## FIFTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

Third Regular Session

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## SENATE S No. 3373

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(In Substitution of SB Nos. 254 and 2255)

Prepared by the Committee on Games and Amusement, the Committee on Local Government and the Committee on Finance with Senators Trillanes IV, Defensor Santiago, and Pimentel III as authors thereof

## AN ACT

# CREATING THE AMUSEMENT INDUSTRY SAFETY BOARD THEREBY STRENGTHENING THE AMUSEMENT PARKS AND RIDES INDUSTRY, INSTITUTING SAFETY STANDARDS AND PROVIDING FUNDS THEREFOR

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

### CHAPTER I

#### **GENERAL PROVISIONS**

SECTION 1. Short Title. - This Act shall be known as the "Amusement
 Industry Safety Board Act."

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4 SEC. 2. Declaration of Policy. - It is hereby declared the policy of the State 5 to recognize the vital role of the youth in nation-building and to promote and 6 protect their physical, moral, spiritual, intellectual, and social well-being. 7 Towards this end, amusement parks are established primarily for the youth 8 and consequently, an Amusement Industry Safety Board is deemed essential 9 to protect the physical well-being of the youth while they are in 10 amusement parks and rides.

11 It is, likewise, the policy of the State to recognize the indispensable role 12 of the private sector, encourage private enterprise and provide incentive to 13 needed investments. In the same manner, the State shall provide fiscal 14 incentive systems to encourage needed investments and to reward performance 15 of the business sector contributing to economic development.

- 1 SEC. 3. Principles and Objectives. The State shall ensure the safe 2 operation and maintenance of rides and devices, safety of riders against direct 3 and indirect hazards in amusement parks, and in particular the protection of:
- a. Patrons or riders, tourists against hazards associated with operation
  of these establishments;
- b. Operators in imposing and enforcing reasonable safety rules against
  non compliant behaviour of patrons or riders;
  - c. The amusement industry in complying with the recognized standards, set of procedures and guidelines to further ensure the quality and safety of amusement ride and devices.
- SEC. 4. Definition of Terms. As used in this Act, the following term, words
  and phrases shall have the following definitions:
- 14 (a) Accredited amusement safety inspector refers to an individual
  15 who is accredited by the Board and certified by the Bureau of
  16 Product Standards of the Department of Trade and Industry, to
  17 inspect and certify that the amusement rides and devices pass the
  18 safety standards;
- (b) Amusement Industry refers to the collective term for the
  fairgrounds and amusement park industry which includes the people
  who design, manufacture, supply, control, operate, attend, maintain
  and carry out inspection of articles of fairground equipment and other
  attractions at fairgrounds and amusement parks;
- (c) Amusement Park refers to a fixed tract, area or site principally and
  commercially used by an enterprise as a permanent location for
  amusement structures, mechanical rides, devices and attractions,
  including theme parks;
- (d) Amusement ride or amusement device refers to a device or a
  combination of devices or elements that carry, convey, or direct a
  person(s) over or through a fixed or restricted course or within a
  defined area, for the primary purpose of amusement or entertainment;
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Where the term "amusement ride" or the word "ride" are used in this Act, their meaning shall correspond with the term "amusement device" as herein defined.

36 (e) **Board** - refers to the Amusement Industry Safety Board;

- 1 (f) **Carnival or "Peryahan"** refers to a mobile enterprise principally 2 devoted to offering amusement or entertainment to the public in, 3 upon, or by means of portable or movable amusement rides or devices 4 or temporary structures in any number or combination, whether or 5 not associated with other structures or forms of public attraction, 6 including but not limited to "peryahan" on special occasions like 7 school fairs, fiestas, and "tiangges";
- 8 (g) **Fairground** refers to any part of premises which is for the time being 9 used wholly or mainly for the operation of any fairground equipment 10 other than a coin operated ride or non-powered children playground 11 equipment. It includes both fixed amusement park and temporary 12 sites;
- (h) *Illness* refers to a personal discomfort as a result of food poisoning,
   drug abuse, toxic inhalation, insect sting, or other similar occurrence
   that requires treatment;
  - (i) *Injury* refers to a sustained bodily harm resulting in treatment such as, but not limited to trauma, cuts, bruises, burns and sprains;
- (j) *Installation* refers to the actual act of onsite construction or the
   physical setting up and making ready for use of an amusement ride
   or device;
- (k) Major Modification or alteration refers to any change in either
  the structural or operational characteristics of the ride or device which
  will alter its performance from that specified in the manufacturer's
  design criteria;
  - (l) Minor Injuries/illness refers to an injury and illness that may or may not require emergency first aid or significant treatment, or both;
- 27 (m) Owner refers to a person who owns, leases, or manages the
   28 operation of an amusement ride or device;
- (n) *Ride Attendant* refers to any person who is appointed to work
  under the control and direction of an operator to assist in the
  operation of an amusement device;
- 32 (o) *Ride Operator* refers to any individual having direct control of the
   33 starting, stopping, or speed control or proper functioning of an
   34 amusement ride or device;
- 35 (p) *Rider/Patron* refers to an individual who is:

