

Senate of the Secretary

First Regular Session

23 JAN 17 P4:50

SENATE
Senate Bill No. 1685

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RECEIVED BY:

Introduced by: Senator Raffy T. Tuifo

AN ACT

REVITALIZING THE SALT INDUSTRY OF THE PHILIPPINES, AMENDING FOR THE PURPOSE REPUBLIC ACT NO. 8172, OTHERWISE KNOWN AS "AN ACT FOR SALT IODIZATION NATIONWIDE (ASIN)," PROVIDING FUNDS THEREFOR, AND FOR OTHER PURPOSES

Explanatory Note

Salt farming was previously one of the major industries in our country. Until the early 1990s, the Philippines had only imported 15% of our salt supply since our local salt farmers could mostly comply with the country's salt requirement. Majority of the salt farms were then adjacent to Manila Bay such as those situated in Pangasinan, Cavite, and Mindoro.

In order to address the micronutrient malnutrition of Filipinos particularly their iodine deficiency disorders, Republic Act 8172 or otherwise known as an "Act for Salt Iodization Nationwide (ASIN LAW) " was signed into law on December 20, 1995 by former President Fidel V. Ramos. Section 3 of RA 8172 states that all producers manufacturers of food-grade salt are required to iodize the salt that they produce, manufacture, import, trade or distribute.

However, 28 years after its implementation, our local salt industry significantly declined since our local salt farmers could not compete with the global market of salt and food products with salt. Our country currently imports 92% to 93% of our salt supply.

This bill seeks to revive and revitalize the local salt industry by establishing a Salt Industry Development and Revitalization Program (SIDRP).

The passage of this measure is earnestly sought.

Raffy T. Tulfo Senator



NINETEENTH CONGRESS OF THE REPUBLIC) OF THE PHILIPPINES

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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 "An act establishing 1 a Salt Industry Development and Revitalization Program (SIDRP)" 2 3 SEC. 2. Section 3 of R.A. No. 8172 or "An Act for Salt lodization Nationwide 4 5 (ASIN)" is hereby amended, to read as follows: 6 "SEC. 3. Purposes. - The purposes of this Act are to: 7 8 9 a) XXX; 10 [require all] ENCOURAGE LOCAL producers AND [/] manufacturers of b) 11 food-grade salt to iodize the salt the salt that they produce AND [-] 12 manufacture [, import, trade or distribute]; 13 14 require the Department of Health (DOH) to undertake lodization 15 c) program for its [Bureau of Food and Drugs (BFAD)] FOOD AND DRUG 16 ADMINISTRATION (FDA), to set and enforce standards for food-grade 17 iodized salt and to monitor compliance thereof by the food-grade salt 18 manufacturers; 19 20 X X X

