

NINETEENTH CONGRESS OF THE )
REPUBLIC OF THE PHILIPPINES )
First Regular Session )

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SENATE

S. No. 1202

RECEIVED BY:

Introduced by Senator Manuel "Lito" M. Lapid

## **AN ACT**

ESTABLISHING AN ON-SITE, IN-CITY OR NEAR-CITY RESETTLEMENT PROGRAM FOR INFORMAL SETTLER FAMILIES IN ACCORDANCE WITH A PEOPLE'S PLAN AND MANDATING RELOCATING LOCAL GOVERNMENT UNITS TO PROVIDE OTHER BASIC SERVICES AND LIVELIHOOD COMPONENTS IN FAVOR OF THE RECIPIENT LOCAL GOVERNMENT UNIT, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 7279, AS AMENDED, OTHERWISE KNOWN AS THE "URBAN DEVELOPMENT AND HOUSING ACT OF 1992"

## **EXPLANATORY NOTE**

The Philippines is urbanizing in an unprecedented pace and this entails challenges. The country sees the increasing number of people leaving the rural areas and moving to urban centers in search for employment opportunities, quality education, modern infrastructure facilities, health care, better standard of living, etc. As the country struggle to keep pace with the rapid urbanization, informal settlements grow and demands for housing, basic services, functional transport systems, and jobs are piling up.

According to the World Bank, in 2014, about forty five percent (45%) of the total Filipino population lived in cities, and by 2050, over 56 percent are expected to be living in urban areas. The National Housing Authority (NHA) estimates that there are about 1.5 million informal settler families or ISFs across the Philippines and a study by the University of Asia and the Pacific, projected the country to have a housing need of 12.3 million by 2030.

The Government must do its best to provide its constituents not just four walls and a roof but an adequate housing. Where occupants have a degree of tenure security which guarantees them legal protection against forced evictions, harassment and other threats. Where basic services, social facilities and modern infrastructure are available. And where housing is affordable, livable and accessible.

This bill seeks to amend Republic Act No. 7279 or the Urban Development and Housing Act of 19992 [UDHA] to prioritize on-site, in-city or near-city resettlement for informal settler families. By requiring genuine consultation and people's participation in the planning and implementation of the Government's policy and programs on national housing, this bill seeks to uphold every Filipino's right to adequate housing and standard of living.

Under this bill, priority shall be given to in-city or near-city resettlement program if revitalization of occupied properties is not possible.

Part of this effort is giving a greater role for the ISF-beneficiaries in crafting the policies concerning their housing and resettlement. By taking part in the process, the ISF-beneficiaries are given their share of ownership of our country's housing program.

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

NUEL "LITO" M. LAPID Senator



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Introduced by Senator Manuel "Lito" M. Lapid

1 **AN ACT ESTABLISHING AN ON-SITE, IN-CITY OR NEAR-CITY RESETTLEMENT** 2 PROGRAM FOR INFORMAL SETTLER FAMILIES IN ACCORDANCE WITH A 3 PEOPLE'S PLAN AND MANDATING RELOCATING LOCAL GOVERNMENT 4 UNITS TO PROVIDE OTHER BASIC SERVICES AND LIVELIHOOD 5 COMPONENTS IN FAVOR OF THE RECIPIENT LOCAL GOVERNMENT UNIT, 6 AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 7279, AS AMENDED, 7 OTHERWISE KNOWN AS THE "URBAN DEVELOPMENT AND HOUSING ACT 8 9 OF 1992" 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 "On-site, In-City or 10 11 Near City Resettlement Act" SECTION 2. Amendatory Provisions. - For purposes of this Act, the following 12 provisions of Republic Act No. 7279, otherwise known as the "Urban Development and 13 Housing Act of 1992", are hereby amended as follows: 14 15 (a) Section 3 of Republic Act No. 7279 16 SECTION 3. Definition of Terms. - For the purposes of this Act: 17 XXX 18  $(w) \times \times \times; [and]$ 