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- 1) waiting in the immediate vicinity of an amusement park or carnival;
- 2) boarding an amusement ride or attraction;

3) on an amusement ride before, during, and after its operation;

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4) leaving or approaching an amusement ride or device and in its immediate vicinity.

#### CHAPTER II

# THE AMUSEMENT INDUSTRY SAFETY BOARD, COMPOSITION, POWERS AND FUNCTIONS

9 **SEC. 5.** Creation of the Amusement Industry Safety Board. – There is 10 hereby established an "Amusement Industry Safety Board" hereinafter referred 11 to here as the Board, which shall be directly under the administrative 12 supervision of the Office of the President. It shall serve as the sole national 13 regulating body on all matters pertaining to the amusement rides and devices.

SEC. 6. Membership of the Board. – The Board shall be composed of seven
(7) members or their duly designated representatives:

- 16 1. The Chief of the Bureau of Fire Protection, as Chairperson
- 17 2. Two (2) representatives from small amusement ride business sector
- 18 3. Two (2) representatives from duly recognized industry association of
   19 fixed amusement ride parks
- 4. Two (2) representatives from the engineering profession sector, one of
  whom a mechanical engineer knowledgeable of amusement rides and
  devices and the other knowledgeable of electro-mechanical and
  programmable electronic rides and devices..

**SEC. 7.** *Term of Office.* - Each member shall be appointed by the President and shall serve for a term of five (5) years. The President shall fill any vacancy in the Board for the remainder of the unexpired term with a representative from the same sector as that of the member who caused the vacancy.

**SEC. 8.** *Meetings and Quorum.* - The Chairperson shall call the first meeting of the Board within sixty (60) days after all members have been appointed and qualified. After the initial meeting, the Board shall meet at the call of the Chairperson, at least four (4) times in one year. Five members of the board shall constitute a quorum. The vote of a majority of all the members shall be necessary for the adoption of any rule, resolution or decision of the Board. **SEC. 9.** Allowances and Per Diems. - The members of the Board and its Advisory Council hereof as referred to in Section 11 of this Act, shall be entitled to per diems for meetings attended pursuant to existing government accounting and auditing rules and regulations. The members of the board and the Advisory Council shall receive no other compensation for their services but they shall be reimbursed for their actual and necessary expenses incurred in the performance of their official duties.

8 SEC. 10. Powers and Function of the Board. - The Board shall have the
9 following powers and functions:

- (a) Promulgate national policies, implementing rules and regulations, and
   safety standards for the effective implementation of this Act including
   the adoption of internationally accepted standards on the amusement
   parks, rides and attractions;
- (b) Conduct trainings and issue accreditation to amusement safety
  inspector who shall be responsible for the certification of the operational
  worthiness of all amusement rides, devices and attractions;
- (c) Review order for summary closure or stoppage to owner or operator of
  unsafe amusement parks or a portion thereof, issued by the amusement
  safety inspector, in accordance with the rules, regulations and
  standards set forth in this Act;
- (d) Develop and conduct safety program and information dissemination to
  the public relative to preventive safety measures to be observed in all
  amusement attractions;
  - (e) Study and develop a monitoring research program and evaluation of the effectiveness of the safety standards;

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- (f) In coordination with the local government unit having jurisdiction over
  the amusement park, investigate accidents or injuries, arising from
  amusement park's operations and recommend or initiate the filing of
  appropriate charges with the court having jurisdiction;
- 30 (g) Issue subpoena *ad testificandum* and *duces tecum* to any person in
   31 connection with its power to conduct investigation;
- 32 (h) Resolve or decide on any issue on the interpretation of the safety
  33 standards brought before the Board;
- 34 (i) To require the submission of records of the accident investigation
   35 reports relative to the Amusement Industry Safety Standards for the

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continuing study, research and evaluation of the effectiveness of the safety standards set forth in this Act;

3 (j) And such other powers and functions as may be assigned by the4 President.

