CONGRESS OF THE PHILIPPINES EIGHTEENTH CONGRESS Third Regular Session

## SENATE

S. No. 2423

PREPARED BY THE COMMITTEE ON PUBLIC ORDER AND DANGEROUS DRUGS WITH SENATOR DELA ROSA AS AUTHOR THEREOF

AN ACT STRENGTHENING THE REGULATION OF PRIVATE SECURITY SERVICES INDUSTRY, REPEALING FOR THE PURPOSE, REPUBLIC ACT NO. 5487, ENTITLED, "AN ACT TO REGULATE THE ORGANIZATION AND OPERATION OF PRIVATE DETECTIVE, WATCHMEN OR SECURITY GUARD AGENCIES", AS AMENDED

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

1	CHAPTER I
2	GENERAL PROVISIONS
3	SECTION 1. Short Title This Act shall be known as
4	"The Private Security Services Industry Act".
5	SEC. 2. Declaration of Policies The State recognizes
6	the vital role of the private sector in the protection of the

- 1 people and safeguarding of property as well as
- 2 maintenance of peace and order in the country.
- Towards this end, the State shall adopt measures to
- 4 strengthen the regulation of private security services
- 5 industry and establish quality standards to ensure
- 6 competent private security personnel and professionals
- 7 that complements our law enforcement authorities in
- 8 preservation of public order in the country.
- 9 SEC. 3. Definition of Terms. As used in this Act:
- 10 (a) License to Exercise Security Profession (LESP)
- 11 refers to a permit issued by the Chief of the Philippine
- 12 National Police (PNP) or the duly authorized
- 13 representative, recognizing a natural person to be qualified
- 14 to perform the duties as security professional or training
- 15 personnel;
- 16 (b) License to Operate (LTO) refers to a permit issued
- 17 by the Chief PNP or the duly authorized representative,
- 18 certifying and authorizing a person to engage in employing
- 19 and deploying security guards, K9 teams, protection
- 20 agents, private detectives and other licensed specialized

1 security personnel; or a juridical person to establish,

2 engage, direct, manage or operate a private detective

3 agency or private security agency or company guard force

4 after payment of the prescribed dues or fair and reasonable

5 fees and after complying with all the requirements as

provided by the rules and regulations implementing this

7 Act;

6

16

Training Course;

- (c) Pre-Licensing Training Programs refer to licensing 8 9 pre-requisite and pre-licensing training programs that 10 include all training and academic programs and courses 11 with the objective to indoctrinate the individual with the 12 basic skills and educational backgrounds necessary in the 13 effective exercise and performance of the security and 14 detective profession. These include, but are not limited to, 15 the Basic Security Guard Course and the Security Officers
- 17 (d) Private Security Agency refers to any person,
  18 natural or juridical, who contracts, recruits, furnishes or
  19 posts any security guard, to perform its functions or solicit
  20 individuals, businesses, firms, or private, public or

1 government-owned or controlled corporations to engage its 2 service or those of his/its security guards, for hire. commission or compensation thru subscription or as a 3 4 consultant/trainer to any private or public corporation 5 whose business or transactions involve national security or 6 interest like the operation and/or management of domestic or ocean vessels, airplanes, helicopters, seaports, airports 7 heliports, landing strips etc., or as consultant on any 8 security related matter, or to provide highly specialized 9 10 security, private escort, detective and investigation like gangway security, catering security, 11 services passenger profiling, baggage examination, providing 12 13 security on board vessels or aircraft, or other security 14 needs that PNP may approve: (e) Private Security Industry refers to the industry 15 16

(e) Private Security Industry refers to the industry that is engaged in providing security consulting, management, administration, operation, and provision of private or company watchman, guarding, investigative work, security training, K9 security, armored vehicle security services, alarm system monitoring services,

17

18

19

- 1 closed-circuit television (CCTV) suppliers and other
- 2 providers of security hardware, security hardware
- 3 operation, personal protection services, security
- 4 consultant;
- 5 (f) Private Security Professional refers to a person
- 6 who is issued a valid LESP of any classification or
- 7 category, issued by the designated government agency
- 8 after satisfying all the qualifications and requirements set
- 9 for by this law and its implementing rules and regulations.
- 10 It includes Security Watchmen, Security Guards, Security
- 11 Officers, Personal Security Escorts, Private Investigator,
- 12 Training Officers and Directors, K9 Handlers, K9
- 13 Administrators, K9 Evaluators, K9 Trainers, Kennel
- 14 Masters and other Certified or Licensed Security Service
- 15 Providers rendering or performing security, Investigation,
- 16 Security Escorting Services, Security Hardware Planners
- 17 and Systems Designers, Security Hardware Operators,
- 18 Security Managers, Security Consultants whether
- 19 employed by private security agencies, private

