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SEVENTEENTH CONGRESS
REPUBLIC OF THE PHILIPPINES

First Regular Session

RECEIVED BY:

SENATE

Senate Bill No.\_\_1267

## Introduced by Senator Win T. Gatchalian

## AN ACT

ESTABLISHING A NATIONAL DATABASE SYSTEM AND THE NATIONAL DATABASE AUTHORITY, PROVIDING ITS POWERS AND FUNCTIONS, AND APPROPRIATING FUNDS THEREFOR

#### EXPLANATORY NOTE

This bill seeks to establish a modern, comprehensive and secure national database system that will streamline the process of obtaining common official documents and efficiently facilitate the transactions of the public while maintaining the integrity of government records or documents and promoting good governance.

Obtaining records and other documents from government agencies which are mandated to deliver basic services and social security benefits for the people remains a slow, inefficient and tedious process. The government should take advantage of technological advances to further improve efficiency in the delivery of services by streamlining the process of obtaining common official documents and facilitating succeeding transactions of the public in availing of basic services and social security benefits. In recent years, technology has rapidly evolved to enable electronic record creation and the construction of system linkages to cater to new requirements.

It is expedient and imperative for the government to establish a National Database System to be administered by a National Database Authority which utilizes a unique personal reference number. The personal reference number will be generated by the Philippine Statistics Authority for every individual registered in the National Database System. The agencies where the public regularly conduct multiple transactions shall be prioritized for inclusion in the National Database System. These agencies are the Philippine Statistics Authority, Philippine Health Insurance Corporation, Home Development Mutual Fund or Pag-IBIG Fund, Social Security System, Government Service Insurance System, National Bureau of Investigation and Philippine National Police. The government shall also look into the possibility of including other government agencies in the National Database System particularly the Land Transportation Office and the Office of Consular Affairs of the Department of Foreign Affairs.

The advantages of establishing the National Database System include, among others, having a reliable identification reference system of citizens and other individuals residing in the Philippines and enhancing the efficiency and effectiveness of government agencies in the management and delivery of services. This measure also aims to minimize, if not entirely do away, with the need to go to different offices every time one needs to obtain a copy of a certain government document or record. This is also in line with President Rodrigo R. Duterte's promise during his first State of the Nation Address that there will be no more long lines when availing of government services.

The government shall endeavor to secure the proposed National Database System and ensure that data recorded and derived from the system shall only be used for the purposes intended by the provisions of this Act.

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

WIN T. GATCHALIAN



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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 "National Database System Act."

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SEC. 2. **Declaration of Policy.** – It is hereby declared the policy of the State to ensure the efficient delivery of basic services to the public. Pursuant to this policy, the State recognizes the need to take advantage of technological advances to achieve efficiency in public service. Towards this end, the State shall establish a modern, comprehensive and secure national database system that will be utilized to streamline the application for common official documents and for availing basic services and social security benefits while ensuring the integrity of the database system and promoting good governance.

- SEC. 3. National Database System; Purposes. There is 1 hereby established a National Database System, which shall serve 2 as the primary database of government where all organized 3 collection of information, records and other documents from 4 government agencies mandated to deliver basic services and social 5 security benefits are stored. It shall gradually consolidate all 6 existing government-initiated information data systems into one 7 integrated national database system. 8
- 9 The National Database System is established for the following 10 purposes:

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- a) To enhance the efficiency and effectiveness of government agencies in the management of certain government records and the delivery of government services to the public which include, among others, healthcare and social security services;
- b) To have a modern, comprehensive, reliable and secure national database system necessary for the efficient operation of government agencies involved in the delivery of services to the public by utilizing innovations and advances in technology;
- c) To create linkages between databases of government agencies involved in collecting personal identity information of the public and the interconnection of agencies and offices providing basic services;
- d) To simplify the government's processes and eliminate costs and other administrative tasks by reducing the need to repeatedly register with the different government agencies during transactions;

- e) To strengthen national security and public safety programs and assist in the fight against crime by providing the relevant authorities access to a secure national database system which stores civil or biological information of citizens and foreign residents in the country; and
- f) To enhance integrity of the government's reference system and minimize the capacity for an individual to assume multiple identities which has contributed to illegal activities.

