



**NINETEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
First Regular Session)**

23 MAR 20 P 4 :48

SENATE

RECEIVED BY: _____

COMMITTEE REPORT NO. 59

Submitted by the Committees on Trade, Commerce and Entrepreneurship; Economic Affairs; and Finance, on MAR 20 2023.

Re: Senate Bill No. 2021 Prepared by the Committees upon the recommendation of the Subcommittee on Senate Bill Nos. 761 and 1897.

Recommending its approval in substitution of Senate Bill Nos. 761 and 1897.

Sponsor: Senator Sonny Angara

MR. PRESIDENT

The Committees on Trade, Commerce and Entrepreneurship; Economic Affairs; and Finance, to which were referred **Senate Bill No. 761**, introduced by Senator Sonny Angara, *entitled*:

**"AN ACT
TO INSTITUTIONALIZE THE SHARED SERVICE FACILITIES (SSF) PROJECT
FOR MICRO, SMALL, AND MEDIUM ENTERPRISES (MSMES) BY AMENDING
REPUBLIC ACT NO. 6977 OTHERWISE KNOWN AS THE MAGNA CARTA FOR
SMALL ENTERPRISES AS AMENDED BY REPUBLIC ACT NO. 9501
OTHERWISE KNOWN AS THE MAGNA CARTA FOR MICRO, SMALL AND
MEDIUM ENTERPRISES"**

and **Senate Bill No. 1897**, introduced by Senator Ramon Bong Revilla Jr., *entitled*:

**"AN ACT
TO INSTITUTIONALIZE THE SHARED SERVICE FACILITIES (SSF) PROJECT
FOR MICRO, SMALL, AND MEDIUM ENTERPRISES (MSMES) BY AMENDING
REPUBLIC ACT NO. 6977, OTHERWISE KNOWN AS THE MAGNA CARTA FOR
SMALL ENTERPRISES, AS AMENDED BY REPUBLIC ACT NO. 9501,
OTHERWISE KNOWN AS THE MAGNA CARTA FOR MICRO, SMALL AND
MEDIUM ENTERPRISES"**

have considered the same and have the honor to report them back to the Senate with the recommendation that the attached **Senate Bill No. 2021** prepared by the Committees, entitled:

**"AN ACT
TO INSTITUTIONALIZE THE SHARED SERVICE FACILITIES (SSF) PROJECT
FOR MICRO, SMALL, AND MEDIUM ENTERPRISES (MSMES) BY AMENDING
REPUBLIC ACT NO. 6977 OTHERWISE KNOWN AS THE MAGNA CARTA FOR
SMALL ENTERPRISES AS AMENDED BY REPUBLIC ACT NO. 9501
OTHERWISE KNOWN AS THE MAGNA CARTA FOR MICRO, SMALL AND
MEDIUM ENTERPRISES"**

be approved in substitution of Senate Bill Nos. 761 and 1897, with Senators Angara, Revilla, Jr., and Villar (M.), as authors thereof.

Respectfully submitted:

Chairpersons



SEN. SONNY M. ANGARA

*Subcommittee on Senate Bill Nos. 761 and 1897;
Committee on Finance; and
Vice-Chairperson, Committee on Economic
Affairs*



SEN. MARK A. VILLAR

*Committee on Trade, Commerce and
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Member, Committee on Economic Affairs*

SEN. GRACE POE

*Committee on Economic Affairs; and
Vice Chairperson, Committee on Finance*

Vice-Chairpersons

SEN. PIA S. CAYETANO

*Senior Vice Chairperson, Committee on
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Member, Committee on Trade, Commerce
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SEN. MARIA LOURDES NANCY S. BINAY

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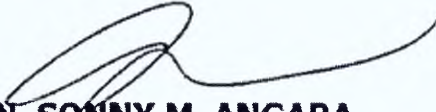


SEN. RAFFY T. TULFO

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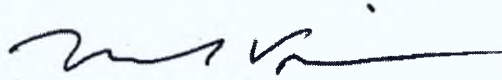
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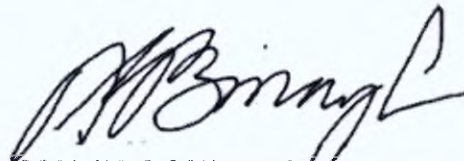
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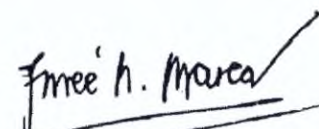
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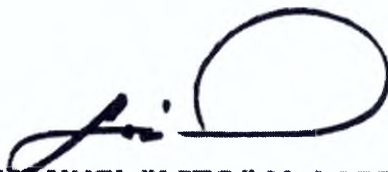
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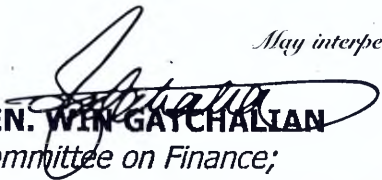
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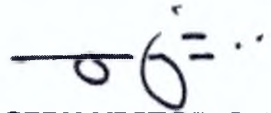
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President Pro-Tempore

Senior Vice-Chairperson, Committee on Finance

SEN. JOEL VILLANUEVA

Majority Floor Leader

SEN. AQUILINO "KOKO" PIMENTEL III

Minority Floor Leader

HON. JUAN MIGUEL "MIGZ" F. ZUBIRI

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NINETEENTH CONGRESS OF THE)
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First Regular Session)