1	(x) 'Zonal Improvement Program or ZIP' refers to the program of
2	the National Housing Authority of upgrading and improving blighted
3	squatter areas within the cities and municipalities of Metro Manila
4	pursuant to existing statutes and pertinent executive issuances[.];
5	(Y) 'ADEQUATE AND GENUINE CONSULTATION' REFERS TO THE
6	STANDARD OF CONSULTATION WITH THE AFFECTED INFORMAL
7	SETTLER FAMILIES (ISFS) WHICH SHALL REQUIRE THE FOLLOWING:
8	(1) EFFECTIVE DISSEMINATION OF RELEVANT INFORMATION
9	AND DOCUMENTS, INCLUDING LAND RECORDS, HOUSING
10	BUDGETS, THE PROPOSED PLAN OR PROJECT, ALTERNATIVE
11	HOUSING OPTIONS, AND COMPREHENSIVE RESETTLEMENT
12	PLANS;
13	(2) REASONABLE TIME FOR THE PUBLIC TO REVIEW, COMMENT,
14	AND OBJECT TO THE PROPOSED PLAN OR PROJECT;
15	(3) PROVISION BY THE GOVERNMENT OR NON-GOVERNMENT
16	ORGANIZATIONS OF LEGAL, TECHNICAL, AND OTHER ADVICE TO
17	AFFECTED PERSONS ON THEIR RIGHTS AND OPTIONS;
18	(4) PUBLIC HEARINGS THAT PROVIDE AFFECTED ISFS AND
19	THEIR ADVOCATES WITH OPPORTUNITIES TO CHALLENGE THE
20	EVICTION DECISION, PRESENT ALTERNATIVE PROPOSALS, AND
21	ARTICULATE THEIR DEMANDS AND DEVELOPMENT PRIORITIES;
22	AND
23	(5) IN CASE NO AGREEMENT IS REACHED ON THE PROPOSALS
24	OF THE CONCERNED PARTIES, THE MATTER SHALL BE BROUGHT

1	BEFORE THE HUMAN SETTLEMENTS ADJUDICATION
2	COMMISSION;
3	(Z) 'CIVIL SOCIETY ORGANIZATIONS OR CSOS' REFERS TO NON-
4	GOVERNMENTAL ORGANIZATIONS (NCOS), PEOPLE'S ORGANIZATIONS
5	(POS), COOPERATIVES, TRADE UNIONS, PROFESSIONAL
6	ASSOCIATIONS, FAITH-BASED ORGANIZATIONS, MEDIA GROUPS,
7	INDIGENOUS PEOPLES MOVEMENTS, FOUNDATIONS, AND OTHER
8	CITIZEN'S GROUPS FORMED PRIMARILY FOR SOCIAL AND ECONOMIC
9	DEVELOPMENT TO PLAN AND MONITOR GOVERNMENT PROGRAMS AND
10	PROJECTS, ENGAGE IN POLICY DISCUSSIONS, AND ACTIVELY
11	PARTICIPATE IN COLLABORATIVE ACTIVITIES WITH THE
12	GOVERNMENT;
13	(AA) 'IN-CITY RESETTLEMENT' REFERS TO A RELOCATION SITE
14	WITHIN THE JURISDICTION OF THE CITY WHERE THE AFFECTED ISFS
15	ARE LIVING;
16	(BB) 'INFORMAL SETTLEMENTS' REFERS TO:
17	(1) RESIDENTIAL AREAS WHERE HOUSING UNITS HAVE BEEN
18	CONSTRUCTED BY SETTLERS ON LAND WHICH THEY OCCUPY
19	ILLEGLLY; OR
20	"(2) UNPLANNED SETTLEMENTS AND AREAS WHERE HOUSING IS
21	NOT IN COMPLIANCE WITH EXISTING PLANNING AND BUILDING
22	REGULATIONS;

3.3%

(CC) 'INFORMAL SETTLER FAMILIES' COLLECTIVELY REFERRED
TO AS ISFS, REFERS TO FAMILIES LIVING IN INFORMAL SETTLEMENTS
AS THE LATTER IS DEFINED IN THIS ACT;

(DD) 'NEAR-CITY RESETTLEMENT' REFERS TO A RELOCATION SITE IN A CITY OTHER THAN THE CITY OF THE AFFECTED INFORMAL SETTLEMENTS: PROVIDED, HOWEVER, THAT THE RELOCATION SITE IS ADJACENT TO THE CITY WHERE THE AFFECTED ISFS HAVE THEIR SETTLEMENTS;