- corporations, government agencies or independently
   practicing or providing professional security services;
- 3 (g) Private Security Services refers to the act of 4 providing or rendering security services for compensation 5 pursuant to a mutually agreed terms of reference and 6 contract and shall include the act of providing or rendering services to watch an establishment whether public or 7 8 private, building, compound/area or property, to conduct 9 access control/denial in any form whether physically, 10 manually or scientifically by electronic monitoring 11 systems, for the purpose of securing such area/property 12 and at the same time ensuring safety and protection of 13 persons within such areas, to maintain peace and order 14 within such areas, to conduct private security training, 15 and/or to conduct investigation. It shall also include the act 16 of contracting, recruiting, training, furnishing or posting 17 any security guard, to do its functions or solicit individuals. 18 businesses, firms, or private, public or government-owned 19 or controlled corporations to engage his/its service or those of his/its security guards, for hire, commission or 20

- 1 compensation through subscription or as a
- 2 consultant/trainer to any private or public corporation;
- 3 (h) Private Security Training Agency (PSTA) refers to
- 4 any person, natural or juridical, who engages in the
- 5 business of providing training and academic programs and
- 6 courses duly approved and prescribed by the PNP and
- 7 adopted by the Technical Education and Skills
- 8 Development Authority (TESDA). It includes the training
- 9 for pre-licensing requirements of individual security
- 10 guards and other security professionals, the periodic and
- 11 non-periodic in-services skill refreshers for such security
- 12 personnel, and other specialized, individual or group,
- 13 private security personnel skills development.
- 14 (i) Security Consultant refers to a security
- 15 professional authorized by law to provide security services
- 16 such a designing and formulation of a Security Plan,
- 17 Threat and Vulnerability Assessment, Resiliency Planning,
- 18 Security Surveying, Security Auditing, Risk Management,
- 19 Travel Security Training, Event Security Planning and
- 20 Management, Emergency and Incident Planning and

- 1 Management, Crisis Management, Business Continuity
- 2 and other services related to the formulation of security-
- 3 related solutions other than providing guards and
- 4 watchmen:
- 5 (j) Security Hardware refers to any mechanical or
- 6 electrical device, which is designed and used for the
- 7 detection of an unauthorized entry into a facility, for
- 8 alerting others of the commission of an unlawful or
- 9 unauthorized act within a building, structure or facility,
- 10 identification and screening, control, repel and prevent
- 11 entry of persons and vehicles of person and materials,
- 12 recording and documentation of activities and events, repel
- and prevent aggression to a person or a facility; and
- 14 (k) Security Hardware and Systems Designers and
- 15 Planner refer to the security professional who specializes
- 16 in the design of security systems using a combination of
- 17 security software and hardware to address security
- 18 requirements of a facility and the training for their
- 19 operation and maintenance.

1	CHAPTER II
2	REGISTRATION AND LICENSING OF PRIVATE SECURITY
3	AGENCY
4	SEC. 4. Private Security Agency (PSA) Any Filipino
5	citizen or juridical entity wholly owned and controlled by
6	Filipino citizens may organize a private security agency
7	and provide security services: Provided, That they shall not
8	employ more than two thousand (2,000) private security
9	professionals as defined in this Act.
10	SEC. 5. PSA Operator or Licensee No applicant
11	shall be granted license to operate PSA unless the
12	applicant possesses the following qualifications:
13	(a) Must be at least twenty-five (25) years of age;
14	(b) Must hold a bachelor's degree;
15	(c) Must be a part owner of the company or in case of
16	juridical entity, holder of at least one (1) share of stock
17	with voting rights;
18	(d) Must be of good moral character;
19	(e) Must not have been convicted of any crime or
20	offense involving moral turpitude; and

1 (f) Must be physically and mentally fit, and passed 2 the neuro-psychiatric test and drug test administered by 3 the PNP or other similar government centers and facilities: 4 Provided, That in case of juridical entity, the named 5 operator or licensee shall be its President or any of its 6 directors complying with the above requirements and duly 7 authorized by their Board of Directors. SEC. 6. License to Operate (LTO) - A license to 8 9 operate (LTO) issued by the Chief PNP is required to 10 operate and manage a PSA and, PSTA: Provided, That 11 LTO for PSTA shall be granted only to a training school, 12 institute, academy, or educational institution which offers 13 courses prescribed and approved by the PNP or training 14 programs accredited by TESDA. 15 SEC. 7. Period of Validity of LTO. - LTO issued to 16 PSA and PSTA shall be valid for a maximum period of five 17 (5) years, subject to renewal: Provided, That the Chief PNP 18 may set a shorter validity period for LTO with applicable

fair and reasonable fees adjusted accordingly.

