

 \mathbf{O}

SIXTEENTH CONGRESS OF THE REPUBLIC) **OF THE PHILIPPINES**)

Third Regular Session

16 JAN 21 AII :02

RECEIVED B

SENATE

COMMITTEE REPORT NO. 360

Submitted by the Committees on Labor, Employment and Human Resources Development; Environment and Natural Resources; Ways and Means; and Finance on _ JAN 2 1 2016

Re: Senate Bill No. 3092

Recommending its approval in substitution of Senate Bill Nos. 2315 and 2893

taking into consideration House Bill No. 6100.

Sponsor: Senator Sonny Angara

MR. PRESIDENT:

The Committee on Labor, Employment and Human Resources Development; Environment and Natural Resources; Ways and Means; and Finance, to which was referred Senate Bill No. 2315, introduced by Senator Jinggoy Estrada, entitled:

AN ACT

PROMOTING THE CREATION OF GREEN COLLAR JOBS, PROVIDING STRATEGIC A INITIATIVE FOR ITS **IMPLEMENTATION, AND FOR OTHER PURPOSES**

and taking into consideration Senate Bill No. 2893, introduced by Senators Sonny Angara and Loren Legarda, entitled:

AN ACT **INCENTIVES** GRANTING TO INDIVIDUALS AND ENTERPRISES FOR THE CREATION OF GREEN JOBS AND APPROPRIATING FUNDS FOR THE PURPOSE

and taking into consideration House Bill No. 6100, introduced by Reps. Nograles, Manalo, Abayon, Mendoza (R.), Cosalan, Tambunting, Rivera, Angping, Violago, Lanete, Guanlao, Tan (A.), Señeres, De Jesus and Katoh, entitled,

AN ACT PROMOTING THE CREATION OF GREEN JOBS, GRANTING INCENTIVES AND APPROPRIATING FUNDS THEREFOR

have considered the same and has the honor to report them back to the Senate with the recommendation that the attached bill, Senate Bill No. 3092, prepared by the Committee, entitled:

AN ACT

PROMOTING THE CREATION OF GREEN JOBS, GRANTING INCENTIVES AND APPROPRIATING FUNDS THEREFOR

be approved in substitution of Senate Bill Nos. 2315 and 2893 taking into consideration House Bill No. 6100 with Senators Jinggoy Estrada, Sonny Angara, and Loren Legarda as authors.

Respectfully submitted:

Chairpersons:

SEN. SONNY ANGARA Acting Chairperson, Committee on Labor, Employment and Human Resources Development; Chairperson, Committee on Ways and Means Vice Chairperson, Committee on Finance Member, Committee on Environment and Natural Resources

SEN. SINGGOY EJERCITO ESTRADA Chairperson, Committee on Labor, Employment and Human Resources Development Member, Committee on Finance

SEN. FRANCIS G. ESCUDERO Chairperson, Committee on Environment and Natural Resources Member, Committee on Labor, Employment and Human Resources Development Member, Committee on Ways and Means Member, Committee on Finance SEN. LOREN B. LEGARDA Chairperson, Committee on Finance Member, Committee on Labor, Employment and Human Resources Development Member, Committee on Finance

Vice Chairpersons:

SEN. MIRIAM DEFENSOR SANTIAGO

Vice Chairperson, Committee on Ways and Means Member, Committee on Finance

neur le

SEN. SERGIO R. OSMEÑA III Vice Chairperson, Committee on Finance Member, Committee on Ways and Means

SEN. TEOFISTO L. GUINGONA III Vice Chairperson, Committee on Finance Member, Committee on Labor, Employment and Human Resources Development Member, Committee on Ways and Means

SEN. GREGORIO B. HONASAN II Vice Chairperson, Committee on Environment and Natural Resources Member, Committee on Ways and Means

SEN. CYNTHIA A. VILLAR Vice Chairperson, Committee on Environment and Natural Resources Vice Chairperson, Committee on Finance Member, Committee on Labor, Employment and Human Resources Development

