SIXTEENTH CONGRESS OF THE REPUBLIC) OF THE PHILIPPINES)

Second Regular Session



JUL 30 P1:24

SENATE

Senate Bill No.

INTRODUCED BY SEN. JINGGOY EJERCITO ESTRADA

AN ACT

FURTHER STRENGTHENING THE SOCIAL AMELIORATION PROGRAM IN THE SUGAR INDUSTRY, AMENDING FOR THIS PURPOSE CERTAIN PROVISIONS OF R.A. NO. 6982 ENTITLED, "AN ACT STRENGTHENING THE SOCIAL AMELIORATION PROGRAM IN THE SUGAR INDUSTRY. PROVIDING THE MECHANICS FOR ITS IMPLEMENTATION, AND FOR **OTHER PURPOSES"**

EXPLANATORY NOTE

Republic Act No. 6982, or the Social Amelioration Program in the Sugar Industry was enacted primarily to promote and protect the interest and welfare of workers in the sugar industry in order for them to have a quality and decent living condition. After its enactment twenty three (23) years ago, several provisions of the said law have become outdated and inapplicable to the changing socio economic conditions in the country.

This bill seeks to amend R.A. No. 6982 to make it more attuned to the present needs and concerns of workers in the sugar industry. Salient points of the bill include: (a) conversion into metric system from picul to LKG which is an internationally-accepted unit of measurement; (b) provision of lien of P10.00; (c) inclusion of health, medical and educational projects under the Socio-Economic projects provision; (d) additional members to the Sugar Tripartite Council.

This measure is a counterpart of a bill filed by Congresswoman Lucy Marie Torres-Gomez in the House of Representatives. The immediate passage of this bill is earnestly sought.

JINGGOY EJERCITO ESTRADA

Senator



SIXTEENTH CONGRESS OF THE REPUBLIC) OF THE PHILIPPINES)

. Second Regular Session

JUL 30 P1:28

SENATE

Senate Bill No.



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AN ACT

FURTHER STRENGTHENING THE SOCIAL AMELIORATION PROGRAM IN THE SUGAR INDUSTRY, AMENDING FOR THIS PURPOSE CERTAIN PROVISIONS OF R.A. NO. 6982 ENTITLED, "AN ACT STRENGTHENING THE AMELIORATION PROGRAM IN THE SUGAR INDUSTRY. PROVIDING THE MECHANICS FOR ITS IMPLEMENTATION. AND FOR OTHER PURPOSES"

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

SECTION 1. Section 3 of R.A. No. 6982, is hereby amended to read, as follows:

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Sec. 3. Composition. THE SUGAR TRIPARTITE COUNCIL SHALL BE COMPOSED OF TWELVE (12) MEMBERS, WITH THE SECRETARY OF LABOR AND EMPLOYMENT OR HIS DULY AUTHORIZED REPRESENTATIVE AS **EX-OFFICIO** CHAIRMAN: ONE **FROM** REPRESENTATIVE THE **SUGAR** REGULATORY ADMINISTRATION, WHO SHALL LIKEWISE SIT IN AN EX-OFFICIO CAPACITY; FOUR (4) REPRESENTATIVES FROM THE PLANTERS' SECTOR; TWO (2) REPRESENTATIVES FROM THE MILLERS' SECTOR; AND TWO (2) REPRESENTATIVES FROM THE MILLERS WORKERS' SECTOR AND TWO (2) REPRESENTATIVES FROM THE FIELD WORKERS' SECTOR, AS MEMBERS.

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THE REPRESENTATIVES FROM THE PLANTERS' SECTOR SHALL BE CHOSEN FROM A LIST OF NOMINEES SUBMITTED BY THE TOP TWO MILLERS FEDERATIONS.

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THE REPRESENTATIVE FROM THE MILL WORKERS AND FIELD WORKERS SECTOR SHALL COME FROM A LEGITIMATE LABOR ORGANIZATION OR UNION OF SUCH MILL OR FIELD WORKERS.

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SEC. 2. Section 6 of R.A. No. 6982, is hereby amended to read as follows:

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Sec. 6. - District Tripartite Councils. - (a) Whenever necessary, the Secretary of Labor and Employment shall, upon recommendation of the Sugar Tripartite Council, create a District Tripartite Council in each milling

district in the Philippines to ensure greater participation by the planters, millers and workers in the social and economic programs and policy determination under this Act. The District Tripartite Council shall consist of seven (7) members composed of the Regional Director of the DOLE as ex-officio Chairman; two (2) representatives from the planters' sector; one representative from millers' sectors as members. REPRESENTATIVE FROM THE MILL SECTOR SHALL COME FROM A LEGITIMATE LABOR ORGANIZATION OR UNION OF SUCH MILL OR FIELD WORKERS.

