SIXTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES Third Regular Session

22



RECEIVED BY

SENATE P. S. R. No. 1481

Introduced by Senator Miriam Defensor Santiago

)

RESOLUTION DIRECTING THE PROPER SENATE COMMITTEE TO CONDUCT AN INQUIRY, IN AID OF LEGISLATION, ON THE REPORT THAT ILLEGAL FIXING REMAINS RAMPANT IN THE QUEZON CITY HALL

1 WHEREAS, the Constitution, Article 2, Section 27 provides: "The State shall maintain 2 honesty and integrity in the public service and take positive and effective measures against graft 3 and corruption;" 4 WHEREAS, the Manila Bulletin on 5 July 2015 reported that employees of Quezon City 5 Hall have returned to old tactics to extort money from local businessmen; 6 WHEREAS, the Bulletin quoted a restaurant owner who complained that City Hall 7 employees are again using so-called Letters of Authority (LOA) to look into the financial records 8 of establishments which they suspect of misdeclaring their true earnings; 9 WHEREAS, the LOA is allegedly used as an instrument of extortion and corruption, and Quezon City Mayor Herbert Bautista has stopped its use last year; 10 11 WHEREAS, the city government has also reportedly passed an ordinance that granted 12 amnesty to local businesses and exempted them from having books, business records, audited financial statements, and other similar documents from being inspected in 2014, provided that 13 14 owners pay their business taxes thirty percent higher than taxes in the previous fiscal year; 15 WHEREAS, in the 2015 World Bank Doing Business Report, the Philippines ranked 95th 16 overall in ease of doing business, its performance largely affected by difficulty in securing 17 business registration and permits, among other factors; WHEREAS, despite Republic Act No. 9485, also known as the "Anti-Red Tape Act of 18 19 2007," fixers continue to loiter in city and municipal halls and provincial capitols, doing regular 20 fixing transactions in local government offices; 21 WHEREAS, Congress must strengthen existing legislation with the goal of curbing if not

totally eliminating, the prevalent practice of illegal fixing;

WHEREFORE, BE IT HEREBY RESOLVED BY THE PHILIPPINE SENATE to direct
the proper Senate committee to conduct an inquiry, in aid of legislation, on the report that illegal
fixing remains rampant in the Quezon City Hall;

Adopted,

MIRIAM DEFENSOR SANTIAGO

/mb

٤

,