FOURTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

First Regular Session

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SENATE OFFICE OF THE SECRETARY

SENATE

NECEIVED BY :
Submitted by the Committee on Justice and Human Rights on JUN 0 2 2008
Re: Senate Bill No. 2360

Recommending its approval in substitution of Senate Bill No. 1846.

Sponsors: Senators Escudero and Santiago.

MR. PRESIDENT:

The Committee on Justice and Human Rights to which was referred Senate Bill No. 1846, introduced by Senator Santiago, entitled:

"AN ACT PROTECTING PRIVATE PROPERTY RIGHTS BY REQUIRING GOVERNMENT AGENCIES TO PREPARE PRIVATE PROPERTY TAKING IMPACT ANALYSIS"

has considered the same and has the honor to report it back to the Senate with the recommendation that the attached bill, Senate Bill No. <u>2360</u>, prepared by the Committee, entitled:

"AN ACT PROTECTING PRIVATE PROPERTY RIGHTS BY REQUIRING GOVERNMENT AGENCIES TO PREPARE PRIVATE PROPERTY TAKING IMPACT ANALYSIS"

be approved in substitution of Senate Bill No. 1846 with Senators Escudero and Santiago as authors thereof.

Respectfully submitted:

FRANCIS "CHIZ" G. ESCUDERO

Chairman

-Committee Report on SBN 1846-Private Property Taking Impact Analysis.

will interpettate A my around BENIGNO SMEON NOYNOY" S. AQUINO III Vice Chairman Members: "COMPAÑERA" PIA S. CAYETANÓ

ALAN PETER "COMPAÑERO" S. CAYETANO

IG REVILLA JR.

GREGORIO B. HONASAN II

ROBOLFO G. BIAZON

M. A. MADRIGAL

Ex-Officio Members:

INGGQY ÉJERCITO ESTRADA President Pro-Tempore

FRANCIS N. PANGILINAN Majority Leaver

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may amend. AQUILINO Q. PIMENTEL JR. Minority Leader

Hon. MANNY VILLAR Senate President Senate of the Philippines Pasay City

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FOURTEENTH CONGRESS OF THE)REPUBLIC OF THE PHILIPPINES)First Regular Session)

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SENATE Senate Bill No.<u>2360</u>

Prepared and Submitted by the Committee on Justice and Human Rights with Senators Escudero and Santiago as authors thereof

AN ACT PROTECTING PRIVATE PROPERTY RIGHTS BY REQUIRING GOVERNMENT AGENCIES TO PREPARE PRIVATE PROPERTY TAKING IMPACT ANALYSIS

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 "Private Property
 Rights Act of 2008."

SECTION 2. Statement of Policy. - The policy of the government is to protect the
health, safety, and general welfare of the public in a manner that, to the extent
practicable, avoids taking of private property.

6 SECTION 3. *Definition of Terms.* -For purposes of this Act, the term:

7 (A) "Agency" means a department, agency, independent agency, or 8 instrumentality, including any military department, government corporation, 9 government-owned and controlled corporation, or other establishment in the 10 executive branch of the government.

(B) "Agency action" means any action, inaction, or decision, taken by an
agency and includes such an action, inaction, or decision taken by, or pursuant
to:

- 14 (1) A statute, rule, regulation, order, guideline, or policy; or
- 15 (2) The issuance, denial, or suspension of any permit, license, orauthorization;
- 17 (C) "Owner" means the person with title, possession, or other property
 18 rights in property affected by any taking of such property; and
- 19 (D) "Taking of private property" means any action whereby private 20 property is taken in such a way as to require compensation.