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SENATE
S. B. No. 2021

(In substitution of Senate Bill Nos. 761 and 1897)

Prepared and submitted jointly by the Committees on Trade, Commerce and Entrepreneurship; Economic Affairs; and Finance with Senators Angara, Revilla, Jr. and Villar (M.) as authors thereof

AN ACT
TO INSTITUTIONALIZE THE SHARED SERVICE FACILITIES (SSF) PROJECT FOR MICRO, SMALL, AND MEDIUM ENTERPRISES (MSMES) BY AMENDING REPUBLIC ACT NO. 6977 OTHERWISE KNOWN AS THE MAGNA CARTA FOR SMALL ENTERPRISES AS AMENDED BY REPUBLIC ACT NO. 9501 OTHERWISE KNOWN AS THE MAGNA CARTA FOR MICRO, SMALL AND MEDIUM ENTERPRISES

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

1 **SECTION 1.** Insert new Sections 16 and 17 under Republic Act No. 6977, as
2 amended, to read as follows, and renumber the succeeding sections accordingly:

3 **"SEC. 16. ESTABLISHMENT OF SHARED SERVICE FACILITIES**
4 **(SSF) FOR MSMES. – IN ORDER TO ADDRESS THE GAPS IN THE**
5 **PRODUCTION VALUE CHAIN, PROMOTE INNOVATION AMONG**
6 **MSMES AND ENHANCE THEIR CAPACITIES TO PRODUCE AND**
7 **OFFER SOPHISTICATED AND DIVERSE PRODUCTS AND**
8 **SERVICES, THE SHARED SERVICE FACILITIES (SSFS)**
9 **PROGRAM OF DTI IS HEREBY INSTITUTIONALIZED.**

10
11 **THE DTI SHALL ALSO ESTABLISH SSF – FABRICATION**
12 **LABORATORIES (SSF-FAB LABS), WHICH REFER TO HIGH-END**

1 SSFS EQUIPPED WITH AN ARRAY OF FLEXIBLE COMPUTER-
2 CONTROLLED TOOLS THAT COVER SEVERAL DIFFERENT
3 LENGTHS AND SCALE AND VARIOUS MATERIALS, IN AT LEAST
4 ONE (1) STRATEGIC LOCATION IN EVERY PROVINCE TO
5 ASSIST MSMES IN THE MANUFACTURING OF NEEDED ASSETS
6 AND PRODUCTS. THE PRIORITY SHALL BE PROVINCES
7 WITHOUT EXISTING FAB LABS.

8
9 THE SSF-FAB LABS SHALL BE ATTACHED TO STATE
10 UNIVERSITIES AND COLLEGES (SUCS); LOCAL UNIVERSITIES
11 OR COLLEGES (LUCS); PRIVATE SCHOOLS, COLLEGES AND
12 UNIVERSITIES; AND GOVERNMENT ACADEMIC TRAINING
13 INSTITUTIONS OF THE PROVINCE AS DETERMINED BY DTI
14 FOR PROPER MONITORING AND MAINTENANCE.”

15
16 “SEC. 17. MONITORING OF PRODUCTIVITY OUTCOMES. – THE
17 DTI, IN COORDINATION WITH THE CONCERNED
18 COOPERATORS, LGUS, SUCS, LUCS, PRIVATE SCHOOLS,
19 COLLEGES AND UNIVERSITIES, AND GOVERNMENT
20 ACADEMIC TRAINING INSTITUTIONS IN WHICH THE SSFS
21 AND THE SSF-FAB LABS ARE SITUATED, SHALL SUBMIT AN
22 ANNUAL PROGRESS REPORT TO CONGRESS DETAILING THE
23 EFFECTIVENESS AND/OR IMPACT OF THE SSFS WHICH SHALL
24 INCLUDE THE BUDGET UTILIZATION OF THE PROJECT,
25 ADDITIONAL JOBS AND INCOME GENERATED, INDUSTRY
26 ENGAGEMENT, TECHNOLOGY TRANSFER, AND OVERALL
27 GROWTH OF THE BUSINESSES WHICH AVAILED OF THE
28 FACILITIES.”

29 *Sec. 2. Implementing Rules and Regulations.* – Within three (3) months from
30 the effectivity of this Act, the DTI shall promulgate the necessary implementing rules
31 and regulations for the institutionalization and establishment of the SSFs including
32 the guidelines for the partnership with the cooperators, SUCs, LUCs, private schools,

1 colleges and universities, and government academic training institutions where the
2 SSFs and SSF-Fab Labs will be established.

3 Sec. 3. *Appropriations.* – The amounts necessary to carry out the
4 implementation of this Act shall be charged against the current budget of DTI.
5 Thereafter, the funds necessary for the continuous implementation of this Act shall
6 be included in the annual General Appropriations Act (GAA).

7 Sec. 4. *Separability Clause.* - If any portion or provision of this Act is declared
8 unconstitutional, the remainder of this Act or any provision not affected thereby shall
9 remain in full force and effect.

10 Sec. 5. *Repealing Clause.* - All laws or parts thereof, decrees, orders, rules and
11 regulations inconsistent with the provisions of this Act are hereby repealed or modified
12 accordingly.

13 Sec. 6. *Effectivity Clause.* – This Act shall take effect fifteen (15) days after its
14 publication in the *Official Gazette* or in a newspaper of general circulation.

15 Approved,