SENATE

S. No. 2426

- PREPARED BY THE COMMITTEE ON FINANCE WITH SENATORS TOLENTINO, ANGARA, LEGARDA, BINAY, VILLANUEVA, ESTRADA, VILLAR (M.), PADILLA, REVILLA JR., AND VILLAR (C.) AS AUTHORS THEREOF
- AN ACT MANDATING THE FORMULATION, FUNDING. IMPLEMENTATION, MONITORING, AND EVALUATION OF A COMPREHENSIVE AND **"TATAK** PINOY" MULTI-YEAR (PROUDLY FILIPINO) STRATEGY, ESTABLISHING A TATAK COUNCIL, APPROPRIATING FUNDS PINOY THEREFOR, AND FOR OTHER PURPOSES

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

- 1 SECTION 1. *Short Title.* This Act shall be known as
- 2 the "Tatak Pinoy (Proudly Filipino) Act".
- 3 SEC. 2. *Declaration of Policy*. It is hereby declared 4 the policy of the State to encourage, support, and promote 5 the production and offering of Philippine products and 6 services of increasing diversity, sophistication, and quality

by domestic enterprises that are globally competitive. 1 2 Pursuant to Article XII, Section 1 of the 1987 Constitution 3 emphasizing the promotion of "industrialization and full employment based on sound agricultural development and 4 5 agrarian reform, through industries that make full and 6 efficient use of human and natural resources, and which 7 are competitive in both domestic and foreign markets," the State hereby adopts the following policies: 8

9 (a) In collaboration with the private sector, the State 10 shall continuously support domestic enterprises in producing and offering products and services of increasing 11 taking into consideration sustainable 12 sophistication, production practices and the use and adoption of green 13 technologies. This shall include employment generation, 14 safe working environment, and supply-chain management 15 in the formulation of long-term sustainability criteria; 16

17 (b) The State shall encourage the continuous18 improvement, expansion, and diversification of the

productive capabilities of domestic enterprises and their
 linkages with local, regional, and global value chains;

3 (c) The State shall ensure that its initiatives to
4 support domestic enterprises are market-driven or are in
5 anticipation of future market demand;

6 shall identify business (d) The State models. 7 market business sectors, segments, and product opportunities for domestic enterprises to target and gain 8 comparative or competitive advantage in. Towards this 9 end, the State shall employ complementary strategies, 10 11 including, but not limited to, targeted sectoral and firmlevel support programs, with economic and evidence-based 12 methods including, but not limited to, analysis of the 13 14 country's product space, and of rankings in economic 15 complexity indices;

(e) To elicit pride for Philippine products and
services, and to ensure adequate and steady supply of
highly skilled and adaptive workforce, the State shall
develop and promote the knowledge, skill, ingenuity,

creativity, and innovativeness of Filipino workers, 2 craftsmen, laborers, entrepreneurs, and professionals; 3 (f) The State shall promote and safeguard the quality of Philippine products and services in both the domestic 4 and global market, as means for encouraging economic 5 business 6 growth and consumer and confidence in

1

7

Philippine industries;

8 (g) The State shall give preference and priority in the procurement of Philippine products 9 and services in 10 with applicable laws accordance on government 11 procurement. Towards this end, the Tatak Pinov Council (TP Council) shall formulate metrics on how government 12 agencies and instrumentalities can give preference and 13 14 priority to Philippine products and services;

(h) The State recognizes the complementary roles of 15 the public and private sector, including the academe, 16 domestic industries, and civil society, in generating high-17 paying jobs; pursuing economic development; and co-18 creating solutions to the country's biggest challenges. As 19

such, the State shall actively seek out close partnerships
 with the private sector and endeavor to jointly develop,
 finance, implement, and continuously improve a
 nationwide strategy for supporting domestic enterprises;

(i) The State recognizes the crucial role scientific and 5 technological innovation as well as human capital 6 development play in economic growth and development. 7 8 As such, the State shall implement plans, programs, and 9 projects that continuously improve the country's 10 education and training system; ensure better technology transfer among enterprises, the academe, and government 11 institutions; encourage the generation and sharing of new 12 scientific and technological knowledge through research 13 14 and development (R&D); facilitate the commercialization of R&D outputs; and bridge the gap between innovation 15 16 and market-ready solutions; and

17 (j) In pursuit of inclusive economic growth and 18 the State shall development. ensure that public support domestic 19 expenditures to enterprises are

1 equitably spread across the country, including those in the 2 fourth, fifth, and sixth class provinces and municipalities, 3 and elevate and develop the skills and provide opportunities for disadvantaged sectors and vulnerable 4 5 and marginalized groups such as, but not limited to, the 6 subsistence farmers and fisherfolk. urban poor. 7 indigenous communities, persons with disabilities (PWDs), women, and micro, small and medium-sized 8 9 enterprises (MSMEs), enabling them to engage in more 10 complex economic activities.