1 SEC. 8. Fees and Bond to be Paid - Every application 2 for LTO shall be accompanied by a bond issued by 3 competent or reputable surety, fidelity or insurance company, duly accredited by the Insurance Commission. 4 The bond shall be used to answer to any valid and legal 5 claim against the agency by its clients or employees. The 6 amount of bond to be determined by the Chief PNP must 7 be reasonable and should depend on the number of PSPS 8 employed. 9 SEC. 9. Administrative Fee of Private Security 10 Agencies. - The minimum administrative fee that may be 11 12 charged by PSAs to its clients shall not be less than twenty per cent (20%) of the total contract cost, subject to 13 adjustment by the Department of Labor and Employment: 14 Provided, That additional fees shall be charged for the 15 acquisition and maintenance of extraneous tools and 16 equipment used for security operation by the agency 17 18 required by the clients and for the continuous deployment of private security professionals in hazardous conditions. 19

1 SEC. 10. Issuance of Firearms. - PSA shall be 2 entitled to possess firearms after having successfully 3 passed the requirements prescribed by the Chief PNP and 4 in accordance with Republic Act No. 10591, entitled "An 5 Act Providing for a Comprehensive Law on Firearms and 6 Ammunition and Providing Penalties Thereof': Provided. That PSA shall only be allowed to possess small arms, not 7 8 exceeding one (1) firearm for each PSP, to include single-9 post, in its employ: Provided, further, That possession of 10 firearms by PSPs shall only be allowed during its tour of 11 duty, in proper uniform, within the compound of the 12 establishment, except when they escort and secure large 13 amounts of cash or valuables, which firearms must be 14 determined by the PNP: Provided, finally, That inventory 15 of firearms of PSAs shall be subject to periodic inspection 16 by the PNP. 17 SEC. 11. Uniform. - The uniform of private security 18 personnel shall be different from the uniform worn and 19 prescribed for members of the Armed Forces of the 20 Philippines (AFP), the PNP and other law enforcement

. . . .

PNP. 1 authorities. The through the authorized 2 representative, shall prescribe the uniform, ornaments, 3 equipment and paraphernalia to be worn by the private 4 security professionals while on duty. 5 CHAPTER III 6 PRIVATE SECURITY PROFESSIONALS 7 SEC. 12. License to Exercise Private Security 8 Profession (LESP). - No applicant shall be granted license 9 to exercise Private Security Profession unless the applicant 10 possesses the following qualifications: 11 (a) Must be of legal age; 12 (b) Must be a Filipino citizen; 13 (c) Must be physically and mentally fit; 14 (d) Must be of good moral character; and (e) Must not have been convicted of any crime 15 16 involving moral turpitude. 17 For purposes of securing an LESP, a letter of authority to conduct training must be issued by the 18 Supervisory Office for Security and Investigation Agency 19 20 (SOSIA). Such training includes the pre-licensing

- 1 requirements of the individual private security
- 2 professionals, periodic and non-periodic in-service skill
- 3 refreshers for such security personnel, and other
- 4 specialized, individual or group, private security personnel
- 5 skills development: Provided, That the Chief PNP shall
- 6 provide for additional qualifications for Security
- 7 Consultant and Security Officers based on the industry
- 8 requirements and practice.
- 9 SEC. 13. Period of Validity of LESP. The LESP of
- 10 duly qualified private security professionals shall be valid
- 11 for a period of five (5) years from the date of its issuance.
- 12 SEC. 14. Pre-Licensing Training. No person shall be
- 13 granted LESP without undergoing Pre-Licensing Training
- 14 Program as defined in this Act. Provided, That the PNP
- 15 shall encourage opening of local and regional security
- 16 training centers to provide pre-licensing trainings to
- 17 applicants.
- 18 SEC. 15. Ladderized Training and Education. The
- 19 PNP, in partnership with private security training
- 20 institution or public institutions duly accredited by the

1	government to provide such training education to private
2	security professionals, shall develop ladderized training
3	and education which include basic security guard courses
4	specialized security guard courses, security officers
5	training courses, detective training courses, and candidate
6	protection agent courses. It shall also include enhancement
7	trainings, such as but not limited to, supervisory trainings
8	personal upliftment and other specialized trainings to
9	place the security professional a level up from his current
10	position.
11	CHAPTER IV
10	
12	PENAL PROVISIONS
13	PENAL PROVISIONS SEC. 16. Penal Clause. – Any violation of the
13	SEC. 16. Penal Clause Any violation of the
13 14	SEC. 16. Penal Clause Any violation of the provisions of this Act, after due notice and hearing, shall
13 14 15	SEC. 16. Penal Clause. – Any violation of the provisions of this Act, after due notice and hearing, shall suffer the corresponding penalties herein provided:
13 14 15 16	SEC. 16. Penal Clause Any violation of the provisions of this Act, after due notice and hearing, shall suffer the corresponding penalties herein provided:  (a) A license to operate of PSA may be cancelled.