(b) The representatives from the planters, millers and workers' sectors shall be appointed by the Secretary of Labor and Employment from among the nominees of the planters, millers and workers, respectively, for

a term of three (3) years.

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SEC. 3. Section 7 of R.A. No. 6982, is hereby amended to read as follows:

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Sec. 7. - (a) EFFECTIVE ON SUGAR CROP YEAR 2015-2016. A LIEN OF TEN PESOS (P 10.00) PER LKG, OR FIFTY-KILO BAG OF SUGAR, SHALL BE IMPOSED ON THE GROSS PRODUCTION OF SUGAR TO PRIMARILY AUGMENT THE INCOME OF SUGAR WORKERS, AND TO FINANCE SOCIAL AND ECONOMIC PROGRAMS TO IMPROVE THEIR LIVELIHOOD AND WELL-BEING; PROVIDED. THAT THE SECRETARY OF LABOR AND EMPLOYMENT MAY, UPON THE RECOMMENDATION BY THE SUGAR TRIPARTITE COUNCIL. ALLOW THE INCREASE OF NOT MORE THAN ONE PESO (P 1.00) EVERY TWO YEARS FOR A PERIOD OF TEN (10) YEARS FROM THE EFFECTIVITY OF THIS ACT, TAKING INTO CONSIDERATION THE **CIRCUMSTANCES** ADVERSELY AFFECTING THE COST PRODUCING SUGAR AND THE DECLARATION OF POLICY IN THIS ACT.

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The amount herein imposed shall be borne by the sugar planters and millers in proportion to their corresponding milling share and said amounts shall constitute a lien on their sugar quedans and/or warehouse receipts.

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SEC. 4. Section 9 of R.A. No. 6982, is hereby amended to read as follows:

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Sec. 9. - ANY UNDISTRIBUTED AMOUNT DUE TO THE WORKERS SHALL BE WITHIN THREE (3) MONTHS, BE REMITTED TO AND PLACED IN A SPECIAL FUND TO BE ADMINISTERED BY THE STC FOR A PERIOD OF ONE (1) YEAR FROM THE DATE OF REMITTANCE, AFTER WHICH IT SHALL FORFEITED BE ADDED AND TRANSFERRED TO DTC CONCERNED.

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THE DTC SHALL ALLOT FIFTY PERCENT (50%) OF THE SAID FINANCE EDUCATIONAL PROGRAMS AND DEPENDENTS BY DULY ACCREDITED TRAINING CENTERS BY THE TECHNICAL EDUCATION SKILLS AND DEVELOPMENT AUTHORITY (TESDA). THE OTHER FIFTY PERCENT (50%) OF THE SAID FUND SHALL BE ALLOTED TO FINANCE THE VARIOUS PROJECTS OF THE DTC CONCERNED.

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(b) TEN PERCENT (10%) FOR THE SOCIO ECONOMIC PROJECTS WHICH SHALL INCLUDE, AMONG OTHERS, HEALTH, MEDICAL AND EDUCATIONAL BENEFITS FOR THE SUGAR WORKERS UNDERTAKEN BY THE BUREAU OF RURAL WORKERS, PLANTERS/MILLERS ORGANIZATIONS, WORKERS ORGANIZATIONS AND OTHER FOUNDATIONS OF SUGAR PLANTERS/MILLERS: PROVIDED, THAT EDUCATION BENEFITS SHALL NOT BE LIMITED TO FORMAL EDUCATION BUT ALSO TECHNICAL SKILLS TRAINING

AT TRAINING CENTERS DULY ACCREDITED BY THE TESDA.

Sec. 10. - Socio-economic Plans and Program; Operation Council.

(c) TWO AND HALF (2.5%) PERCENT FOR THE WOMEN SUGAR WORKERS IN ADDITION TO EXISTING COLLECTIVE BARGAINING AGREEMENTS: *PROVIDED*, THAT A WOMAN SUGAR WORKER WHO DELIVERS A CHILD OR UNDERGOES THERAPEUTIC ABORTION SHALL BE ENTITLED TO A MATERNITY BENEFIT FOR EVERY SUCH DELIVERY OR THERAPEUTIC ABORTION; *PROVIDED*, *FURTHER*, THAT WOMEN SUGAR WORKERS WHO ARE UNEMPLOYED OR ON LEAVE OF ABSENCE SHALL BE ENTITLED TO

THIS MATERNITY BENEFIT WHO, AT THE TIME OF SUCH DELIVERY OR THERAPEUTIC ABORTION, SHALL HAVE HAD A RECORD OF PRIOR SERVICE OF AT LEAST TWO (2) YEARS IN A SUGAR MILL OR SUGAR FARM AND AT LEAST NINETY (90) DAYS OF ACCUMULATED

SERVICE DURING EACH CROP YEAR.

