EIGHTEENTH CONGRESS OF THE) REPUBLIC OF THE PHILIPPINES) Third Regular Session) SENATE COMMITTEE REPORT No. 273

THE PANTON THE SECRETARY OF THE SECRETAR

Submitted by the Committee on Trade, Commerce and Enti-	reneurship or
June 28, 2021	
Re: Senate Bill No. 2302 Prepared by the Committee	·
Recommending its approval in substitution of Senate Bill No 1677	
Sponsor: Senator Aquilino "Koko" Pimentel III	

MR. PRESIDENT:

The Committee on Trade, Commerce and Entrepreneurship to which was referred **Senate Bill No. 1677**, introduced by Senator Manuel "Lito" M. Lapid, *entitled*:

"AN ACT

PROVIDING MEASURES TO PROTECT INDIVIDUALS ENGAGED IN FOOD AND GROCERY DELIVERY SERVICES"

has considered the same and has the honor to report back to the Senate with the recommendation that the attached **Senate Bill No. 2302** prepared by the Committee, entitled:

"AN ACT

PROVIDING MEASURES TO PROTECT INDIVIDUALS ENGAGED IN FOOD, GROCERY AND PHARMACY DELIVERY SERVICES"

be approved in substitution of Senate Bill No. 1677, with Senators Lapid and Pimentel III, as authors thereof.

Respectfully submitted:

Chairperson:

SEN. AQUILINO "KOKO" PIMENTEL III

Vice-Chairpersons:

SEN, WIN GATCHALIAN

SEN. GRACE POE

Members:

SEN. RICHARD J. GORDON

SEN. CYNTHIA A. VILLAR

SEN. SONNY ANGARA

SEN. MARIA LOURDES NANCY S. BINAY

SEN¹ LETLA M. DE LIMA

SEN. FRANCIS "KIKO" N. PANGILINAN

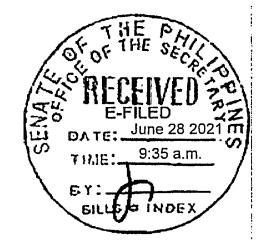
Ex-Officio Members:

SEN. RALPH G. RECTO President Pro-Tempore

SEN. JUAN MIGUEL F. ZUBIRI Majority Floor Leader SEN. FRANKLIN M. DRILON Minority Floor Leader

HON. VICENTE C. SOTTO III Senate President Senate of the Philippines Pasay City

EIGHTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
Third Regular Session)



SENATE

s. _{NO.} 2302

(In Substitution of SB No. 1677)

Prepared by the Committee on Trade, Commerce and Entrepreneurship with Senators Lapid and Pimentel III as authors thereof.

AN ACT PROVIDING MEASURES TO PROTECT INDIVIDUALS ENGAGED IN FOOD, GROCERY AND PHARMACY DELIVERY SERVICES

Be it enacted by the Senate and the House of Representatives of the Philippines in Congress assembled:

SECTION 1. Short Title. – This Act shall be known as "Food, Grocery, and Pharmacy Delivery Services Protection Act".

3

5

6

7

8

9

10

11

12

13

1

- Sec. 2. *Definition of Terms.* For purposes of this Act, these terms are defined as follows:
 - (a) Food, Grocery, and Pharmacy Delivery Service a form of courier or delivery service where a person through a mobile phone application, internet website or any other similar platform orders food, grocery or pharmaceutical items from a third-party seller and engages the service of a rider or driver for the delivery of said order for a fee;
 - (b) Food, Grocery, and Pharmacy Delivery Service Providers or Service Providers these are persons or entities who are engaged in the business of providing food, grocery and pharmacy delivery services by way of

mobile phone applications, internet websites or other similar platforms;

- (c) Delivery Riders or Drivers regardless of the existing contractual relationship with the service providers, these are persons who perform the delivery services by picking up the ordered items from the third-party seller, and delivering the items to the customers who avail of the service;
- (d) Confirmed Order there shall be a confirmed order once the customer sends his confirmation to the delivery rider or driver with respect to the order for the purchase of food, grocery and/or pharmaceutical items.

Sec. 3. *Prohibition Against Advance Payment.* – It shall be prohibited for any food, grocery, and pharmacy delivery service provider to require delivery riders or drivers to advance any monetary amount for the fulfillment of orders.

In case of cancellation of confirmed orders, the food, grocery, and pharmacy delivery service provider shall still pay the delivery riders or drivers for the service fee due them as if the transaction was successful.

In turn, it shall be the duty of service providers to pursue claims for collection from its cancelling customers.

Any investigation or inquiry conducted by the service providers on the propriety or validity of the cancellation shall not affect the right of the riders/drivers to collect their respective service fee as provided under this Section.

Any food, grocery, and pharmacy delivery service provider who shall be found to be in violation of the prohibition on requiring monetary advances from delivery riders or drivers shall, upon conviction, be subject to the penalty of arresto mayor and/or fine of an amount not exceeding One Hundred Thousand Pesos (Php 100,000.00) and the licenses and permits of said violators shall be revoked. This is without prejudice to any other available remedies under existing laws.

If the violation is committed by a corporation, partnership, association, or any other kind of business entity that may be created by operation of law, the penalty provided in the next preceding paragraph shall be imposed upon its president, director, partner or any responsible officer that authorized monetary advances to be required.

Sec. 4. *Know-Your-Customer Rules for Food, Grocery and Pharmacy Delivery Service.* – The service providers shall require its customers, prior to the registration with their mobile phone applications, internet websites or other similar platforms, to submit a valid proof of identity and residential address. Procedures for verification of identity shall likewise be implemented by the service providers. The processing of personal information done in accordance with this Section shall be fully compliant with the requirements of Republic Act No. 10173, or the "Data Privacy Act of 2012."

Sec. 5. Prohibited Acts. -

- (a) Using Another Person's Personal Information —It shall be unlawful for any person to use the personal information of another such as but not limited to name, address, and contact number when registering for any food, grocery, and pharmacy delivery service;
- (b) Cancellation of Confirmed Orders It shall be unlawful for any person to cancel a confirmed order unless such option is specifically allowed by the food, grocery, and pharmacy delivery service hired;
- (c) Placing of Hoax Order It shall be unlawful for any person to: (1) place an order under the name of another unless the latter consented to the same; (2) place an order using a fictitious name, address or both; and
- (d) Refusal to Receive Unpaid Order It shall be unlawful for any person to unjustly refuse to receive an order when such order has been placed by him personally or if the order is placed by virtue of his authority.

Any person who shall commit any of the prohibited acts as provided for in this Section shall, upon conviction, be subject to the penalty of arresto mayor and/or fine of an amount not exceeding One Hundred Thousand Pesos (Php 100,000.00) without prejudice to any other available remedies under existing laws.

Sec. 6. *Repealing Clause.* - All laws, presidential decrees, executive orders, proclamations, rules and regulations, or any part thereof, which are inconsistent with the provisions of this Act are hereby repealed or modified accordingly.

Sec. 7. Separability Clause If any provision or part of this Act, or th
application thereof to any person or circumstance, is held unconstitutional or invalid
the remainder of this Act shall not be affected thereby.
Sec. 8. Effectivity Clause This Act shall take effect fifteen (15) days from it
publication in the Official Gazette or in at least two (2) newspapers of genera
circulation.
Approved,