- f) direct the Department of Science and Technology (DOST) [;in collaboration with the Technology and Livelihood Resource Center (TLRC),] to initiate, promote, and cause the transfer of technology for salt lodization;
- j) REQUIRE ALL IMPORTERS, TRADERS, AND DISTRIBUTORS OF IMPORTED
 FOOD-GRADE SALT TO COMPLY WITH THE IODIZATION STANDARDS SET
 UNDER THIS ACT; AND
- k) DIRECT THE DEPARTMENT OF AGRICULTURE (DA), BUREAU OF FISHERIES
 AND AQUATIC RESOURCES (BEAR), DEPARTMENT OF TRADE AND INDUSTRY
 (DTI), DEPARTMENT OF LABOR AND EMPLOYMENT (DOLE), AND THE
 DEPARTMENT OF SCIENCE AND TECHNOLOGY (DOST) TO PROVIDE SUPPORT
 TO SALT FARMERS, REVITALIZE THE LOCAL SALT INDUSTRY, AND ENSURE
 THE SUSTAINABLE DEVELOPMENT OF OUR AQUATIC RESOURCES."
- 13 **SEC. 3.** Section 4 of R.A. No. 8172 is hereby amended, to read as follows:
- "SEC. 4. *Definition of Terms.* For purposes of this Act, the following terms shall mean;
- 15 XXX
- h) LOCAL PRODUCER OR Manufacturer [one who produces, imports, trades, and distributes salt] A PERSON, CORPORATION, OR ASSOCIATION THAT TRANSFORMS RAW MATERIALS OR COMPONENTS, BY HAND OR BY MACHINE, INTO SALT, AND TRADES AND DISTRIBUTES SAID PRODUCT. LOCAL SALT PRODUCERS OR MANUFACTURERS ARE CATEGORIZED AS FOLLOWS:
- 21 1. SUBSISTENCE PRODUCER/MANUFACTURER A PERSON OR ASSOCIATION ENGAGED IN THE PRODUCTION, TRADE, AND DISTRIBUTION OF SALT NOT EXCEEDING TWO METRIC TONS (2 M.T.) PER YEAR.
- 2. SMALL PRODUCER/MANUFACTURER A PERSON, CORPORATION, OR ASSOCIATION ENGAGED IN THE PRODUCTION, TRADE, AND DISTRIBUTION OF SALT RANGING FROM MORE THAN TWO METRIC TONS (2 MT) TO THREE METRIC TONS (3 MT) PER YEAR.
- 3. MEDIUM PRODUCER/MANUFACTURER A PERSON, CORPORATION, OR ASSOCIATION ENGAGED IN THE PRODUCTION, TRADE, AND DISTRIBUTION OF SALT RANGING FROM MORE THAN THREE METRIC TONS (3 MT) TO TWO THOUSAND METRIC TONS (2,000 MT) PER YEAR.
- 4. LARGE PRODUCER/MANUFACTURER A PERSON, CORPORATION, OR ASSOCIATION ENGAGED IN THE PRODUCTION, TRADE, AND DISTRIBUTION OF SALT EXCEEDING TWO THOUSAND METRIC TONS (2,000 MT) PER YEAR.
- THE BFAR SHALL MAINTAIN A REGISTRY OF ALL LOCAL PRODUCERS OR MANUFACTURERS IN EVERY PROVINCE. THE SAME LIST SHALL BE PROVIDED TO

- THE FOOD AND DRUG ADMINISTRATION (FDA) FOR THE MONITORING OF IODIZATION EFFORTS.
- i.) [Subsistence producer/manufacturer one who produces, trades in, or distributes salt not exceeding two metric tons (2 m.r.) of salt per year.]
- j) [Small producer/manufacturer one who produces, trades in or distributes salt ranging from more than two metric tons (2 m.t.) to three metric tons (3 m.t.) per year.]
- k) [Medium producer/manufacturer one who produces, trades in, or distributes
 salt ranging from more than three metric tons (3 m.t.) to two thousand metric tons
 (2,000 m.t.) per year.]
- 1) [Large producer/manufacturer one who produces, trades in, or distributes salt exceeding two thousand metric tons (2,000 m.t.) per year.]

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- i) SALT IMPORTER, TRADER, AND DISTRIBUTOR REFERS TO A PERSON, CORPORATION, OR ASSOCIATION ENGAGED IN THE IMPORTATION, TRADE, AND/OR DISTRIBUTION OF IMPORTED SALT. THE FDA SHALL MAINTAIN A REGISTRY FOR THE MONITORING OF COMPLIANCE WITH THE SALT IODIZATION PROGRAM. THE SAME LIST SHALL BE SUBMITTED BY THE FDA TO THE BEAR FOR THE PROPER MONITORING OF THE ENTIRE SALT INDUSTRY.
- j) AQUATIC RESOURCES INCLUDE FISH, ALL OTHER AQUATIC FLORA AND FAUNA AND OTHER LIVING RESOURCES OF THE AQUATIC ENVIRONMENT, INCLUDING, BUT NOT LIMITED TO, SALT AND CORALS.
- 23 k) *ILOCANO COOKED SALT-*REFERS TO SALT PRODUCED IN THE ILOCOS REGION
 24 AND OTHER PROVINCES IN NORTHERN LUZON, WHICH IS PART OF THE
 25 CULTURAL HERITAGE OF THE ILOCANO PEOPLE.
- 26 I) LOCAL FILIPINO SEA SALT ALSO REFERRED TO AS 'SOLAR SALT' AND 'TAKAL SALT,' IS A LOCALLY-PRODUCED SEA SALT BY SOLAR EVAPORATION OF SEA WATER INTO BRINE.
- m) PHILIPPINE ARTISANAL SALT-REFERS TO LOCAL SALTS WHICH USE DIFFERENT AND TRADITIONAL PRODUCTION TECHNIQUES. THIS INCLUDES ASIN TIBUOK PRODUCED IN BOHOL, DULDUL SALT MADE IN GUIMARAS, ASIN SA BUY-0 OF ZAMBALES, AND SUGPO ASIN OF PANGASINAN, AMONG OTHERS.

