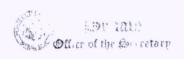
EIGHTEENTH CONGRESS OF THE
REPUBLIC OF THE PHILIPPINES
First Regular Session



SENATE

19 OCT -1 P2:41

		RECEIVA D BY:	h
COMMITTEE REPORT NO.	11		/

Submitted jointly by the Committees on Agriculture, Food and Agrarian Reform; Social Justice, Welfare and Rural Development; and Finance on DCT - 1 2019.

Re: Senate Joint Resolution No. $_$ 8 (Prepared by the Committees)

Recommending its approval in substitution of SJR Nos. 4 and 5, taking into consideration PSR No. 150

Sponsor: Senator Villar

MR. PRESIDENT:

The Committees on Agriculture, Food and Agrarian Reform; Social Justice, Welfare and Rural Development; and Finance to which was referred Senate Joint Resolution No. 4, introduced by Senator Marcos, entitled:

"JOINT RESOLUTION

URGING THE DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD), DEPARTMENT OF INTERIOR AND

LOCAL GOVERNMENT (DILG), DEPARTMENT OF NATIONAL DEFENSE (DND), DEPARTMENT OF TRANSPORTATION (DOTR), AND THE DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES (DENR), IN COORDINATION WITH THE NATIONAL FOOD AUTHORITY (NFA) AND THE DEPARTMENT OF AGRICULTURE (DA), TO DIRECTLY BUY BACK PALAY OF THE LOCAL FARMERS FOR THE RICE SUBSIDY PROGRAM"

Senate Joint Resolution 5, introduced by Sen. Villar, entitled:

"JOINT RESOLUTION

AUTHORIZING THE USE OF THE RICE SUBSIDY AS PROVIDED UNDER THE PANTAWID PAMILYANG PILIPINO PROGRAM (4PS) IN THE GENERAL APPROPRIATIONS ACT (GAA) FOR THE PURCHASE OF PALAY FROM FARMERS, MANDATING FOR THE PURPOSE THE DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD) TO BUY PALAY FROM THE LOCAL FARMERS AND DISTRIBUTE RICE SUBSIDY IN THE FORM OF ACTUAL RICE INSTEAD OF CASH ASSISTANCE TO QUALIFIED BENEFICIARIES"

taking into consideration P.S. Resolution No. 150, introduced by Sen. Zubiri, entitled:

"RESOLUTION

URGING THE EXECUTIVE BRANCH TO MANDATE THE CONCERNED GOVERNMENT AGENCIES AND LOCAL GOVERNMENT UNITS TO PURCHASE RICE DIRECTLY FROM FILIPINO FARMERS FOR THEIR AID AND RELIEF PROGRAMS IN TIMES OF CALAMITIES"

have considered the same and have the honor to report them back to the Senate with the recommendation that the attached Senate Joint Resolution, SJR No. 8, prepared by the Committees, entitled.

"JOINT RESOLUTION

DIRECTING THE DEPARTMENT OF SOCIAL WELFARE AND
DEVELOPMENT (DSWD), DEPARTMENT OF THE INTERIOR AND LOCAL
GOVERNMENT (DILG), DEPARTMENT OF NATIONAL DEFENSE (DND),
DEPARTMENT OF TRANSPORTATION (DOTr), DEPARTMENT OF
ENVIRONMENT AND NATURAL RESOURCES (DENR), AND THE LOCAL
GOVERNMENT UNITS, IN COORDINATION WITH THE NATIONAL FOOD
AUTHORITY (NFA) AND THE DEPARTMENT OF AGRICULTURE (DA), TO
DIRECTLY PURCHASE PALAY FROM THE LOCAL FARMERS FOR THE
RICE SUBSIDY PROGRAM"

be approved in substitution of S.J. Resolution No. 4 and S.J. Resolution No. 5, taking into consideration PSR No. 150, with Senators Imee R. Marcos, Cynthia A. Villar, Juan Miguel "Migz" F. Zubiri, Francis N. Pangilinan, Leila M. De Lima, and Sonny Angara as authors thereof.