5 SEC. 11. The Amusement Industry Safety Standards Advisory Council 6 (AISSAC). - There shall be an Amusement Industry Safety Standards Advisory 7 Council (AISSAC) which shall be composed of representatives recommended by 8 the industry sectors directly affected by this Act and duly authorized by the 9 Board. The Council shall advise the Board on relevant issues and concerns for 10 consideration in the formulation of policies, procedures, guidelines, rules and 11 regulations for the effective implementation of the provisions of this Act.

SEC. 12. Role and Responsibilities of the Local Government Units. – The Local Government Unit (LGU), pursuant to the provisions of Republic Act 7160 otherwise known as the Local Government Code of 1991, and other relevant and existing laws, shall:

- a) Regulate the operation of amusement parks, rides and attractions,
   pursuant to the policies, guidelines and safety standards promulgated by
   the Board, including the inspection, monitoring and evaluation in
   compliance of this Act;
- b) Collect fees and charges, including but not limited to business permitfees;
- c) Identify and send safety practitioners for training on the Safety
  Standards to be conducted by the Board;
- d) Identify and designate a tourism area for the *peryahan* in its respectivephysical location development plan;
- e) Within 120 days after the issuance of the Board Guidelines, conduct a
  survey within its own jurisdiction on certain information, such as but not
  limited to:
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- Owners of Rides and Devices;
- ii) Operators of Rides and Devices;

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- 31 iii) Types of rides and devices, including but not limited to its
  32 serial numbers;
- iv) Training and seminars attended to by the Owners and
  Operators of rides and devices;
- 35 v) Number of visitors or patrons per amusement park;

1	vi)	Employment and livelihood generated from the operation of
2		an amusement park;
3	vii)	And such other pertinent information as may be required by
4		the Board.
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6		CHAPTER III
7	А	MUSEMENT INDUSTRY SAFETY STANDARDS
8	SEC. 13. Gener	ral Safety Requirements. – No owner of an amusement ride,
9	park and device	e shall cause or allow the amusement ride or device to be
10	operated unless	the owner ensures that:
11	(a) All equipm	nent, materials and safeguards required are complied with and
12	the same a	are maintained in good condition;
13	(b) The amus	sement ride or devise is operated and maintained by a
14	competent	person and;
15	(c) A required	inspection of the amusement ride or device is carried out by
16	an accred	ited amusement safety inspector as a requirement for the
17	issuance o	f permit.
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19	SEC. 14. Stand	ards and Guidelines The Board, by way of regulation, shall
20	adopt internati	ionally recognized standards, recommendations, set of
21	procedures or gu	udelines to further ensure the quality and safety of amusement

- 22 ride and devices.
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SEC. 15. Insurance Requirements. - No person, corporation, or any juridical 24 entity shall operate an amusement ride or device unless the same has provided 25 the Local Government Unit having jurisdiction, through the Safety Inspector a 26 documented proof of comprehensive general liability insurance the minimum 27 amount of which shall be determined by the Board. The duration of insurance 28 required shall be maintained for the entire period of the operation of the 29 amusement ride or device. In the event that the insurance required hereof is 30 cancelled, suspended or otherwise becomes invalid, the insurer shall, as soon 31 as is reasonably possible, report the cancellation, suspension or invalidity to 32 33 the Safety Inspector.

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35 **SEC. 16.** *Ride Operator Requirements.* - The owner of an amusement ride 36 or device must have a documented training policy for the operation of an

1	amusement ride or device. The ride or device owner must maintain a		
2	written certification for each person controlling the physical operation of		
3	an amusement ride or device that the person has received the training for		
4	the ride or device as required by the documented training policy or program.		
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6	CHAPTER IV		
7	SCOPE OF INSPECTION		
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9	SEC. 17. Scope of Application. – This Code shall apply to all enterprises where		
10	amusement ride and device are designed, manufactured, constructed, installed,		
11	operated, inspected and transferred. The safety of fairgrounds and amusement		
12	parks shall be ensured of adequate protection and safety of amusement ride and		
13	device in order to avoid injuries or the infliction of unnecessary pain or distress to		
14	patrons and riders during the operation of amusement ride and device.		
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16	SEC. 18. Authorized Officers to Conduct Inspection of Amusement Ride		
17	and Device Only amusement ride inspector duly accredited by the Board		
18	are authorized to conduct amusement rides and devices inspection work. All		
19	persons involved in the said inspection work shall undergo training conducted		
20	by the Board.		
21	The certified amusement ride inspector must be either:		
22	(i) an employee of the insurance company that insures the		
23	amusement ride or device; or		
24	(ii) an independent inspection service provider that the		
25	insurance company or owner has contracted with, or an employee		
26	of the independent inspection service provider.		
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28	SEC. 19. Annual Inspections. –		
29	(a) An amusement ride or device must be inspected at least four (4) times		
30	annually or quarterly by a certified amusement ride inspector.		
31	(b) Amusement rides or devices that are not operated on a continual		
32	year-round basis must be inspected in the same calendar year and		
33	prior to July 1, or the first operation in the country, whichever is		
34	later. Amusement rides that do not pass an inspection required by this		
35	section in the previous year must be re-inspected before being operated		
36	in the country;		

