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# SEVENTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

**First Regular Session** 

16 JUL 20 P4:05

SENATE S.B. No. <u>690</u>

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RECEIVED BY:

Introduced by: Senator Paolo Benigno "Bam" A. Aquino IV

### AN ACT PROVIDING FOR A MAGNA CARTA OF THE POOR

## **EXPLANATORY NOTE**

The country's economic performance in recent years has been impressive and unprecedented. Its 7.2% GDP growth in 2013 was the highest in Asia earning the country improved investment grades. Its economic climate is now attractive, viable and profitable for investors to come in – doing business has become more fun in the Philippines.

Despite the accomplishments of the country, it still does face a myriad of challenges — around three million Filipinos do not have jobs and a fifth of the populace is poor.

The daunting task for the State is how to capitalize on its outstanding growth, the critically acclaimed reform efforts and the renewed global confidence, in order to make growth more inclusive and felt by all of the one hundred million Filipinos.

In the midst of this economic progress, it is essential for the State to craft policies so that every Filipino family is recognized regardless of the socio-economic status of its members, and to take care and provide for their needs.

The proposed measure thus seeks to ensure the protection and promotion of five basic rights of every Filipino: the right to food, employment, quality education, shelter and basic health care. It supports the creation of a just and dynamic environment where prosperity is shared through provision of adequate social services and enabling a rising standard of living and improved quality of life for everyone.

As the Philippines grows, no Filipino should be left behind.

In view of the foregoing, immediate approval of this bill is earnestly sought.

Ban Aguino Senator Paolo Benigno "Bam" A. Aquino IV



OF THE PHILIPPINES

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#### AN ACT PROVIDING FOR A MAGNA CARTA OF THE POOR

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

SECTION 1. Short Title. - This Act shall be known as the "Magna Carta of the Poor."

SEC. 2. Declaration of Policy. — It is the declared policy of the State to uplift the standard of living and quality of life of the poor and provide them with sustained opportunities for growth and development. It shall adopt an area-based, sectoral, and focused intervention to poverty alleviation, where every Filipino family must be empowered to meet its minimum basic needs through the partnership of the government and the basic sectors. It is likewise vital that the State complies with its international obligations to eradicate extreme poverty and hunger, achieve universal primary education, promote gender equality and empowerment of women, reduce child mortality, improve maternal health, combat Human Immunodeficiency Virus/ Acquired Immune Deficiency Syndrome (HIV/ AIDS), malaria and other diseases, ensure environmental sustainability, and develop a global partnership for development.

#### To attain the foregoing policy:

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- a. Government shall prioritize investments in anti-poverty programs to enable the poor to participate responsibly in the country's growth and development;
- b. All government departments, agencies and instrumentalities must provide full access to government services for the poor;
- Government shall strengthen interventions to address the genuine concerns of the poor and must institutionalize long term strategies and solutions for the empowerment of the poor;
- d. Government strategies shall enhance and promote the capabilities and competencies of the basic sectors, the non-government organizations (NGOs) and people's organizations (POs), as development partners of the government for the effective delivery and implementation of a wide range of anti-poverty programs and basic services.

# SEC. 3. Definition of Terms. – As used in this Act, the following terms shall mean:

- a. Basic Sectors the disadvantaged sectors of Philippine society including farmer-peasants, artisanal fisherfolks, workers in the formal sector and migrant workers, workers in the informal sectors, indigenous people and cultural communities, women, persons with disability, senior citizens, victims of calamities, natural and human-induced disasters, youths and students, children, urban poor and members of the cooperative;
- b. Development partners NGOs, POs, and private corporations which are engaged in programs and activities aimed at alleviating the conditions of the poor;
- c. Hazardous/danger zones areas which when occupied for residential purposes
  actually pose a danger to the life and safety of the occupants or of the general
  community;
- d. Non-government Organizations (NGOs) duly registered non-stock, non-profit organizations focusing on the upliftment of the basic sectors of society by providing advocacy, training, community organizing, research, access to resources, protection of the environment and conservation of natural resources, and other similar activities;
- e. People's Organizations (POs) self-help groups belonging to the basic sectors composed of members having a common bond of interest, who voluntarily join together to achieve a lawful common social and economic end;
- f. Poor individuals or families whose income fall below the poverty threshold as defined by the National Economic and Development Authority (NEDA) and/or cannot afford to provide their minimum basic needs of food, health, education, housing and other essential amenities in a sustained manner;
- g. National Poverty Reduction Plan (NPRP) the aggregation and consolidation of sectoral and local plans through a bottom-up approach, from the local poverty reduction action plans towards the formulation of the national plan.
- **SEC. 4.** Scope and Content of the Rights of the Poor. The government shall establish a system of progressive realization or implementation to provide the requirements, conditions, and opportunities for the full enjoyment of the following rights of the poor, which are essential requirements towards poverty alleviation.
  - a. The Right to Adequate Food is the right of individuals or families to have physical and economic access to adequate and healthy food, or the means to procure it. The Department of Social Welfare and Development (DSWD) and the Department of Agriculture (DA), and other implementing agencies shall:
    - 1. Undertake necessary actions to mitigate and alleviate hunger in times of natural or human-induced disasters;
    - 2. Fully implement and maintain supplementary feeding programs in day care centers and schools;
    - 3. Ensure the availability, accessibility, and sustainability of food supplies in a quantity and quality sufficient to meet the dietary needs of individuals and families; and
    - 4. Proactively engage the poor in activities intended to promote their food self-sufficiency.