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- SEC. 4. **National Database Authority**. The National Database Authority, hereinafter referred to as the Authority, is hereby established to design, develop and administer the National Database System and is placed under the policy, technical and administrative supervision of the Department of Information and Communications Technology (DICT). The Authority shall perform the following functions:
- 16 a) Establish the National Database System (NDS), a reliable 17 database system of citizens and other individuals residing in the 18 Philippines, with a unique personal reference number (PRN) as the 19 primary key identifier of each individual registered in the system;
- b) Establish and maintain multi-purpose databases, data warehouses, networks, and interface of databases and related facilities and services suitable for utilization by the government agencies included in the NDS;
- 24 c) Adopt and prescribe standards for the maintenance of 25 the NDS;

d) Manage the NDS and ensure its integrity by providing adequate safeguards for protection and confidentiality of data or information contained in the NDS;

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- e) Coordinate and provide technical assistance and logistics solution for the management of government databases included in the NDS and the effective linkages of the various database systems;
- f) Review the efficiency of the NDS and the adequacy of the safeguards to protect the integrity of the system;
  - g) Conduct research, studies, surveys, experiments and other investigations necessary to achieve the purposes of this Act;
- 11 h) Submit annual reports to the Congress of the Philippines 12 with respect to the performance and exercise of its functions, 13 powers and its accomplishments;
- i) Prescribe and charge reasonable fees for services rendered to the public; and
- j) Perform such acts and other functions as may be necessary to implement the provisions of this Act as may be authorized by the Secretary of Information and Communications Technology.
- SEC. 5. *Head of Organization; Qualifications.* The Authority shall be headed by an Administrator who shall report directly to the DICT Secretary. The Administrator shall be assisted by two (2) Deputy Administrators.
- The Administrator and Deputy Administrators shall be appointed by the President of the Philippines upon the recommendation of the Secretary of Information and

- 1 Communications Technology. They shall hold office for six (6) years
- 2 unless sooner removed for cause. Appointment to any vacancy
- 3 shall only be for the unexpired term of the predecessor.
- 4 The Administrator and Deputy Administrators must be
- 5 Filipino citizens and at least thirty-five (35) years of age. In addition,
- 6 they shall be persons of good moral character, unquestionable
- 7 integrity and known probity, and have attained competence in the
- 8 field of computer science, information technology, law, finance,
- 9 management, or economics.
- 10 SEC. 6. Inter-Agency Coordinating and Oversight
- 11 Committee. An Inter-Agency Coordinating and Oversight
- 12 Committee, hereinafter referred to as the Committee, is hereby
- 13 created which shall facilitate the coordination among the
- 14 government agencies which shall be initially included in the NDS
- 15 and serve as an oversight committee for the effective
- 16 implementation of this Act.
- 17 The Committee shall be responsible in proposing the
- 18 organizational structure of the Authority.
- The Committee shall be composed of the following:
- 20 a) Secretary of Information and Communications
- 21 Technology, as chairperson;
- b) National Statistician, as vice chairperson;
- c) Director-General of the National Economic and
- 24 Development Authority;
- d) Secretary of the Interior and Local Government;

- 1 e) President of the Philippine Health Insurance Corporation 2 (Philhealth);
- Director-General of the National Bureau of Investigation; f) 3
- President of the Government Service Insurance System; g)
- President of the Social Security System; and h) 5
- 6 i) President of the Home Development Mutual Fund, as members. 7
- The members of the Committee may designate their duly 8 authorized representatives to attend the meetings of the Committee. 9
- SEC. 7. Secretariat. The Secretary of Information and 10 Communications Technology shall designate personnel from the 11 DICT to serve as secretariat to the Committee and as such shall 12 provide administrative and technical support to the Committee.
- SEC. 8. Personal Reference Number. The Philippine 14 Statistics Authority shall generate a personal reference number 15 (PRN) which shall serve as the common reference number for each 16 individual registered in the NDS. The PRN shall be used to establish 17
- a linkage among the agencies included in the NDS. 18
- SEC. 9. Linkage Among Government Agencies. The 19
- agencies where the public regularly conduct multiple transactions 20
- shall be prioritized for inclusion in the NDS. The following agencies 21
- shall be included in the initial phase of implementation of this Act: 22
- 23a) Philippine Statistics Authority (PSA);
- 24b) Philippine Health Insurance Corporation (Philhealth);
- 25c) Home Development Mutual Fund or Pag-IBIG Fund (Pag-IBIG);
- 26d) Social Security System (SSS);