- (c) If an inspection reveals that an amusement ride or device does not meet
   the safety standards, the insurer or independent inspection service
   provider must notify the owner of all defects of the ride or device;
- 4 (d) No person shall operate an amusement ride or device unless:
- 5 (i) the amusement ride or device passed the most recent annual 6 inspection required by this section; and
- 7 (ii) all defects identified during the most recent annual inspection have
  8 been corrected and the amusement ride or device passed a re9 inspection;
- (e) All inspections and re-inspections required by this section must include
   evaluation consistent with the safety standards of amusement rides. All
   owners and operators must permit reasonable inspection of an
   amusement ride by the certified amusement ride inspector selected by
   the insurer or independent inspection service provider;
- (f) The inspections required by this section are in addition to and
   suppletory to any other inspections required or permitted by law;
- (g) Before the amusement ride or device is operated, an owner of an 17 amusement ride must submit to each sponsor, lessor, landowner, or 18 other person who has contracted for the amusement ride to be offered to 19 an inspection certificate 20 any rider or patron, showing that the amusement ride passed the most recent inspection or re-inspection 21 required by this section. The inspection certificate shall identify the 22 amusement ride by name, manufacturer, and serial number, the 23 date inspection was performed, and the inspector's name and 24 certification number; 25
- (h) An owner of an amusement ride must also file the certificate of
   inspection with the Board not later than ten (10) days after the
   completion of each inspection as required by this section.

**SEC. 20.** *Daily Inspections.* - No person shall operate an amusement ride or device unless a daily inspection has been performed. Each daily inspection shall be recorded in a logbook for each amusement ride or device and shall be kept for a period of not less than three (3) years. An owner or operator shall not knowingly operate, or permit to be operated, an amusement ride or device that has not passed a daily inspection.

SEC. 21. Inspection after Alteration or Modification. - An amusement ride or device that has been modified or altered in a manner that changes its dynamics or control system from the original manufacturer's design or specification since its last annual inspection must be inspected by a certified amusement ride inspector before it can be operated.

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SEC. 22. Inspection after an Injury or Illness. - An amusement ride OR
DEVICE must be inspected by a certified amusement ride inspector before it
can be operated following an injury or illness involving the ride.

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SEC. 23. Availability for Inspection and Information. - The owner of an amusement ride must make the ride or device available for inspection at all reasonable times and places requested by any law enforcement agency. All relevant information on the operation of an amusement ride or device shall also be made available at all times.

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# 17 SEC. 24. Recording and Reporting. -

- (a) An owner shall maintain a first-aid incident report log for all injuries or
   illnesses sustained by a rider or patron resulting from the operation of an
   amusement ride or device. The recorded information shall include the
   following:
- (i) name, address, age and telephone number of the rider receiving
  emergency health care service or treatment;
- 24 date the injury or illness occurred;
- 25 (ii) description of the injury or illness and the first-aid service or
  26 treatment administered;
- 27 (iii) manufacturer's name and serial number of the amusement ride28 involved in the incident or illness and;
- 29 (iv) any other pertinent information, as may be required by law.
- (b) An owner shall maintain the first-aid incident report log for a period of
  not less than three (3) years, and shall make the first-aid incident report
  log available upon request by any interested party. An owner of an
  amusement ride or device shall provide a report to the local law
  enforcement agency of any accident or incident arising from the use or
  operation of an amusement ride or device resulting in serious rider injury
  or illness.
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1 SEC. 25. Operator Enforcement. - A ride operator, owner, sponsor, lessor, 2 landowner, or other person who has contracted for the amusement ride or 3 device to be offered to any rider or patron, may impose and enforce reasonable 4 safety rules regarding the behaviour of riders or patrons. It may prohibit a 5 person from riding a ride or may remove a rider from a ride for violations of 6 those rules.