OM UYUUNT O BENIGNO AQUINO IV

SEN. PAOLO BENIGNO AQUINO IV Vice Chairperson, Committee on Finance Member, Committee on Environment and Natural Resources Member, Committee on Ways and Means

Members:

SER. MANUEL M. LAPID Committee on Labor, Employment and Human Resources Development

SEN. AQUILINO PIMENTEL III Committee on Environment and Natural Resources; Ways and Means; and Finance

SEN. VICENTE C. SOTTO III Committees on Labor, Employment and Human Resources Development; Ways and Means; Environment and Natural Resources; and Finance SEN. PIA S. CAYETANO Committees on Labor, Employment and Human Resources Development; Ways and Means; Environment and Natural Resources; and Finance

SEN. FERDINAND R. MARCOS, JR. Committees on Labor, Employment and Human Resources Development; Environment and Natural Resources; and Finance

SEN. RAMON BONG REVILLA, JR. Committee on Environment and Natural Resources; Ways and Means; and Finance

SEN. MARIA LOURDES NANCY S. BINAY Committees on Environment and Natural Resources; Ways and Means; and Finance

SEN. JOSEPH VICTOR G. EJERCITO Committees on Labor, Employment and Human Resources Development; Ways and Means; Environment and Natural Resources; and Finance

E POE

Committees on Labor, Employment and Human Resources Development; Environment and Natural Resources; and Finance

SEN ANTONIO "SONNY" F. TRILLANES IV Committees on Labor, Employment and Human Resources Development; Ways and Means; and Environment and Natural Resources

Ex_Officio Members: hę SEN. RALPH G. RECTO President Pro-Tempore SEN. ALAN PETER "COMPAÑERO" S. CAYETANO Majority Leader SEN-JUAN PONCEIENR Minority Leader

SEN. FRANKLIN M. DRILON Senate President



RECEIVED BY

SIXTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES Third Regular Session

16 JAN 21 A11:02

C

SENATE

1

)

)

S. No. <u>3092</u>

(In substitution of S.B. Nos. 2315 and 2893 taking into consideration H.B. No. 6100)

Prepared by the Committees on Labor, Employment and Human Resources Development; Environment and Natural Resources; Ways and Means; and Finance with Senators Jinggoy Estrada, Sonny Angara and Loren B. Legarda as authors thereof

AN ACT PROMOTING THE CREATION OF GREEN JOBS, GRANTING INCENTIVES AND APPROPRIATING FUNDS THEREFOR

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 "Philippine Green Jobs Act of 2016".
SECTION 2. Declaration of Policy. - It is the declared policy of the State to:
a) Affirm labor as a primary social economic force in promoting sustainable development;
b) Afford full protection to labor local and overseas propried and

- b) Afford full protection to labor, local and overseas, organized and unorganized, and promote full and productive employment and equality of employment opportunities for all; and
- c) Promote the rights of the people to a balanced and healthful ecology
 in accord with the rhythm and harmony of nature.

The State shall identify needed skills, develop training programs, and train and certify workers for jobs in a range of industries that produce goods and render services for the benefit of the environment, conserve natural resources for the future generation, and ensure the sustainable development of the country and its transition into a green economy. In recognition of the participation of individuals and business enterprises in jobs creation, the State shall provide incentives therefor.

SECTION 3. Coverage. This Act shall apply to all business enterprises
 unless otherwise provided herein.