Respectfully submitted:

Chairpersons

LEILA M. DE LIMA

Committee on Social Justice, Welfare and Rural Development CYNTHIÂ A. VILLAR

Committee on Agriculture, Food and Agrarian Reform;

Vice Chair, Committee on Finance

SONNY ANGARA

Committee on Finance

Vice-Chairpersons

IMEE R. MARCOS

Committee on Social Justice, Welfare and Rural Development;

Committee on Finance

Amei K. Marca

MARIA LOURDES NANCY S. BINAY

Committee on Social Justice, Welfare and

Rural Developmen

CHRISTOPHER LAWRENCE T. GO

Committee on Finance

Committee on Finance

PANFILO M. LACSON

Committee on Finance

JOEL VILLANUEVA

Committee on Finance

WIN GATCHALIAN

Committee on Finance

RICHARD J. GORDON Committee on Finance

RISA HONTIVEROS Committee on Finance

Members

RAMON BONG REVILLA, Jr.

Committees on Social Justice, Welfare and Rural Development; Finance

GRACE POE

Committee on Agriculture, Food and Agrarian Reform; Finance

AQUILINO "KOKO" PIMENTEL III

Committee on Finance

RONALD BÁTO DELA ROSA

Committees on Agriculture, Food and Agrarian Reform; Finance; Social Justice, Welfare and Rural Development

MANUEL "LITO" M. LAPID

Committees on Agriculture, Food and Agrarian Reform; Finance EMMANUEL "MANNY" D. PACQUIAO

Committees on Agriculture, Food and Agrarian Reform; Finance FRANCIS "TOL" N. TOLENTINO
Committees on Agriculture, Food and
Agrarian Reform; Finance

FRANCIS "KIKO" PANGILINAN

Committees on Agriculture, Food and Agrarian Reform; Finance

with with pellates

Ex-Officio Members:

RALPH G. RECTO

President Pro-Tempore

FRANKLIN M. DRILOI

Mindrity Leader

JUAN MIGUEL F. ZUBIRI

Majority Leader

HON. VICENTE C. SOTTO III

President Senate of the Philippines Pasay City EIGHTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
First Regular Session)

1

2

3

4

5

6

7

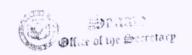
8

9

10

11

12



19 OCT -1 P2:41

SENATE
Senate Joint Resolution No. 8

(In substitution of Senate Joint Resolution Nos. 4 and 5, taking into consideration P.S. Resolution No. 150)

Prepared Jointly by the Committees on Agriculture, Food and Agrarian Reform; Finance; and Social Justice, Welfare and Rural Development with Senators Imee R. Marcos, Cynthia A. Villar, Juan Miguel "Migz" F. Zubiri, Francis N. Pangilinan, Leila M. De Lima, and Sonny Angara as authors thereof.

JOINT RESOLUTION

DIRECTING THE DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD), DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT (DILG), DEPARTMENT OF NATIONAL DEFENSE (DND), DEPARTMENT OF TRANSPORTATION (DOTr), DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES (DENR), AND THE LOCAL GOVERNMENT UNITS, IN COORDINATION WITH THE NATIONAL FOOD AUTHORITY (NFA) AND THE DEPARTMENT OF AGRICULTURE (DA), TO DIRECTLY PURCHASE PALAY FROM THE LOCAL FARMERS FOR THE RICE SUBSIDY PROGRAM

WHEREAS, the government continues to pursue its vision of food security for all Filipinos by allotting P 137.1 billion for agriculture and agrarian reform to enhance agricultural productivity, support poor farmers and fisher folk, and strengthen the climate resilience communities, among others;