b. The Right to Decent Work is the right to the opportunity to obtain decent and productive employment in conditions of freedom, equity, security and human dignity. The Department of Labor and Employment (DOLE) shall:

- Ensure that the poor shall have access to information regarding employment openings in private enterprises and in government programs and projects, especially regarding available emergency employment opportunities for families displaced by natural and human-induced disasters or relocated from hazardous/ danger zones;
- 2. Ensure the compliance of private contractors and subcontractors doing national and local public work projects funded by either the National Government or any LGU to fill thirty percent (30%) of the skilled labor requirements by qualified workers who come from the poor sector and who are residents of the LGUs where these projects are undertaken: Provided, That where the number of available resources is less than the required percentage provided therein, said requirements shall be based on the maximum number of locally available labor resources and shall be certified by the municipal, city, provincial or district engineer as sufficient compliance with labor requirements under this Act;
- Promote livelihood among the poor. These agencies shall provide technical and administrative support to help the poor establish their livelihood enterprise using loans obtained from the same;
- 4. Ensure compliance with core labor standards, address job and skills mismatch, and enhance human capital through education and training; and
- 5. Provide an environment for more inclusive tri-partism to make representation of interests of sectors more broad-based and highly participatory through social dialogue at the firm and industry levels.
- c. The Right to Relevant and Quality Education is the right to attain the full development of the human person. The Department of Education (DepEd), the Commission on Higher Education (CHED) and the Technical Education and Skills Development Authority (TESDA), in coordination with development partners concerned, shall:
  - 1. Maintain a system of free public education in the kindergarten, primary, and secondary school levels;
  - Make higher education accessible to all poor individuals and families. They
    shall expand the programs providing socialized college education to the
    poor, including the student loans or study-now-pay-later plans, in state/local
    universities and colleges; provided, that the students qualify and maintain
    good academic standing; and
  - Ensure access to quality technical/ vocational education and training through scholarship, subsidies and financial assistance to ensure access to decent and productive employment subject to compliance to qualification requirements and availability of funds.
- d. The Right to Adequate Housing is the right to have a decent, affordable, safe, and culturally appropriate place to live in, with dignity, security of tenure, in peace, and with access to basic services, facilities, and livelihood. The Housing and Urban

Development Coordinating Council (HUDCC) and other implementing agencies concerned shall:

- 1. Prioritize the implementation of the socialized housing program with identified appropriate subsidies;
- Immediately construct and provide housing facilities for families living in identified hazardous/ danger zones where the housing of the poor are urgent;
- 3. Create an enabling environment that will assist the poor to gain access to security of tenure with the least financial burden; and
- 4. Provide a system consisting of simple requirements and procedures, and expeditious processing and approval especially for community-based socialized housing/people's proposals.
- e. The Right to the Highest Attainable Standard of Mental and Physical Health. The Department of Health (DOH) shall:
  - 1. Ensure equitable access to a system of good quality health care and protection that is also available, accessible, and acceptable to the poor;
  - 2. Provide for comprehensive universal, culture-sensitive, and gender-responsive health services and programs which include (a) maternal and child health care and nutrition; (b) access to ethical, legal, medically safe and effective reproductive health services and supplies; (c) promotion of breastfeeding; (d) prevention and management of reproductive tract infections, sexually transmitted diseases, HIV and AIDS; (e) provide immunization against the major infectious diseases occurring in the community; and (f) prevention, treatment, and control of epidemic and endemic diseases;
  - 3. Reduce the financial burden of health care and protection on the poor through a socialized health insurance program, with the end view of totally eliminating out-of-pocket expenses; and
  - 4. Provide health-related education and information to the community.
- **SEC. 5. Non-diminution of Benefits.** All other rights of the poor provided under existing laws shall remain in full force and effect. Nothing herein shall be construed in a manner that will diminish the enjoyment of such rights by the poor, who shall have the right to avail of greater rights offered by existing laws including those granted under this Act.
- **SEC. 6. Social Protection.** The government shall build an effective social protection system to ensure the protection of the poor from any risk or contingency. The system shall include social insurance, safety nets, social welfare, and labor market interventions, which are affordable and accessible. This social protection is further guaranteed under this law by government in negotiating bilateral and multilateral agreements, including arrangements concluded with international financial institutions.
- **SEC. 7. System for Targeting of Beneficiaries.** The National Economic and Development Authority (NEDA) shall design and establish a single system of classification to be used for targeting beneficiaries of the government's anti-poverty programs and projects to ensure that such programs reach the intended beneficiaries.