WOMEN SUGAR WORKERS WHO ARE MANAGERIAL EMPLOYEES, ALTHOUGH THEY MAY RECEIVE MATERNITY BENEFITS OR SIMILAR BENEFITS FROM THEIR RESPECTIVE EMPLOYERS, SHALL NOT BE ENTITLED TO THE MATERNITY PROVIDED HEREIN.

SMALL FARM CULTIVATORS SHALL BE ENTITLED TO THE MATERNITY BENEFITS HEREIN PROVIDED

(D) TWO AND HALD PERCENT (2.5%) FOR ADMINISTRATIVE EXPENSES OF THE SUGAR TRIPARTITE COUNCILS AND THE BUREAU OF WORKERSS WITH SPECIAL CONCERNS OF THE DEPARTMENT OF LABOR AND EMPLOYMENT IN IMPLEMENTING THIS ACT.

SEC. 6. There shall be added a Section 10-A which shall read as follows:

SEC. 10-A. THE SUGAR WORKERS' MATERNITY BENEFIT FUND.

a) PURSUANT TO PARAGRAPH (C) OF THE IMMEDIATELY PRECEDING SECTION, THERE SHALL BE A WORKERS' MATERNITY BENEFIT FUND (SWMB) TO BE ADMINISTERED AND MANAGED BY THE DOLE, THROUGH THE BUREAU OF WORKERS WITH SPECIAL CONCERNS AND ALL INCOMES AND INTERESTS THEREOF SHALL BE HELD IN A SPECIAL TRUST ACCOUNT IN AN AUTHORIZED GOVERNMENT DEPOSITORY BANK.

THE BUREAU SHALL PROVIDE THE SWMB RESERVE FUND TO COVER REGIONAL OFFICES AND SUBSEQUENT RELEASE OF SAID FUND TO THE REGIONAL OFFICES SHALL BE EFFECTED THROUGH FUND REPLENISHMENT.

- b) CONDITION AND REQUIREMENTS FOR ENTITLEMENT. -- A CLAIM FOR MATERNITY BENEFITS SHALL BE FILED WITH THE REGIONAL OR FIELD OFFICE HAVING JURISDICTION OVER THE WORKPLACE OR RESIDENCE OF THE COVERED WOMAN WORKER, UPON RECOMMENDATION BY THE ACCREDITED ASSOCIATION/COOPERATIVES PLANTERS' AND THROUGH THEIR RESPECTIVE AUTHORIZED REPRESENTATIVE/S, WITHIN THREE (3) YEARS COUNTED FROM THE DATE OF HER DELIVERY OR THERAPEUTIC ABORTION. OTHERWISE THE CLAIM SHALL BE BARRED.
- c) DOCUMENTATION AND REPORTING. IN ADDITION TO THE REQUIRED FINANCIAL REPORTS FOR LIQUIDATION OF CASH ADVANCES ON THE SWMBF, THE REGIONAL OFFICE SHALL SUBMIT THE STATUS OF THE IMPLEMENTATION OF THE PROGRAM ON A MONTHLY BASIS.

- ANY UNUSED PORTION OF THE **SWMBF** SHALL BE TRANSFERRED AND ADDED TO THE 10% SOCIO ECONOMIC FUND OF THE SPECIFIC MILL DISTRICT FOR THE FOLLOWING **CROP YEAR.**
- SEC. 7. There shall be added a Section 10-B which shall be read as follows:
 - Sec. 10-B. SUGAR WORKERS' DEATH BENEFIT PROGRAM.
 - a) THERE SHALL BE SUGAR WORKERS' DEATH BENEFIT FUND (SWDBF) TO BE ADMINISTERED AND MANAGED BY THE DOLE. THROUGH THE BUREAU OF WORKERS WITH SPECIAL CONCERNS AND ALL INCOMES AND INTERESTS THEREOF SHALL BE HELD IN A SPECIAL TRUST ACCOUNT IN AN AUTHORIZED GOVERNMENT DEPOSITORY BANK.
 - THE BUREAU SHALL PROVIDE THE SWDBF RESERVE FUND TO COVER REGIONAL OFFICES AND SUBSEQUENT RELEASE OF SAID FUND TO THE REGIONAL OFFICES SHALL BE EFFECTED THROUGH FUND REPLENISHMENT.