WHEREAS, on February 2019, Republic Act (R.A.) No. 11203 entitled, "An Act Liberalizing the Importation, Exportation and Trading of Rice, Lifting for the Purpose the Quantitative Import Restriction on Rice, and For Other Purposes" was enacted to help support the local rice industry specifically by creating a "Rice Competitiveness Enhancement Fund" to be allocated and disbursed, as follows: (a) Rice Farm Machineries and Equipment, (b) Rice Seed Development, Propagation, and Promotion, (c) Expanded Rice Credit Assistance, and Rice Extension Services;

WHEREAS, despite the efforts made by the government to protect the local rice industry, large stocks of imported rice have depressed the buying price of local palay to levels way below the cost production;

WHEREAS, the National Food Authority (NFA) reported that they have 209,525.15 MT of imported rice in their custody, as of August 22, 2019, and procured locally 360,657 bags of palay at 50 kilos per bag or 209,525.15 MT. Currently, the warehouse of NFA is already full. The problem of oversupply is expected to exacerbate during the period from September to October which is the peak palay harvest season;

WHEREAS, latest government statistics for the average palay prices plunged to P16.28 per kilogram from P23.10 per kilogram for the same period last year which is the lowest palay price in seven years;

WHEREAS, to provide immediate support and assistance to the local rice industry, President Rodrigo Roa Duterte has ordered the NFA to expend their budget of P 7 billion for procuring *palay* or unhusked rice from local farmers;

WHEREAS, the 2019 General Appropriations Act (GAA) provides a total allocation of P 33.9 billion for rice subsidies, the largest of which is given to the beneficiaries of the Department of Social Welfare and Development (DSWD) under the "Pantawid Pamilyang Pilipino Program (4Ps)," that can herewith be utilized in coordination with the Department of Agriculture (DA) and the NFA, to buy palay directly from local farmers. The program has a total target of 4.1 million beneficiaries;

WHEREAS, the program grants the beneficiaries rice subsidy in the form of financial assistance in the amount of P600.00 per month, equivalent to 20 kilos of rice. This is in addition to the cash assistance to the same beneficiaries of P300.00 per month or P3,600.00 per year under the 4Ps program. During the DSWD subcommittee hearing under the Committee on Finance, DSWD testified that a

balance currently of at least 6.97 billion remained undisbursed under the rice subsidy program;

WHEREAS, the remaining allocations of P 2.89 billion are allotted to the rice subsidy programs for military uniformed personnel such as the provision of twenty (20) kilos of rice per month, in the form of financial assistance, to the uniformed personnel of the Philippine Army, Philippine Air Force, Philippine Navy, Philippine Coast Guard, Philippine National Police, Bureau of Jail Management and Penology, Bureau of Fire Protection, and the National Mapping and Resource Information Authority (NAMRIA);

WHEREAS, under Section 8 of Republic Act No. 11203, the NFA is tasked to buy palay from local farmers "all-year-round" for the maintenance of a rice buffer stock and can be assigned to undertake direct local buying on behalf of the departments;

WHEREAS, local government units (LGUs) have the perennial need for rice to supply the requirement of their hospitals, jail, and other local institutions, feeding programs and calamity-program interventions, and they also have the funds to do such purchasing of rice;

WHEREAS, the distribution of rice subsidy shall be in accordance with the procedure, guidelines, and distribution system to be determined by the concerned departments and agencies; Now therefore be it

RESOLVED BY THE SENATE, THE HOUSE OF REPRESENTATIVES, VOTING SEPARATELY, AS IT IS HEREBY RESOLVED, to direct the Department of Social Welfare and Development (DSWD), Department of the Interior and Local Government (DILG), Department of National Defense (DND), Department of Transportation (DOTr), Department of Environment and Natural Resources (DENR), and the Local Government Units, in coordination with the National Food Authority

- 1 (NFA) and the Department of Agriculture (DA), to directly purchase palay from the
- 2 local farmers for the Rice Subsidy Program.

Adopted,