(EE) 'NON-GOVERNMENT ORGANIZATIONS' REFERS TO DULY REGISTERED NON-STOCK, NON-PROFIT ORGANIZATIONS FOCUSING ON THE UPLIFTMENT OF DISADVANTAGED SECTORS OF SOCIETY BY PROVIDING ADVOCACY, TRAINING, COMMUNITY, ORGANIZING, RESEARCH, ACCESS TO RESOURCES, AND OTHER SIMILAR ACTIVITIES, AS DEFINED UNDER REPUBLIC ACT NO. 8425, OTHERWISE KNOWN AS THE 'SOCIAL REFORM AND POVERTY ALLEVIATION ACT' AND ORGANIZED AND OPERATED EXCLUSIVELY FOR SCIENTIFIC, RESEARCH, EDUCATIONAL, CHARACTER-BUILDING AND YOUTH AND SPORTS DEVELOPMENT, HEALTH, SOCIAL WELFARE, CULTURAL OR CHARITABLE PURPOSES, OR A COMBINATION THEREOF, AND NO PART OF THE NET INCOME OF WHICH INURES TO THE BENEFIT OF ANY PRIVATE INDIVIDUAL PURSUANT TO SECTION 34 (H)(2)(C)(1) OF REPUBLIC ACT NO. 8424, AS AMENDED, OTHERWISE KNOWN AS THE TAX REFORM ACT OF 1997';

(FF) 'OFF-CITY RESETTLEMENT' REFERS TO A RELOCATION SITE DEVELOPED OUTSIDE AND NOT ADJACENT TO THE CITY WHERE THE AFFECTED ISFS HAVE THEIR SETTLEMENTS;

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(GG) 'PEOPLE'S PLAN' REFERS TO THE PLAN FORMULATED BY THE BENEFICIARY-ASSOCIATION, IN COORDINATION WITH THE PRESIDENTIAL COMMISSION FOR THE URBAN POOR, WITH OR WITHOUT THE SUPPORT OF CSOS, WHICH SHALL CONTAIN A SITE DEVELOPMENT PLAN, INCLUDING NON-PHYSICAL DEVELOPMENT COMPONENTS, SUCH AS SELF-HELP HOUSING COOPERATIVE, LIVELIHOOD, SELF-HELP DEVELOPMENT, AND CAPABILITY BUILDING; AND

- (HH) 'SOCIAL PREPARATION' REFERS TO THE PROCESS OF ESTABLISHING SOCIAL, ORGANIZATIONAL, AND INSTITUTIONAL NORMS AND MECHANISMS. SUCH NORMS AND MECHANISMS WILL:
  - (1) ENABLE THE SETTLERS TO COPE WITH CHANGES; AND
  - (2) IN PARTNERSHIP WITH CONCERNED INSTITUTIONS AND STAKEHOLDERS, ENCOURAGE THE SETTLERS NOT ONLY TO WORK AMONG THEMSELVES FOR THE PURPOSE OF DRAWING UP AND UNDERTAKING THEIR HOUSING RESETTLEMENT PROPOSALS BUT ALSO TO ACTIVELY AND MEANINGFULLY **PARTICIPATE** ΙN HOUSING RESETTLEMENT **PROJECTS** UNDERTAKEN IN THEIR BEHALF, THUS RESOLVING COLLECTIVE ACTION PROBLEMS AMONG COMMUNITY MEMBERS AND

COORDINATION PROBLEMS WITH GOVERNMENT AND OTHER ENTITIES.;

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(b) Section 23 of the same Act is hereby amended to read as follows:

SECTION 23. Participation of PROGRAM Beneficiaries OR AFFECTED ISFS, FORMATION OF BENEFICIARY-ASSOCIATION, AND FORMULATION AND IMPLEMENTATION OF A PEOPLE'S PLAN. - The local government units, in coordination with the Presidential Commission for the Urban Poor (PCUP) and concerned government agencies, shall afford Program beneficiaries OR AFFECTED ISFs or their duly designated representatives an opportunity to be heard and to participate in the decision-making process over matters involving the protection and promotion of their legitimate collective interests which shall include appropriate documentation and feedback mechanisms. They shall also be encouraged, AND IF NECESSARY, ASSISTED BY THE PCUP, to organize themselves [and undertake self-help cooperative housing and other livelihood activities] INTO AN ASSOCIATION FOR ACCREDITATION AS BENEFICIARIES OR AWARDEES OF OWNERSHIP RIGHTS UNDER THE RESETTLEMENT PROGRAM, COMMUNITY MORTGAGE PROGRAM, LAND TENURE ASSISTANCE PROGRAM, AND OTHER SIMILAR PROGRAMS IN RELATION TO A SOCIALIZED HOUSING PROJECT ACTUALLY BEING IMPLEMENTED BY THE NATIONAL GOVERNMENT OR BY THE LOCAL GOVERNMENT UNITS. They shall assist the government in preventing

the incursions of professional squatters and members of squatting syndicates into their communities.