SEC. 3. *Definition of Terms.* – For the purposes of this
Act, the following terms shall mean:

(a) *Economic complexity* refers to the measure of the
productive capabilities and know-how of a specific
geographical area, such as a country, region, province, city,
or municipality, which is calculated based on the diversity
of goods and services produced within and exported from
that geographical area, and their ubiquity, which refers to

the number of other geographical areas that are able to
 produce them;

3 (b) *Philippine products and services* refer to local
4 goods, articles, materials, supplies, services, and intangible
5 products which may be:

6 (1) Unmanufactured goods, articles, materials or7 supplies wholly obtained or produced in the Philippines;

8 (2) Any good, article, material, and supplies 9 produced, manufactured or assembled in the Philippines 10 which has a minimum local content as may be determined 11 by the TP Council;

(3) Services, which refer to the delivery of value or
intangible acts or uses through high-level skills, expertise, labor,
or some form of knowledge-, technology- or process-intensive
activities; or

16 (4) Intangible products, which refer to properties
17 without physical existence including, but not limited to,
18 computer software and products of the creative industry.

As may be necessary, the TP Council shall issue
 guidelines on the conditions, standards, and criteria in
 classifying products or services pursuant to the prevailing
 Tatak Pinoy Strategy (TPS).

5 (c) *Product space* refers to a type of visualization that 6 depicts the connectedness between products based on the similarities of the know-how required to produce them. The 7 8 product space visualizes the paths that countries can take 9 to diversify the products and services they are able to 10 produce or offer. Products are linked by their proximity to each other, which is determined by factors such as the 11 similarity of production technologies, the use of common 12 resources, and the transferability of skills and knowledge 13 between industries: 14

(d) Sophisticated refers to the state when a product or
service requires a high level of technology, human capital,
competencies or know-how, and infrastructure to be
produced or offered;

(e) Sophistication refers to the level of technology,
 human capital, competencies or know-how, and
 infrastructure required for a product or service to be
 offered by an economy like that of the Philippines; and

(f) *Technology transfer* refers to the process by which 5 one party systematically transfers to another party the 6 knowledge and/or technology for the manufacture of a 7 product, the application of a process, or rendering of a 8 9 service, which may involve the transfer, assignment or 10 licensing of Intellectual Property Rights (IPRs), consistent with the Philippines' obligations under international 11 12 agreements.

SEC. 4. Tatak Pinoy Council. - There is hereby 13 14 created a Tatak Pinoy Council, herein referred to as the 'TP Council', with the Secretary of Trade and Industry as 15 the Chairperson, and the Secretary of the National 16 Economic and Development Authority, and the Secretary 17 18 of Finance, both as Vice-Chairpersons. The Secretaries of Budget 19 Agriculture, and Management, Education.

1 Environment and Natural Resources, Information and 2 Communications Technology, the Interior and Local 3 Government, Labor and Employment, Public Works and Highways, Science and Technology, Tourism, Migrant 4 5 Workers, the Director General of the Technical Education and Skills Development Authority, the Chairperson of the 6 7 Commission on Higher Education, the National 8 Statistician of the Philippine Statistics Authority, and four 9 (4) private sector representatives will serve as members: 10 *Provided*, That the respective heads of agencies may 11 designate their representatives whose rank shall not be lower than an Assistant Secretary: Provided, further, That 12 the private sector representatives shall be appointed by the 13 14 President of the Philippines for a term of three (3) years, and may be reappointed only once, from the nominees 15 16 submitted by reputable business groups. academic 17 institutions, or associations with national representation: 18 *Provided*, *finally*, That the President shall have the power 19 to expand the public sector members of the TP Council in 20 order to fully achieve the objectives of this Act.