- 1e) Government Service Insurance System (GSIS);
- 2f) National Bureau of Investigation (NBI); and
- 3g) Philippine National Police (PNP).
- The Authority shall, in consultation with the Committee,
- 5 coordinate with the aforementioned agencies in establishing the
- 6 standards and design of an effective and efficient information
- 7 technology (IT) system to be used for the NDS, as well as the
- 8 piloting and rolling out of the system.
- 9 Within three (3) years from the effectivity of this Act, the
- 10 Administrator of the Authority shall recommend to the President of
- 11 the Philippines, through the Secretary of Information and
- 12 Communications Technology, the feasibility and practicability of
- 13 including other government offices and agencies in the NDS
- 14 particularly the Land Transportation Office and the Office of
- 15 Consular Affairs of the Department of Foreign Affairs.
- SEC. 10. Identity Verification. The PSA, Philhealth, Pag-
- 17 IBIG, SSS, GSIS, NBI, PNP and other government agencies that will
- 18 be included in the NDS shall use the data which may be derived
- 19 from the NDS to verify the identity of a person transacting or
- 20 availing of the benefits from their respective offices without need of
- 21 further proof.
- The data to be derived from the NDS shall be limited to
- 23 biological information and solely used for identification purposes.
- 24 Any data outside of the personal information such as records of
- 25 premium payments and name of beneficiaries necessary for a
- 26 member to avail of the benefits of Philhealth, Pag-IBIG, SSS, and

- 1 GSIS may be included in the NDS. Information indicated in the NBI
- 2 and PNP clearance shall also be included in the NDS.
- 3 SEC. 11. Inter-agency One-Stop Shop. The Authority shall,
- 4 in consultation with the Committee, establish an inter-agency one-
- 5 stop-shop system wherein the public can request and obtain any of
- 6 the following documents and other official documents from the PSA,
- 7 Philhealth, Pag-IBIG, SSS, GSIS, NBI and PNP using the NDS:
- 8 a) Civil registry documents of birth, marriage, death and
- 9 certificate of no marriage in security paper;
- 10 b) Philhealth membership records including premium
- 11 payments and name of beneficiaries;
- 12 c) Pag-IBIG membership records including premium
- payments and name of beneficiaries;
- d) SSS membership records including premium payments
- 15 and name of beneficiaries:
- e) GSIS membership records including premium payments
- 17 and name of beneficiaries;
- 18 f) NBI clearance; and
- 19 g) PNP clearance.
- SEC. 12. Confidentiality of Information. The Authority
- 21 shall ensure the confidentiality of the data encoded and derived
- 22 from the NDS.
- Only the authorized Authority officers and employees shall be
- 24 allowed to access the NDS. Upon the inclusion of other government
- 25 agencies in the NDS, the Committee shall promulgate the
- 26 appropriate rules and regulations which may include authorization

- 1 for personnel from among government agencies included in the NDS
- 2 to access the NDS.
- 3 Data encoded and derived from the NDS shall only be
- 4 furnished to the person to whom the data pertains, or to another
- 5 person upon the written consent of the person to whom the data
- 6 pertains, or upon the order of a competent court.
- 7 SEC. 13. **Prohibited Acts and Penalties.** Any person who:
- 8 a) Willfully provides false information or data which forms
- 9 part of the NDS shall be punished with a fine of Fifty thousand
- 10 pesos (P50,000.00) or imprisonment for a period of not less than
- one (1) year, or both, at the discretion of the court.
- b) Being an employee of the Authority, PSA, Philhealth, Pag-
- 13 IBIG, SSS, GSIS, NBI, PNP or a government agency included in the
- 14 NDS, publishes or communicates to any person other than those
- mentioned in Section 12 of this Act any information acquired in the
- 16 course of employment, shall be punished with a fine of One
- 17 hundred thousand pesos (P100,000.00) or imprisonment for a
- 18 period of not less than three (3) years, or both, at the discretion of
- 19 the court;
- 20 c) Directly or indirectly performs an act, which
- 21 compromises the integrity of the NDS shall be punished with a fine
- of Five hundred thousand pesos (P500,000.00) or imprisonment for
- 23 a period of not less than six (6) years, or both, at the discretion of
- 24 the court.

In cases where the offender is a public official or employee, punishment under this Act shall be without prejudice to any administrative penalties that may also be imposed.

SEC. 14. *Appropriations*. – The amount of One hundred million pesos (P100,000,000.00) shall be set aside from any available funds of the National Treasury, and is hereby appropriated and authorized to be released for the organization and initial operations of the NDA. Thereafter, such sum as may be necessary for the continued implementation of this Act shall be included in the annual General Appropriations Act.

SEC. 15. *Implementing Rules and Regulations*. – Within ninety (90) days from the approval of this Act, the Committee shall formulate the necessary rules and regulations for the effective implementation of this Act.

SEC. 16. **Separability Clause.** - If any provision or part of this Act is declared invalid or unconstitutional, the remaining parts or provisions not affected shall remain in full force and effect.

SEC. 17. *Repealing Clause.* – All other laws, decrees, executive orders, proclamations, rules and regulations, or parts thereof inconsistent with the provisions of this Act are hereby amended, repealed or modified accordingly.

SEC. 18. *Effectivity*. - This Act shall take effect fifteen (15) days after its publication in the *Official Gazette* or in a national newspaper of general circulation.

Approved,