- SECTION 4. Definition of Terms. As used in this Act: 1 2 3 a) Business enterprises refers to establishments engaged in the 4 production, manufacturing, processing, repacking, assembly, or sale 5 of goods and/or services, including service-oriented enterprises. It 6 shall include self-employed or own-account workers, micro, small, 7 and medium enterprises (MSMEs) and community-based business 8 enterprises; 9 b) Climate change refers to a change in climate that can be identified 10 by changes in the mean or variability of its properties and that 11 persists for an extended period typically decades or longer, 12 whether due to natural variability or as a result of human activity; 13 14 c) Green jobs refer to employment that contributes to preserving or 15 restoring the quality of the environment, be it in the agriculture, industry 16 or services sector. Specifically, but not exclusively, this include jobs 17 that help to protect ecosystems and biodiversity, reduce energy, 18 materials and water consumption through high efficiency strategies. 19 de-carbonize the economy, and minimize or altogether avoid 20 generation of all forms of waste and pollution. Green jobs are decent 21 jobs that are productive, respect the rights of workers, deliver a fair 22 income, provide security in the workplace and social protection for 23 families, and promote social dialogue. 24 25 d) Green economy refers to one which is low-carbon and resource-26 efficient, and results in generation of green jobs and in improved 27 · human well-being and social equity, while significantly reducing environmental risks and ecological scarcities; 28 29 e) Green goods and services refer to goods and services that benefit 30 31 the environment or conserve natural resources, and may include 32 research and development, installation and maintenance services; 33 34 f) Green technologies refer to the development and application of 35 products, equipment and systems used to conserve the environment 36 and natural resources; 37 38 g) Sustainable development refers to development that meets the 39 needs of the present without compromising the ability of the future 40 generations to meet their own needs. 41 42 SECTION 5. *Incentives.* – An incentive scheme is hereby created for the 43 purpose of encouraging individuals to engage in green jobs and business 44 enterprises to operate and sustain green jobs in accordance with the National 45 Green Jobs Human Resource Development Plan to be formulated by the DOLE 46 as provided under section 6 (a) hereof. 47 48 Notwithstanding any laws to the contrary, the Department of Finance 49 (DOF) together with the National Economic Development Authority (NEDA) 50 shall exclusively determine the fiscal and non-fiscal incentives that can be made 51 available for activities such as skills training and research and development
- (R&D) in pursuit of supporting the green economy, and/or the development and
 use of green technologies and practices, and/or the production of green goods
 - 2

and provision of green services, which may include the following: additional
 deduction of labor expense and duty-free importation of capital equipment.

3 4

5

6

7

The DOF in coordination with DOLE and other relevant agencies, shall prepare the necessary rules and regulations and operational standards for the availment of the above-mentioned incentives and ensure its effective implementation.

- 8 SECTION 6. Role of Agencies. -
- 9

10 a) The Department of Labor and Employment (DOLE) shall, in 11 coordination with other government agencies, formulate a National Green Jobs Human Resource Development Plan on the development, 12 enhancement and utilization of the labor force, both in the private and 13 14 public sectors. The plan shall have the primary objective of enabling and 15 sustaining the transition into a green economy and the generation of green 16 jobs towards more employment and equal opportunities and the promotion 17 of social justice and workers' welfare. It shall include programs, projects, 18 and activities pertaining to basic, higher and technical vocational 19 education and training, database that Identifies and links green job 20 opportunities with private and public entities, and information on knowledge and skill requirements of a green economy. 21

The DOLE, in coordination with the Philippine Statistics Authority (PSA), shall also maintain a database of green careers, professions and skills, as well as a list of emerging business enterprises, which generate and sustain green jobs. It shall facilitate skills training assessment and certification, career advocacy, provide productivity and livelihood training, and extend technical assistance to enterprises to ensure labor law compliance.

30

35

- b) The Department of Finance (DOF) shall administer the grant of
 incentives as discussed in Section 5 hereof to qualified individuals and
 business enterprises engaged in registered strategic activities, and shall
 maintain a database on the same.
- 36 c) The Department of Environment and Natural Resources (DENR) shall
 37 establish and maintain a climate change information management
 38 system and network as reference in the formulation of strategies and
 39 approaches to develop potential green jobs.
- d) The Department of Education (DepEd) shall implement faculty, facility
 and curriculum development for primary and secondary education in
 support of the knowledge and skills requirement of a green economy.
- 44 e) The Commission on Higher Education (CHED) shall develop and
 45 implement curriculum and related standards and instructional materials in
 46 support of the green economy.