In instances when the affected beneficiaries have failed to organize themselves or form an [alliance] ASSOCIATION within a reasonable period prior to the implementation of the program or projects affecting them, consultation between the implementing agency and the affected beneficiaries shall be conducted with the assistance of the [Presidential Commission for the Urban Poor] PCUP and the concerned nongovernment organization UNTIL AN ASSOCIATION IS FORMED IN PLACE.

THE ASSOCIATION, IN COORDINATION WITH THE PCUP, WITH OR WITHOUT THE SUPPORT OF CSOS, SHALL FORMULATE A 'PEOPLE'S PLAN' THROUGH A PROCESS OF CONSULTATION WHICH SHALL CONTAIN A SITE DEVELOPMENT PLAN, INCLUDING NON-PHYSICAL DEVELOPMENT COMPONENTS SUCH AS SELF-HELP HOUSING COOPERATIVE, LIVELIHOOD, SELF-HELP DEVELOPMENT, AND CAPABILITY-BUILDING TRAININGS.

THE ASSOCIATION, WITH THE ASSISTANCE OF CSOS AND GOVERNMENT AGENCIES INCLUDING THE DEPARTMENT OF HUMAN SETTLEMENTS AND URBAN DEVELOPMENT (DHSUD), NATIONAL ANTIPOVERTY COMMISSION (NAPC), PCUP, NATIONAL HOUSING AUTHORITY (NHA), CITY OR MUNICIPAL SOCIAL WELFARE AND DEVELOPMENT OFFICE, SOCIAL HOUSING FINANCE CORPORATION, LOCAL GOVERNMENT UNITS, AND OTHER RELEVANT AGENCIES OF

1	GOVERNMENT, SHALL AGREE ON, DEVELOP, AND IMPLEMENT THE
2	PEOPLE'S PLAN.
3	IN ACCORDANCE WITH THE PROTECTION GUIDELINES
4	PROVIDED UNDER SECTION 28 OF THIS ACT, A RELOCATION ACTION
5	PLAN SHALL BE AN INDISPENSABLE COMPONENT OF THE PEOPLE'S
6	PLAN. THE RELOCATION ACTION PLAN SHALL INCLUDE THE
7	FOLLOWING OBJECTIVES:
8	(A) ENSURE SAFE, AFFORDABLE, DECENT, AND HUMANE
9	CONDITION OF RELOCATION, INCORPORATING THEREIN
10	APPROPRIATE DISASTER RISK REDUCTION MANAGEMENT AND
11	CLIMATE CHANGE ADAPTATION STANDARDS;
12	(B) PROVIDE ADEQUATE SOCIAL PREPARATION; AND
13	(C) PREVENT FORCED EVICTION;
14	PROVIDED, THAT PRIMARY CONSIDERATION SHALL BE GIVEN
15	TO THE HOUSING FINANCIAL SCHEME SUGGESTED IN THE PEOPLE'S
16	PLAN.";
17	(c) Section 26 of the same Act is hereby amended to read as follows:
18	SECTION 26. Urban Renewal and Resettlement [This] URBAN
19	RENEWAL AND RESETTLEMENT shall include the rehabilitation and
20	development of blighted and slum areas and the resettlement of Program
21	beneficiaries in accordance with the provisions of this Act. On-site
22	development shall be implemented [whenever possible] AFTER
23	ADEQUATE AND GENUINE CONSULTATION WITH THE AFFECTED ISES

AND IN ACCORDANCE WITH THE PEOPLE'S PLAN FORMULATED PURSUANT TO SECTION 23 OF THIS ACT, in order to ensure minimum movement of occupants of blighted lands and slum areas.

[The] WHERE DEMOLITION OR EVICTION IS ALLOWED IN THE AREA OCCUPIED BY THE PROGRAM BENEFICIARIES PURSUANT TO SECTION 28 OF THIS ACT, AND ON-SITE RESETTLEMENT CANNOT BE UNDERTAKEN BY REASON THEREOF, THE IN-CITY resettlement of the beneficiaries of the Program from their existing places of occupancy shall be undertaken only [when on-site development is not feasible and] after compliance with the procedures laid down in [Section 28 of this Act] THE SAME SECTION OF THIS ACT AND IN ACCORDANCE WITH THE PREFERENCE OF THE AFFECTED ISFS AS CONTAINED IN THE PEOPLE'S PLAN.