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b) CONDITIONS AND REQUIREMENTS FOR ENTITLEMENT. - A DEATH BENEFIT CLAIM SHALL BE FILED WITH REGIONAL OFFICE OR IN ITS PROVINCIAL OFFICE HAVING JURISDICTION OVER THE WORKPLACE OR RESIDENCE OF THE DECEASED COVERED WORKER OF SMALL FARM CULTIVATOR, UPON RECOMMENDATION BY THE ACCREDITED **PLANTERS'** ASSOCIATION/COOPERATIVES AND MILL THROUGH THEIR RESPECTIVE ACCREDITED REPRESENTATIVES, WITHIN THREE (3) YEARS COUNTED FROM THE DATE OF DEATH OF SUCH COVERED WORKERS, OTHERWISE, THE CLAIM SHALL BE BARRED: PROVIDED, THAT: THE APPLICATION SHALL BE SUPPORTED BY AN AFFIDAVIT EXECUTED BY THE CLAIMANT ATTESTING TO THE RELATIONSHIP WITH THE DECEASED

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COVERED WORKER OR SMALL FARM CULTIVATOR, AND THE FACT THAT THE CLAIMANT IS THE BENEFICIARY TO THE **EXCLUSION OF THE OTHERS.**

c) DOCUMENTATION AND REPORTING. IN ADDITION TO THE REQUIRED FINANCIAL REPORT FOR LIQUIDATION OF CASH ADVANCES ON THE SWDBF, THE REGIONAL OFFICE SHALL SUBMIT THE STATUS OF THE IMPLEMENTATION OF THE PROGRAM ON A MONTHLY BASIS.

ANY UNUSED PORTION OF THE **SWDBF** SHALL BE TRANSFERRED AND ADDED TO THE 10% SOCIO ECONOMIC FUND OF THE SPECIFIC FUND OF THE SPECIFIC MILL DISTRICT FOR THE FOLLOWING CROP YEAR.

SEC. 8. There shall be added a Section 10-C which shall read, as follows:

Sec. 10-C. SPECIAL EDUCATION FUND

a) THERE SHALL BE A SPECIAL EDUCATION FUND TO BE ADMINISTERED AND MANAGED BY THE DOLE, THROUGH THE BUREAU OF WORKERS WITH SPECIAL CONCERNS AND ALL INCOMES AND INTERESTS THEREOF SHALL BE HELD IN A SPECIAL TRUST ACCOUNT IN AN AUTHORIZED GOVERNMENT DEPOSITORY BANK.

THE BUREAU SHALL RELEASE THE SAID FUND TO THE DTC CONCERNED AND SUBSEQUENT RELEASE OF THE SAID FUND TO THE DTCS SHALL BE EFFECTED THROUGH FUND REPLENISHMENT.

b) CONDITIONS AND REQUIREMENTS FOR ENTITLEMENT. - THE DTC SHALL RELEASE THE SAID FUND TO TESDA-ACCREDITED TRAINING CENTERS UPON SUBMISSION OF PROOF QUALIFIED **BENEFICIARIES FROM LEGITIMATE SUGAR** WORKERS AND THEIR BENEFICIARIES. THE DTC MAY ALSO AWARD SCHOLARSHIP TO SUGAR WORKERS AND DEPENDENTS FOR PRIMARY, SECONDARY AND TERTIARY EDUCATION IN GOVERNMENT EDUCATIONAL INSTITUTIONS AS MAY BE DETERMINED BY THE SECRETARY **UPON** RECOMMENDATION BY THE STC.

SEC. 9. There shall be added a Section 10-D which shall read, as follows:

Sec. 10-D. ANNUAL OPERATION BUDGET PREPARATION, THE BUREAU OF WORKERS WITH SPECIAL CONCERNS SHALL PREPARE AN ANNUAL OPERATIONAL BUDGET RELATIVE TO THE IMPLEMENTATION OF THIS ACT FOR APPROVAL BY SECRETARY UPON RECOMMENDATION OF THE STC AND THE DTC CONCERNED.

SEC. 10. The Secretary of Labor and Employment shall implement the sharing as provided herein and, upon consultation with the Sugar Tripartite Council,

1	promulgate such rules and regulations, as may be necessary to carry out the
2	provisions of this Act.
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5	SEC. 11. Separability Clause. – If any provision of this Act shall at any time be
6	found to be unconstitutional or invalid, the remainder thereof not affected by such
7	declaration shall remain in full force and effect.
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10	SEC. 12. Repealing Clause All laws, decrees, rules or regulations inconsistent
11	with the provisions of this Act are hereby repealed or modified accordingly.
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14	SEC. 13. Effectivity Clause This Act shall take effect after fifteen (15) days
15	following its complete publication in two (2) newspapers of general circulation.
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