- f) The Technical Education and Skills Development Authority (TESDA) shall formulate the necessary training regulations for the implementation of skills training, program registration and assessment and certification in support of the requirements for skilled manpower of the green economy.
 - g) The National Economic and Development Authority (NEDA) shall ensure the mainstreaming of green jobs concern in development plans.
- 9 h) The Department of Trade and Industry (DTI) shall develop a special
 10 business facilitation program for individuals and business enterprises that
 11 create green jobs.
- i) The Professional Regulation Commission (PRC) shall encourage the
 development of qualifications framework that can facilitate the recognition of
 knowledge, skills, and competencies of professionals working in the green
 economy.
- j) The Department of Science and Technology (DOST) shall, together 18 with TESDA, assist the DOLE in analyzing skills, training and re-training 19 20 needs in relation to the use of green technology that has the potential to 21 create new green occupations and greener jobs, especially in industries or 22 sectors undergoing structural changes due to climate change and 23 greening of the economy. It shall also provide a range of business 24 development support to MSMEs. These may include prototyping or 25 modeling of technologies, conducting assessment to match technological 26 needs and demands, subcontracting business to develop clean 27 technologies, providing technical written guides, procedures as well as 28 instructions and training on clean technology for business.
- 29

1

2

3

4

5 6

7

8

12

17

- k) The Department of Transportation and Communication (DOTC) shall
 ensure the mainstreaming of green jobs concern in its sectoral
 development plan and encourage more investments in public transport
 infrastructure and services to optimize the potential of public transport to
 foster green growth and job creation. It shall also explore strategies of
 shifting to more environmentally friendly modes of transport and improving
 the efficiency of all modes of transportation.
 - I) The **Department of Tourism** (DOT) shall outline sustainable tourism planning and integrated approach for the promotion of job rich sustainable tourism industry.
- 40 41 42

46

38

- 42 m) The Department of Public Works and Highways (DPWH) shall develop 43 and implement programs that promote the importance of green building 44 practices in safeguarding the environment and its role in sustained 45 economic development.
- n) Any provision in their respective charters to the contrary notwithstanding,
 government financial institutions (GFIs) shall, in consultation with the
 Bangko Sentral ng Pilipinas (BSP), provide preferential financial
 packages to individuals and business enterprises that create green jobs.

1 o) The Climate Change Commission (CCC), in consultation with concerned 2 agencies, such as the DENR, the DTI, the DOLE, the Department of 3 Agriculture (DA), the Department of Energy (DoE), the Department of the 4 Interior and Local Government (DILG), and the Department of Science and 5 Technology (DOST), shall develop and administer appropriate standards for 6 the assessment and certification of green goods and services, and green 7 technologies and practices for the purpose of regulating the availment of 8 incentives and ensuring green jobs content.

9 SECTION 7. Role of the Secretary of Labor and Employment. -The
10 Secretary of Labor and Employment shall be included as an additional member
11 of the Climate Change Commission constituted under Section 5 of Republic Act
12 No. 9729, as amended or the Climate Change Act of 2009.

SECTION 8. Appropriations. – The amount necessary to carry out the
 operation of this act shall be included in the annual General Appropriations Act.

15 SECTION 9. *Implementing Rules and Regulations* - Within one 16 hundred eighty days (180) days from the effectivity of this Act, the Secretary of 17 Labor and Employment, in coordination with concerned agencies as may be 18 deemed necessary, shall formulate the necessary rules and regulations to 19 implement the provisions of this Act.

SECTION 10. Separability Clause. - Should any provision of this Act be
 declared unconstitutional, the remainder thereof not otherwise affected shall
 remain in full force and effect.

SECTION 11. *Repealing Clause.* - Section 5 of Republic Act 9729, as amended or the Climate Change Act of 2009, is deemed amended or modified by Section 7 of this Act. All other existing laws, presidential decrees, executive orders, proclamations or administrative regulations that are inconsistent with the provisions of this Act are hereby repealed, amended or modified accordingly.

SECTION 12. *Effectivity.* - This Act shall take effect fifteen (15) days
 following the completion of its publication in the *Official Gazette* or two (2)
 newspapers of general circulation.

Approved,