SEC. 8. The National Poverty Reduction Plan and Enhanced Coordination and Convergence Among Government Agencies. — All government agencies and offices must therefore formulate, within one hundred (100) days from the issuance of the implementing rules and regulations of this Act, a comprehensive and convergent plan to set the thresholds to be achieved by the government for each recognized right. This plan shall consider all sectoral and local poverty reduction action plans of each barangay, municipal/city, and province. The National Anti-Poverty Commission (NAPC), with technical assistance of NEDA, shall be tasked to compile and harmonize these plans. The Department of Budget and Management (DBM) shall likewise review the National Poverty Reduction Plan (NPRP) for inclusion in the budget of implementing agencies.

SEC. 9. Participation of Basic Sectors and of the Local Government Units (LGUs). – NAPC shall ensure that the basic sectors and local government units are engaged in the formulation and in the implementation of the National Poverty Reduction Plan (NPRP). The Department of Interior and Local Government shall monitor the compliance of the LGUs in aligning their respective development, investment, and poverty reduction plans with the NPRP, and in implementing the same.

**SEC. 10. Funding Requirements.** – The funding for the pro-poor programs and projects implemented under this Act shall be taken from the existing appropriations as authorized under the General Appropriations Act of the different departments and agencies implementing pro-poor programs including those enumerated below:

- a. DSWD Pantawid Pamilyang Pilipino Program (4Ps) and Sustainable Livelihood Program (SLP);
- b. DOLE Special Program for Employment of Students (SPES) and Tulong Panghanapbuhay sa Ating Disadvantaged Workers "TUPAD" Project;
- c. TESDA Skills Training, Private Education Student Financial Assistance (PESFA) and the Training for Work Scholarship Program (TWSP);
- d. DepEd Alternative Learning System (ALS), Government Assistance to Students and Teachers in Private Education (GASTPE);
- e. CHED Student Financial Program (STUFAP);

- f. Social Housing and Finance Corporation (SHFC) Socialized Housing Program (SHP);
- g. DOH Basic Health Care Services including Potable Water System; and
- h. PhilHealth Expanded Primary Care Packages for the Poor.

Any additional funds to the existing appropriations of the pro-poor programs in the different departments and agencies shall be included in the General Appropriations Act of the year following its enactment into law and thereafter.

SEC. 11. Private Sector Participation. — The private sector is highly encouraged to be an active partner in the financing and implementation of poverty alleviation programs and projects. The government agencies implementing these programs shall be authorized to accredit development partners, who may accept donations, aids or grants, in cash or in kind, from duly accredited sources, to meet the demands of and uphold the basic rights of the poor to adequate food, decent work, relevant and quality education, adequate housing, and

the highest attainable standard of mental and physical health. Acceptance and use of such donations, aids or grants, shall be transparent and subject to applicable regulations of government.

**SEC. 12. Tax Exemptions.** – Any donation, contribution and grant which may be made to the sponsored program shall be exempt from the donor's tax and shall be considered as allowable deduction from the gross income in the computation of the income tax of the donor in accordance with the provisions of the "National Internal Revenue Code of 1997," as amended.

The implementers of the socialized housing resettlement program shall enjoy the incentives stated in Section 20 of Republic Act No. 7279, otherwise known as the "Urban Development and Housing Act of 1992".

- **SEC. 13. Rational Allocation of Funds.** The Department of Budget and Management (DBM) shall be principally responsible for the efficient and rational allocation of available funds to the different government departments and agencies to support the implementation of this Act.
- **SEC. 14.** *Implementing Rules and Regulations.* Within sixty (60) days from the effectivity of this Act, the NAPC, together with its member national government agencies, NEDA, the basic sectors, and representatives of persons living in poverty, shall promulgate rules and regulations to carry out the provisions of this Act.
- SEC. 15. Compliance Report. The NAPC shall be tasked to oversee and monitor the compliance with this Act. Within six (6) months from the effectivity of this Act and every six (6) months thereafter, all implementing departments and agencies shall submit a report to the NAPC on their respective compliance with the provisions of this Act. NAPC, in turn, shall submit a compliance report to the House Committee on Poverty Alleviation and to the Senate Committee on Social Justice, Welfare and Rural Development.
- **SEC. 16.** Separability Clause. If any provision of this Act is subsequently declared invalid or unconstitutional, other provisions hereof which are not affected thereby shall remain in full force and effect.
- **SEC. 17.** Repealing Clause. All laws, acts, presidential decrees, executive orders, issuances, presidential proclamations, rules and regulations or parts thereof which are contrary to and inconsistent with any provision of this Act are hereby repealed, amended or modified accordingly.
- **SEC. 18.** *Effectivity.* This Act shall take effect fifteen (15) days after its complete publication either in the *Official Gazette* or in two (2) newspapers of general circulation.
- 35 Approved,

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