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### CHAPTER V

## PENALTIES AND SANCTIONS

SEC. 26. Administrative Fines. - The Board by way of regulation, shall issue
a schedule of administrative fines for violations of any provisions of this Code.

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SEC. 27. Cease and Desist Order. - The Board is authorized to issue after due 13 process except in instances when the continued operation causes imminent 14 danger to public safety, a "cease and desist order" to any amusement ride and 15 device operator, person, enterprise, firm, or corporation engaged, in the business 16 in the amusement industry if found to be in violation of any of the provisions of 17 this act, should the continued operation of said entity, as the certified amusement 18 safety inspector finds that a ride is unsafe to operate and would pose risk to 19 public safety. 20

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## CHAPTER VI INCENTIVES

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SEC. 28. Tax Incentives on Importation. - All enterprises engaged in 25 Amusement Industry as duly accredited by the Board, in consultation with the 26 Department of Finance and the Board of Investments, shall, for five (5) years 27 after the effectivity of this Act and thereafter, be exempted from the payment of 28 29 tariff and duties for the importation of all types of amusement theme parks and amusement rides inputs, devices, equipment and machineries, including spare 30 parts of all carnival ride equipment and renewable energy systems such as 31 solar panels; *Provided*, however, that the imported inputs, devices, equipment 32 and machineries shall be for the exclusive use of the importing enterprise. 33 Provided further, That such are not manufactured domestically in sufficient 34 35 quantity and comparable quality. This is without prejudice to other fiscal and

non-fiscal incentives that the said enterprises may qualify to avail from otherexisting laws.

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4 SEC. 29. Assistance to Mobile Operators. - Government Financial
5 Institutions (GFIs) shall provide loan provisions for mobile operators or
6 peryahan operators. Mobile Operators or Peryahan Operators shall secure a
7 favourable endorsement from the Board to avail of the said loan provisions.
8 Existing mobile operators or Peryahan Operators shall, to avail of the said loan
9 provisions, obtain a certificate of safety compliance from the Board.

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SEC. 30. Penalty on Illegal Importation. - Any person, partnership, 11 corporation, association and other juridical entity found violating the 12 provisions of Section 28 of this Act, shall suffer the penalty of imprisonment for 13 a period of not less than six (6) months but not more than six (6) years, or a 14 fine equivalent to two hundred percent (200%) of the value of imported 15 materials or both, at the discretion of the court and the accessory penalties of 16 confiscation of the imported goods in favour of the government and the 17 revocation of the privileges given under this Act. In cases where the violation is 18 committed by a juridical entity, the officers responsible shall suffer the penalty 19 prescribed herein. 20

The importation of goods equivalent to or exceeding the declared assets of the enterprise or partnership; or the authorized capital stock in case of corporations, and/or resale of the imported goods shall be a prima facie evidence of the violation of Section 28 of this Act.

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# CHAPTER VII TRANSITORY AND FINAL PROVISIONS

SEC. 31. Appropriations. - The amount necessary for the implementation of this
Act shall be included in the General Appropriations Act.

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32 SEC. 32. Mandatory Review. - The Congress of the Philippines shall undertake a 33 mandatory review of this Code at least once every five (5) years and as often as it 34 may deem necessary, to ensure that amusement ride and devices inspection 35 policies, rules and regulations remain responsive to changing circumstances.

36 SEC. 33. Implementing Rules and Regulations. – The Chairman, within ninety
37 (90) days after the effectivity of this Act, through a technical working committee,

and in consultation with the private sector concerned shall formulate the implementing rules and regulations for the full implementation of this Act. Copies of the formulated rules and regulations shall be submitted to the Committee on Games and Amusement of both Houses of Congress. Such rules and regulations shall take effect fifteen (15) days upon publication in a newspaper of general circulation.

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8 **SEC. 34.** Separability Clause. – If any provision of this Act shall at any time 9 be found to be unconstitutional or invalid, the remainder thereof not 10 affected by such declaration shall remain in full force and effect.

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SEC. 35. Repeating Clause. - All laws, decrees, rules or regulations
 inconsistent with the provisions of this Act are hereby repealed or modified
 accordingly.

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SEC. 36. *Effectivity Clause.* - This Act shall take effect after fifteen (15) days
 following its complete publication in two (2) newspapers of general circulation.

18 Approved,