1	(2) It uses force or the threat of force or those it
2	represents in a national or local electoral contest;
3	(3) It uses its authority to be involved in human
4	rights violations;
5	(4) It is used as a privately-owned and operated para-
6	military organization operating outside of the regulatory
7	framework established by this law and the implementing
8	rules and regulations adopted by the PNP;
9	(5) It intentionally and maliciously makes use of
10	electronic security devices or remote video surveillance in a
11	manner that violates the privacy of civilians;
12	(6) It acted grossly negligent in dealing with
13	violations, or mistakes of its members, or incompetency in
14	its ranks;
15	(7) Its named operator or licensee is convicted by final
16	judgement of any crime or felony;
17	(8) It violates any provision of the Labor Code of the
18	Philippines, as amended, including its implementing rules

and regulations; and

1 (9) It acted in a manner which renders the private 2 security agency a detriment to the maintenance of peace 3 and order. (b) Any PSAs or any entity which operates without a 4 5 valid LTO shall suffer the penalty of fine of not less than One million pesos (P1,000,000.00) and not more than Five 6 7 million pesos (P5,000,000.00) at the discretion of the Chief 8 PNP: 9 (c) Any PSAs or any entity which operates with an 10 expired LTO shall suffer the penalty of fine of not less than 11 Fifty thousand pesos (P50,000.00) and not more than One 12 hundred thousand pesos (P100,000.00) at the discretion of 13 the Chief PNP. 14 (d) Any person practicing Private Security Profession 15 without a valid license or expired license shall suffer the penalty of fine of not less than Fifty thousand pesos 16 (P50,000.00) and not more than One hundred thousand 17 pesos (P100,000.00) at the discretion of the Chief PNP. The 18

same penalty shall be imposed upon a PSA who shall

- deploy any person practicing Private Security Profession
   without a valid or expired license:
- 3 (e) Any person who offers to render or renders
  4 services to persons or places conducting illegal activities
  5 shall suffer the penalty of imprisonment of not less than
  6 twelve (12) years and one day to twenty (20) years, and a
  7 fine of One million pesos (P1,000,000.00), at the discretion
  8 of the court, without prejudice to criminal prosecution
  9 under other laws;

- (f) Any person who violates any of the provisions of this Act not mentioned in the preceding subsections shall suffer the penalty of imprisonment of not less than six (6) months and one day to six years, or a fine of One million pesos (P1,000,000.00), or both, at the discretion of the court, and cancellation or suspension of its license with forfeiture of the bond without prejudice to criminal prosecution under other laws.
- If the offender is a juridical entity, the penalty shall be imposed upon the officer or officers of the juridical entity who participated in the decision that led to the

· · · ·

18

1 violation of any provision of this Act, without prejudice to 2 the cancellation of their license issued by the PNP. 3 CHAPTER V 4 MISCELLANEOUS PROVISIONS 5 SEC. 17. Implementing Rules and Regulations (IRR). – 6 The PNP, in consultation with stakeholders and other 7 national private security associations, representations of 8 private security cooperatives and other stakeholders of the security industry, and subject to the provisions of existing 9 10 laws, shall promulgate the rules and regulations necessary 11 to implement the provisions of this Act within ninety (90) 12 days from its effectivity. Furthermore, the Chief PNP shall 13 consult with the said stakeholders prior to the issuance of all regulations and issuances related to and affecting the 14 15 private security services industry. The PNP is mandated to 16 review the IRR every three (3) years. 17 SEC. 18. Separability Clause. - If any part or

provision of this Act is declared unconstitutional, the

- 1 remainder of this Act or any provisions not affected
- 2 thereby shall remain in force and effect.
- 3 SEC. 19. Repealing Clause. Republic Act 5487 is
- 4 hereby repealed. All other laws, presidential decree or
- 5 issuance, executive order, letter of instruction, rules,
- 6 regulations and administrative orders inconsistent with
- 7 the provisions of this Act are hereby repealed or modified
- 8 accordingly.
- 9 SEC. 20. Effectivity. This Act shall take effect fifteen
- 10 (15) days after its complete publication in the Official
- 11 Gazette or in a newspaper of general circulation.

Approved,