3	SEC. 4. Section 6 of the same Act is hereby amended, to read as follows:
4 5	"SEC. 6. Support to the Salt Industry TO REVITALIZE THE SALT INDUSTRY AND SUPPORT SUBSISTENCE AND SMALL SALT
6	FARMERS/PRODUCERS/MANUFACTURERS, THERE IS HEREBY CREATED A
7	SALT INDUSTRY DEVELOPMENT AND REVITALIZATION PROGRAM UNDER THE
8	DEPARTMENT OF AGRICULTURE.
9	THE BEAR SHALL PREPARE THE SALT INDUSTRY PLAN FOR THE
10	IMPLEMENTATION OF THE PROGRAM, CONSISTING OF POLICY
11	DIRECTIONS, STRATEGIC ACTION POINTS, AND MEASURABLE TARGETS,
12	CONSISTENT WITH THE PROVISIONS OF THIS ACT.
13	IN THE PERFORMANCE OF ITS FUNCTIONS AND IN THE PREPARATION OF
14	THE PLAN, THE DA AND THE BFAR SHALL CONSULT WITH LOCAL SALT
15	PRODUCERS AND MANUFACTURERS, IMPORTERS, TRADERS, AND
16	DISTRIBUTORS, LOCAL GOVERNMENT UNITS, CIVIL SOCIETY
17	ORGANIZATIONS, AND CONCERNED GOVERNMENT AGENCIES INCLUDING, BUT NOT LIMITED TO, THE DEPARTMENT OF HEALTH (DOH) AND ITS
18 19	ATTACHED AGENCIES, THE DEPARTMENT OF TRADE AND INDUSTRY (DTI),
20	THE DEPARTMENT OF SCIENCE AND TECHNOLOGY (DOST), THE
21	DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES (DENR), THE
22	DEPARTMENT OF FINANCE (DOF), AND THE COOPERATIVE DEVELOPMENT
23	AUTHORITY (CDA).
24 25	IN THE FORMULATION OF THE PLAN, THE DA AND THE BFAR SHALL BE GUIDED BY THE FOLLOWING OBJECTIVES:
26 27	A) INCREASED PRODUCTIVITY AND INCOME OF LOCAL SALT PRODUCERS AND MANUFACTURERS;
28 29	B) REHABILITATION AND MODERNIZATION OF THE SALT INDUSTRY TOWARDS PRODUCTIVITY;
30	C) INCREASED NUMBER OF LOCAL PRODUCERS AND MANUFACTURERS;
31 32	D) PROTECTION AND PROMOTION OF THE LIVELIHOOD AND WELFARE OF SALT FARMERS;
33	E) EFFICIENT DELIVERY OF SUPPORT SERVICES FOR THE SALT INDUSTRY;
34 35	F) PRESERVATION OF LOCAL AND TRADITIONAL SALT PRODUCTION TECHNIQUES: AND

