficient cause **refuses to accept, acknowledge and/or recognize the PhilID card as the only official identification of the holder/possessor** with a fine in the amount of Five hundred thousand pesos (PhP 500,000.00). Finally, if

¹ Sections 6-7

COF



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the violation is committed by government official or employee, the penalty shall include perpetual absolute disqualification from holding any public office or employment in the government, including any GOCCs, and their subsidiaries.

Please find in the attached Annex an illustration of the PhilID card and description of relevant security features, which can be used to determine its authenticity.

Furthermore, in line with the Government's commitment to personal data protection, tokenization² of the PSN has been adopted as a key privacy-by-design and security strategy of the PhilSys. To this end, please be advised that the permanent and irrevocable 12-digit PSN is microprinted on the back face of a registered person's PhilID, which allows the registered person to retrieve their PSN when needed but also, importantly, to prevent others from being able to easily see or capture the PSN. A 16-digit PhilID Card Number (PCN) – essentially a public and replaceable token of the PSN that is valid for the life of the PhilID card – is printed conspicuously on the front face of the PhilID card, and is intended to be used for authentication purposes.

Registered persons are advised not to use their PSN for transactions but instead to use their PCN. Similarly, government agencies and private entities should not request or seed the PSN. The PhilSys will provide another form of token to be stored in databases of relying parties that are integrated with the PhilSys, subject to guidelines that will be issued by the PSA in the near future.

Digital authentication and e-KYC using fingerprint, iris, facial, SMS-based One Time Passwords or demographic verification will be launched by PSA towards the end of 2021. These PhilSys-enabled Services will allow identity to be verified even without the need for a physical PhilID, using the PCN or other tokens.



² Tokenization refers to the substitution of a sensitive data element (e.g. a permanent and unique identifier such as the PSN) by non-sensitive equivalents, i.e. a token (e.g. PCNs), that have no exploitable value by themselves and can be linked back to the sensitive data element when needed and revoked or rotated when needed.

Reference No. 21CRS02-05-0798

Subject: Philippine Identification (PhilID) Cards as the official proof of identity for transactions with government and private entities

Date: 19 May 2021

With this, all concerned government agencies, the private sector and the general public are advised that PhilIDs issued by the PSA shall be the official proof of identity of the cardholder in dealing with all NGAs, LGUs, GOCCs, government GFIs, SUCs, and all private sector entities.

For your information and guidance.



CLAIRE DENNIS S. MAPA, Ph.D.

Undersecretary

National Statistician and Civil Registrar General

DNSLM/MBG/ECQ/RDF

Attachment:

1. *Annex A – illustration of the PhilID card and description of relevant security features*

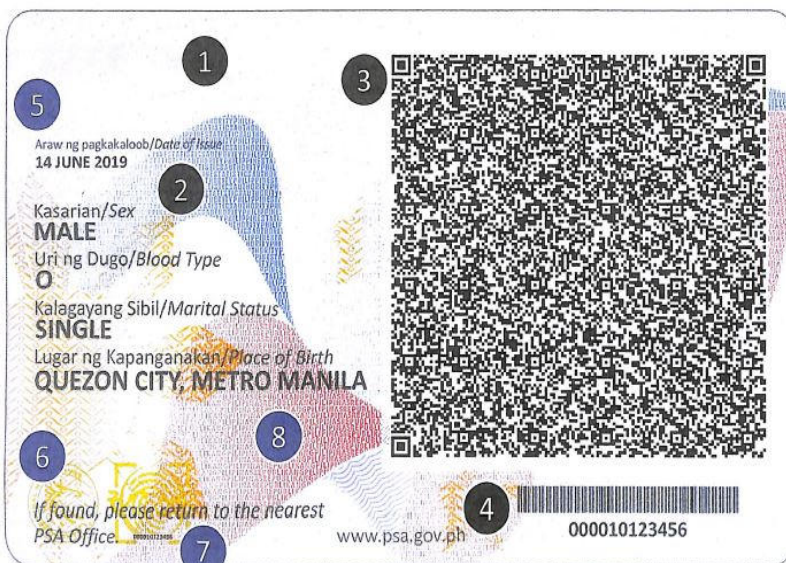
Annex A - Illustration of the PhilID card and description of relevant security features

FRONT



Overt Features	
1	Republic of the Philippines Seal
2	Card Headers
3	PhilSys Registry Office Seal
4	PhilSys Card Number
5	Personalized data and labels
6	Guilloche Design
7	Personalized picture
8	Ghost image
9	Diffractive Optically Variable Image Device
10	Pantone image
Covert Features	
11	Color-Shifting Print
12	Microprint
13	Guilloche Design <i>small texts and hidden texts</i>

BACK



Back Card Design

Overt Features	
1	Guilloche Design
2	Personalized data and labels
3	QR Code
4	Card Serial Number
Covert Features	
5	Latent image
6	UV fluorescent images
7	PSN Microprint
8	Guilloche Design <i>small texts and hidden texts</i>