SHOULD IN-CITY RESETTLEMENT NOT BE FEASIBLE, NEAR-CITY RESETTLEMENT SHALL BE CONSIDERED. OFF-CITY RESETTLEMENT SHALL ONLY BE RESORTED TO UPON CONSENT OF THE AFFECTED ISFS THEMSELVES, AND MUST SATISFY THE REQUIREMENTS OF ADEQUATE AND GENUINE CONSULTATION PRIOR TO RELOCATION, SUCH CONSENT SHALL NOT BE UNREASONABLY WITHHELD.; and

(d) Section 29 of the same Act is hereby amended to read as follows:

SECTION 29. *Resettlement*. Within two (2) years from the effectivity of this Act, the local government units, in coordination with the [National Housing Authority] NHA, shall implement the relocation and

resettlement of persons living in danger areas such as esteros, railroad tracks, garbage dumps, riverbanks, shorelines, waterways, and in other public places such as sidewalks, roads, parks, and playgrounds. The local government unit, in coordination with the National Housing Authority, shall provide relocation or resettlement sites with basic services and facilities and access to employment and livelihood opportunities sufficient to meet the basic needs of the affected families.

IN INSTANCES WHEN THE RELOCATION OR RESETTLEMENT SITE IS LOCATED IN ANOTHER LOCAL GOVERNMENT UNIT, THE LOCAL GOVERNMENT UNIT THAT IMPLEMENTS THE RELOCATION OR RESETTLEMENT AND THE CONCERNED NATIONAL GOVERNMENT AGENCIES SHALL, THROUGH A MEMORANDUM OF AGREEMENT, PROVIDE THE OTHER BASIC SERVICES AND FACILITIES ENUMERATED UNDER SECTION 21 OF THIS ACT TO THE RECIPIENT LOCAL GOVERNMENT UNIT WHERE THE RELOCATION OR RESETTLEMENT SITE IS LOCATED.

THE HOUSING AND URBAN DEVELOPMENT COORDINATING COUNCIL AND THE DEPARTMENT OF FINANCE - BUREAU OF LOCAL GOVERNMENT FINANCE SHALL FORMULATE THE IMPLEMENTING RULES AND REGULATIONS ON THE COST-SHARING MECHANISM NECESSARY TO FULLY IMPLEMENT THE PROVISION OF SUCH OTHER BASIC SERVICES AND FACILITIES.

IN ADDITION TO THE FUNDING SOURCES PROVIDED UNDER SECTION 42 OF THIS ACT, THE ALLOCATION FOR THE BASIC SERVICES

AND FACILITIES MAY BE TAKEN BY THE LOCAL GOVERNMENT UNIT

IMPLEMENTING THE RELOCATION OR RESETTLEMENT FROM THE

TWENTY PERCENT (20%) OF THE INTERNAL REVENUE ALLOTMENT

APPROPRIATED FOR DEVELOPMENT PROJECTS AS MANDATED UNDER

SECTION 287 OF REPUBLIC ACT NO. 7160, OTHERWISE KNOWN AS THE

LOCAL GOVERNMENT CODE OF 1991'.

SECTION 3. Implementing Rules and Regulations. - The principles, policies 7 and provisions of this Act shall be incorporated in the National Shelter Program. The 8 Housing and Urban Development Coordinating Council and the Department of the 9 Interior and Local Government, in consultation and coordination with appropriate 10 government agencies, CSOs, NGOs, representatives from the private sector, and ISFs, 11 shall promulgate a new set of implementing rules and regulations within sixty (60) 12 days from the effectivity of this Act. The implementing rules and regulations shall be 13 consistent with the provisions of this Act, particularly with the amendments, 14 parameters, and standards introduced to Sections 23, 26, and 29 of the "Urban 15 Development and Housing Act of 1992", and shall include the following: 16

(a) A People's Plan template to guide ISFs in the development of their own People's Plan: Provided, That such template shall be a complete pro forma People's Plan: Provided, however. That such a template shall be used to benchmark the minimum standards in a People's Plan; and

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21 (b) A guide to effective implementation of the People's Plan, including details 22 on the necessity of the issuance of internal memoranda by concerned agencies.

- The implementing rules and regulations issued pursuant to this section shall
- take effect thirty (30) days after its publication in two (2) national newspapers of
- 3 general circulation.
- 4 **SECTION 4**. Separability Clause. If any provision of this Act is declared invalid
- or unconstitutional, the other provisions not affected by such declaration shall remain
- 6 in full force and effect.
- 5 SECTION 5. Repealing Clause. All laws, executive orders, administrative
- 8 orders, and rules and regulations inconsistent with this Act are hereby repealed or
- 9 amended accordingly.
- SECTION 6. Effectivity Clause. This Act shall take effect fifteen (15) days
- 11 after its complete publication in the Official Gazette or in two (2) newspapers of
- 12 general circulation.
- 13 Approved,