1 G) PROMOTION AND DEVELOPMENT OF MARKETING AGENDA FOR PHILIPPINE ARTISANAL SALT. 2 3 THE PLAN SHALL INCLUDE SPECIFIC OBJECTIVES AND POLICIES ON THE 4 IMPORTATION OF SALT: PROVIDED, THAT PREFERENTIAL ATTENTION SHALL 5 BE GIVEN TO LOCAL SALT FARMERS, PRODUCERS, AND MANUFACTURERS. THE PLAN SHALL ALSO INCLUDE A SYSTEM OF INCENTIVES FOR LOCAL 6 PRODUCERS AND MANUFACTURERS TO ENCOURAGE THE PRODUCTION AND 7 MANUFACTURE OF SALT WITH APPROPRIATE IODINE CONTENT. 8 9 WITHIN NINETY (90) DAYS FROM THE EFFECTIVITY OF THIS ACT, THE DA SHALL SUBMIT THE PLAN TO THE PRESIDENT OF THE PHILIPPINES FOR 10 APPROVAL. 11 12 THE DA AND THE BFAR SHALL ENSURE THAT THE SALT INDUSTRY DEVELOPMENT AND REVITALIZATION PROGRAM IS CONSISTENT WITH THE 13 14 SALT IODIZATION EFFORTS OF GOVERNMENT. The following agencies and 15 institutions shall support the salt iodization program through their respective internal programs. 16 17 a.) The DTI is hereby required to assist and support local salt 18 producers/manufacturers in upgrading their production technologies to include 19 iodization [by helping them obtain soft loans and financial assistance for the 20 procurement of salt iodization machines, packaging equipment and technology fortificant, and by ensuring systematic distribution of the iodized salt in the 21 market: 22 XXX 23 24 c.) X X x; [and] 25 $d.) \times X \times [.];$ e.) THE DTI, THROUGH THE SMALL BUSINESS CORPORATION, THE LAND 26 27 OF THE PHILIPPINES (LBP), AND THE DEVELOPMENT BANK OF THE PHILIPPINES (DBP) SHALL PROVIDE SOFT LOANS AND FINANCIAL 28 ASSISTANCE TO QUALIFIED SUBSISTENCE, SMALL. 29 AND MEDIUM PRODUCERS AND MANUFACTURERS FOR THE PROCUREMENT OF SALT 30 IODIZATION MACHINES, **PACKAGING** EOUIPMENT, **TECHNOLOGY** 31 FORTIFICANT, AND SUCH OTHER PURPOSES THAT WILL FACILITATE THE 32 33 GROWTH AND RECOVERY OF THE SALT INDUSTRY; AND f.) THE DOLE AND THE TECHNICAL EDUCATION AND SKILLS DEVELOPMENT 34 AUTHORITY SHALL DETERMINE AND PROVIDE THE NECESSARY SKILLS 35 DEVELOPMENT, TRAINING, AND EMPLOYMENT NEEDS OF WORKERS IN THE 36

SALT INDUSTRY.

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3	SEC 5. A new Section 7 is hereby inserted after the amended Section 6 of the
4	same Act, to read as follows:
5	"SEC. 7. SALT INDUSTRY DEVELOPMENT FUND THE AMOUNT
6	NECESSARY FOR THE INITIAL IMPLEMENTATION OF THE SALT INDUSTRY
7	DEVELOPMENT AND REVITALIZATION PROGRAM SHALL BE CHARGED TO
8	THE CURRENT FISCAL YEAR'S APPROPRIATIONS, IN CASE THE GENERAL
9	APPROPRIATIONS ACT (GAA) WAS APPROVED BEFORE THIS LAW IS
10	ENACTED: PROVIDED, THAT THE AMOUNT SHALL NOT BE LESS THAN FIVE
l 1	HUNDRED MILLION PESOS (P500,000,000.00) AND SHALL THEREAFTER BE
12	INCLUDED IN SUBSEQUENT GENERAL APPROPRIATIONS ACTS.
13	THE AMOUNT ALLOCATED SHALL BE RELEASED DIRECTLY TO THE
14	IMPLEMENTING AGENCIES, BASED ON THE OBJECTIVES OF THE SALT
15	INDUSTRY DEVELOPMENT AND REVITALIZATION PLAN."
16	SEC. 6. Repealing Clause All laws, decrees, executive orders,
17	proclamations, rules and regulations, and other issuances, or parts thereof
18	which are inconsistent with the provisions of this Act are hereby repealed,
19	amended, or modified accordingly.
20	SEC. 7. Separability Clause If, for any reason, any part, section, or
21	provision of this Act is held invalid or unconstitutional, the remaining
22	provisions not affected shall continue to be in full force and effect.
23	SEC. 8. Effectivity This Act shall take effect fifteen (15) days after its
24	publication in the Official Gazette or in at least two (2) newspapers of general
25	circulation.

Approved,