21 SECTION 4. Requirement for Private Property Taking Impact Analysis. -

(A) *In General.* - To the fullest extent possible, all policies, regulations, and
 public laws shall be interpreted and administered in accordance with the policies

under this Act, and, subject to paragraph (B) hereunder, each agency shall 1 complete a private property taking impact analysis before taking any agency 2 action, including the promulgation of a regulation, which is likely to result in a 3 taking of private property. 4 (B) Non-Application. -Paragraph (A) shall not apply to: 5 (1) An action in which the power of eminent domain is formally 6 7 exercised; (2) An action taken: 8 (a) With respect to property held in trust by the government; or 9 10 (b) In preparation for, or in connection with, treaty negotiations with foreign nations; 11 12 (3) Law enforcement action, including seizure, for a violation of law, of property for forfeiture as evidence in a criminal proceeding; 13 (4) A communication between an agency and local land-use 14 planning agency concerning a planned proposed local activity that 15 regardless of property, regulates private whether the 16 communication is initiated by an agency or is undertaken in 17 response to an invitation by the local authority; 18 (5) Any military or foreign affairs function, including a 19 procurement function under a military or foreign affairs function; 20 21 or (6) Any case in which there is an immediate threat to health or 22 safety that constitutes an emergency requiring immediate response, 23 if the taking impact analysis is completed after the emergency 24 25 action is carried out or the regulation is published. (C) Content of Analysis. - A private property taking impact analysis shall 26 be a written statement that includes: 27 (1) The specific purpose of the agency action; 28 (2) An assessment of the likelihood that a taking of private property 29 will occur under such agency action; 30 (3) An evaluation of whether such agency action is likely to require 31 compensation to private property owners; and 32 (4) Alternatives to the agency action that would: 33 (a) Achieve the intended purposes of the agency action; 34 (b) Lessen the likelihood that a taking of private property will 35 36 occur; or (c) An estimate of the potential liability of the government if the 37 government is required to compensate a private property owner as 38 a result of the agency action. 39 (D) Submission to the Department of Budget and Management (DBM): 40 Each agency shall provide analysis required under this section as part of any 41

- submission otherwise required to be made to the DBM relating to an agency
 action.
- 3 (E) *Public Availability of Analysis. -* An agency shall:
- 4 (1) Make each private property taking impact analysis available to the 5 public; and
- 6 (2) To the greatest extent practicable, transmit a copy of such analysis to 7 the owner and any other person with a property right or interest in the 8 affected property.

9 **SECTION 5.** *Alternatives to Taking of Property.* -Before taking any final agency 10 action, the agency shall fully consider alternatives described in Section 4(C)(4) 11 and shall, to the maximum extent practicable, alter the action to avoid or 12 minimize the taking of private property.

SECTION 6. *Civil Action.* - If an agency action results in the taking of private property, the owner of such property may obtain appropriate relief in a civil action against the agency that has caused the taking to occur.

- 16 SECTION 7. Guidance and Reporting Requirement. -
- 17 (A) *Guidance.* -The Solicitor General shall provide legal guidance in a 18 timely manner, in response to a request by an agency, to assist the agency in 19 complying with this Act.

(B) *Reports.* - Not later than one (1) year after the date of the enactment of
this Act and at the end of each one (1) year period thereafter, each agency shall
submit a report to the Secretary of the DBM that identifies:

- (1) Each agency action that has resulted in the preparation of a taking
 impact analysis;
- 25 (2) The filing of a taking claim; and
- 26 (3) Any award of compensation pursuant to the just compensation clause27 of the Constitution.

(C) *Publication of Reports.* - The Secretary of the DBM shall publish in the
 Register, on an annual basis, a compilation of the reports of all agencies made
 under this paragraph.

- **SECTION 8.** *Presumption in Proceedings.* For the purpose of any agency action or administrative or judicial proceeding, there shall be a rebuttable presumption that the costs, values, and estimates in any private property taking impact analysis shall be outdated and inaccurate, if:
- (A) Such analysis was completed after 5 years or more before the date of
 such action or proceeding; and
- (B) Such costs, values, or estimates have not been modified within the five
 (5) year period preceding the date of such action or proceeding.

1 **SECTION 9.** *Separability Clause.* - If any provision or part hereof is held 2 invalid or unconstitutional, the remaining provisions of this Act not otherwise 3 affected shall remain valid and subsisting.

4 **SECTION 10.** *Repealing Clause.* - Any law, presidential decree or issuance, 5 executive order, letter of instruction, administrative order, rule or regulation 6 contrary to, or inconsistent with, the provisions of this Act is hereby repealed, 7 modified or amended accordingly.

8 SECTION 11. Effectivity Clause. - This Act shall take effect fifteen (15) days after
9 its publication in at least two (2) newspapers of general circulation.

10 Approved,