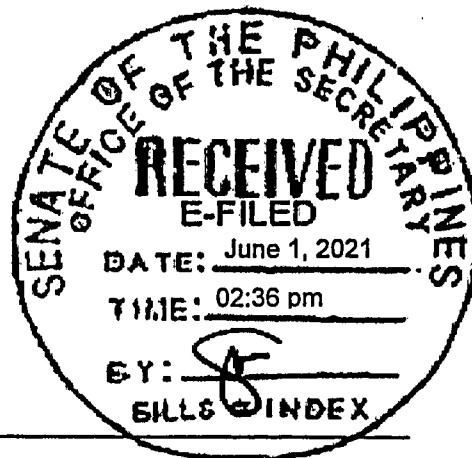


EIGHTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
Second Regular Session)

SENATE

S. No. 2253



Introduced by Senator Manuel "Lito" M. Lapid

AN ACT
PROVIDING FOR ADDITIONAL CAPITALIZATION OF THE SOCIAL
HOUSING FINANCE CORPORATION (SHFC) FOR IMPLEMENTATION OF THE
LOCALIZED COMMUNITY MORTGAGE PROGRAM (LCMP)

EXPLANATORY NOTE

According to the National Economic and Development Authority (NEDA), there is a growing housing need of about 6.8 million units for 2017-2022, with a housing backlog of more than 2 million as of December 2016, which must be addressed immediately.

Under the 2020 General Appropriations Act (GAA), a total of five hundred million pesos (P500,000,000.00) was allocated as subsidy for the Community Mortgage Program of the Social Housing Finance Corporation (SHFC) while the 2021 GAA did not provide subsidy for the same. The Localized Community Mortgage Program (LCMP), a derivative of the CMP, is being implemented to empower the local government unit (LGU) in achieving housing programs for the informal sector in their respective areas. Given the level of subsidy being provided for SHFC, it might be insufficient to cover the costs for the effective implementation of LCMP.

Thus, the need to provide for an additional capitalization to the SHFC for the LCMP, which will allow LGUs to maximize their limited housing budget and be provided

with adequate amortization support, development and financing assistance for their housing projects.

In view of this, early passage of this bill is sought.

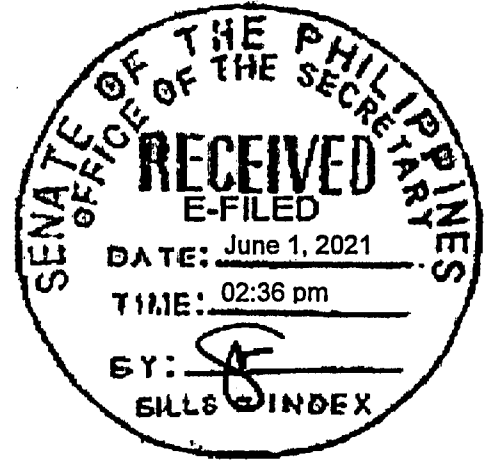
A handwritten signature in black ink, consisting of a stylized 'L' followed by a large, circular flourish.

MANUEL "LITO" M. LAPID
Senator

EIGHTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
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*Be it enacted by the Senate and the House of Representatives of the Philippines
in Congress assembled:*

1
2 Section 1. *Declaration of Policy.* – The State shall undertake a continuing
3 program of urban land reform and housing which will make available at affordable
4 cost, decent housing and basic services to underprivileged and homeless citizens in
5 urban centers and resettlement areas. Towards this end, it shall undertake social
6 housing programs that will cater to the formal and informal sectors in the low-income
7 bracket, and develop and administer social housing programs such as the Localized
8 Community Mortgage Program (LCMP) that provide amortization support,
9 development and financing programs for local government units and legally-organized
10 associations of underprivileged and homeless citizens.

11
12 Section 2. *Provision of Additional Capitalization.* – The State shall provide Two
13 billion pesos (P2,000,000,000.00) as additional capitalization for the Localized
14 Community Mortgage Program being implemented by the Social Housing Finance
15 Corporation (SHFC).

1 Section 3. *Annual Reports.* – The SHFC shall include in the submission of their
2 annual reports the utilization of such additional capitalization to the Senate and the
3 House of Representatives.

4
5 Section 4. *Separability Clause.* – If any provision or section of this Act or the
6 application thereof to any person or circumstance is held invalid, the other provisions
7 or sections of this Act shall remain valid, and the application of such remaining
8 provisions and sections to the other persons or circumstances shall not be affected
9 thereby.

10
11 Section 5. *Repealing Clause.* – All provisions and any other provisions
12 inconsistent with the provisions of this Act are hereby amended accordingly.

13
14 Section 6. *Effectivity Clause.* — This Act shall take effect fifteen (15) days from
15 its publication in the Official Gazette or in at least two (2) newspapers of general
16 circulation.

17
18 *Approved,*