FOURTEENTH CONGRESS OF THE REPUBLIC)
OF THE PHILIPPINES

First Regular Session

)

SENATE S. No. <u>1369</u>

NECTOR Y

Introduced by Senator Richard J. Gordon

EXPLANATORY NOTE

Illegal numbers and/or letters games in our country, like *jueteng*, continue to proliferate through time in spite of law enforcement efforts. Illegal numbers and/or letters games have become so entrenched in our society that it must first be effectively controlled and regulated by the State before it can be eventually eradicated completely.

This bill proposes to effectively control and regulate numbers and/or letters games allowing it in a city or municipality only upon Ordinance by the Sangguniang Panlungsod or the Sangguniang Bayan duly approved by its constituents in a referendum election called for this purpose. After complying with this requirement, the Philippine Amusement and Gaming Corporation (PAGCOR) shall then undertake the responsible operation of numbers and/or letters games in a city or municipality.

With this effective means of control, all other illegal and unauthorized numbers and/or letters games within a city or municipality can now be easily identified and prosecuted by the law enforcement under Republic Act No. 9287, increasing the penalties for illegal numbers games. Through proper regulation, illegal numbers and/or letters games can be curbed and corruption related to its illegal operation can be severed.

At the same time, this mode of control and regulation of illegal numbers and/or letters games can provide additional funding for financing micro, small and medium enterprises; salaries, allowances and equipage of personnel of the Philippine National Police (PNP). This bill proposes that thirty percent (30%) of the proceeds from regulated numbers and/or letters games be allocated to the PNP, and as much as fifty percent (50%) be allocated to micro, small and medium enterprises through loan operations similar to the model of Grameen Bank in the city or municipality to provide better livelihood opportunities for our people so that they may learn to work hard and look forward to a better future based on a stable and legitimate industry and not gambling.

RICHARD J. GORDON

		(j.) }	and the start
FOURTEENTH CONGRESS OF THE PHILIPPINES First Regular Session	F THE REPUBLIC)))		7 ME 25
	SENATE S. No <u>1 3 6 9</u>	1160	SOMED LY July

Introduced by Senator Richard J. Gordon

AN ACT TO EFFECTIVELY CONTROL AND REGULATE NUMBERS AND/OR LETTERS GAMES

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 the "Numbers and/or Letters 1 2 Games Act of 2007."
 - Sec. 2. Policy. It is the policy of the State to effectively control and regulate numbers and/or letters games as a means to eradicate the vice of widespread illegal gambling and create a culture of enterprise among the people.
 - **Sec. 3.** *Definitions.* For purposes of this Act,

3

4

5

6

7

8

9

10

12

13

16

17

18

19

20

- (1) "Numbers and/or Letters Games" refers to any form of gambling activity, which uses numbers and/or letters or combinations thereof as factors in giving out jackpots, including but not limited to, jueteng, masiao and last two;
 - (2) "PAGCOR" refers to the Philippine Amusement and Gaming Corporation;
- 11 (3) "PNP" refers to the Philippine National Police.
- Sec. 4. Numbers and/or Letters Games in a City or Municipality. Upon Ordinance by the Sangguniang Panglungsod or the Sangguniang Bayan duly approved by its constituents in a referendum election called for this purpose, a city or municipality may 14 allow numbers and/or letters games operations in its locality in accordance with this act. 15
 - Sec. 5. Numbers and/or Letters Games Operations. PAGCOR is hereby authorized to operate numbers and/or letters games or to grant a franchise to a natural or juridical person to operate numbers and/or letters games in a city or municipality that has complied with Sec. 4 of this Act. The numbers and/or letters games franchise issued by PAGCOR shall be valid for a period of one (1) year, which may be renewable. All numbers

and/or letters games operations under this Act shall be under the control and supervision of PAGCOR.

- Sec. 6. One Operator or Franchisee per City or Municipality. There shall only be one (1) numbers and/or letters games operator or franchisee per city or municipality.
- Sec. 7. Conduct of Numbers and/or Letters Games. The conduct of numbers and/or letter games shall be subject to similar mechanics and standards as lotto and other similar games. For this purpose, PAGCOR shall promulgate minimum mechanics and standards in the forms of rules and regulations in the conduct of numbers and/or letters games.
- A city or municipality may impose additional rules and regulations that it deems appropriate in the conduct of the number and/or letter games in its locality.
- **Sec. 8.** Allocation of Proceeds from Numbers and/or Letters Games. Proceeds from numbers and/or letters games shall be allocated as follows:
- (1) Fifty percent (50%) shall be allocated for financing micro, small and medium enterprises in the city or municipality:
- (2) Thirty percent (30%) shall be allocated for salaries, allowances, and equipage of personnel of the PNP; and
- (3) Twenty percent (20%) shall be allocated for numbers and/or letters games operations including payments to winners or numbers and/or letters games in the city or municipality.
- **Sec. 9.** *Penal Provision.* Any person who violates any provision of this Act shall be punished with a penalty of six (6) years to twelve (12) years imprisonment, or a fine ranging from fifty thousand pesos (PhP 50,000) to five hundred thousand pesos (PhP 500,000), or both.
- **Sec. 10.** *Illegal or Unauthorized Numbers and/or Letters Games.* Any person who participates in illegal or unauthorized numbers and/or letters games shall be punished with the same penalties as provided for in Republic Act No. 9287.
- **Sec. 11.** Repealing Clause. All laws, decrees, orders, rules and regulations or other issuances or parts thereof inconsistent with the provisions of this Act are hereby repealed or modified accordingly.
- **Sec. 12.** *Appropriation.* –The initial funding to carry out the provisions of this Act shall be charged against the current year's appropriation. Thereafter, such sums as may be necessary shall be included in the annual General Appropriations Act.

- **Sec. 13. Separability Clause.** If any portion of this Act is declared unconstitutional, the remainder of this Act or any provisions not affected thereby shall remain in force and effect.
- **Sec. 14.** *Effectivity.* This Act shall take effect after fifteen (15) days following the completion of its publication in the Official Gazette or in a newspaper of general circulation in the Philippines..

Approved,