1 Within sixty (60) days from the effectivity of this Act, 2 the TP Council shall meet and organize technical clusters 3 and/or working groups under each pillar to formulate targets, 4 objectives and conduct the necessary 5 consultations, and ensure proper implementation of the 6 TPS. Each committee shall be composed of, at the minimum, the agencies identified and named under the 7 specific pillars and include relevant private 8 sector 9 representatives and existing councils created by law. The TP Council shall determine who shall head each technical 10 11 cluster.

12 SEC. 5. Powers and Functions of the Tatak Pinoy Council. - The TP Council shall serve as the policy and 13 advisory body to the President and shall, adopting a whole-14 of-government approach, formulate policies and programs 15 that will diversify the productive capabilities of domestic 16 17 increase enterprises and the country's economic complexity. Towards this end, the TP Council shall have 18 the following powers and functions: 19

(a) Formulate the multi-year TPS in accordance with
 Sections 7 and 8 of this Act and the necessary guidelines
 and issuances mandated under this Act;

4 (b) Ensure timely compliance of government
5 instrumentalities and private sector stakeholders with the
6 Planning Call, as described in Section 7 of this Act,
7 through a robust information dissemination and awareness
8 campaign;

(c) Coordinate with national government agencies 9 (NGAs), local government units (LGUs), existing councils 10 11 created by law, local development agencies, and other 12 government instrumentalities to ensure that their respective development plans, policies, and programs are 13 14 harmonized towards promoting the diversification and sophistication of Philippine products and services offered 15 16 by domestic enterprises, whether exported or consumed 17 locally, avoiding overlaps and ensuring synergy in these 18 plans, programs and policies;

(d) Ensure that plans under the TPS are
 implemented well, and in accordance with the objectives of
 this Act;

(e) Make an inventory of existing policies, programs, 4 and projects related to the TPS, and mandate specific 5 departments and agencies to address gaps and challenges 6 in their respective areas of responsibility constraining the 7 8 competitiveness, sophistication, and diversification of 9 Philippine products and services, and require the 10 agency heads their duly authorized concerned or representatives to submit progress reports on the actions 11 and initiatives taken to resolve these gaps and challenges 12 at the soonest possible time; 13

14 (f) Encourage and support LGUs, regional 15 development councils (RDCs), local development agencies, other public sector instrumentalities or clusters that are 16 17 subnational in scope and coverage, local chambers of 18 commerce, and other reputable private sector groups with subnational constituencies, to pursue plans, programs, and 19

projects that enhance the diversity and sophistication of
 Philippine products and services offered by domestic
 enterprises, as means for spreading economic growth and
 ensuring more equitable and inclusive development across
 the country;

6 (g) Ensure the equitable spread of public 7 expenditures relevant to the fulfillment of the objectives of 8 this Act, and formulate the necessary guidelines for 9 measuring and monitoring thereof, pursuant to Section 2 10 hereof;

(h) Ensure that LGUs incorporate or adopt the TPS
in their respective local development plans, as may be
applicable, through the Department of the Interior and
Local Government (DILG);

(i) Monitor, evaluate, and periodically review and
assess the TPS and its implementation and provide policy
recommendations;

18 (j) Recommend policies, processes, including19 reengineering of systems and procedures, in order to attain

diversification and sophistication of Philippine products
 and services;

3 (k) Propose executive issuances and legislation or
4 amendments to Philippine laws and regulations related to
5 industry development and promotion of the sophistication
6 and diversification of Philippine products and services;

7 (1) Provide technical assistance and advisory
8 opinions in the review of proposed national or local
9 legislation, regulations, or procedures;

10 (m) Organize training, workshops, and seminars for 11 council members and other stakeholders to enhance their 12 understanding of issues and propose solutions tailored to 13 the needs of enterprises, relevant to economic complexity 14 and increasing the diversity, sophistication, and quality of 15 Philippine products and services;

16 (n) Facilitate engagement with stakeholders,
17 organize consultations, and ensure that a diverse range of
18 voices are heard in the policy-making process;

1 (o) Coordinate with education agencies, relevant 2 inter-agency bodies involved in human capital 3 development, and industry, the for continuous improvement of the education and training system towards 4 5 ensuring adequate and steady supply of highly skilled and adaptive human capital to realize the priorities and 6 7 strategic goals of the prevailing TPS;

8 (p) Collaborate with reputable public and private 9 universities, public R&D institutions, other government 10 instrumentalities, and relevant industry stakeholders 11 towards pursuing strategic R&D and technology transfer 12 initiatives that are critical to implementing the TPS and 13 achieving the objectives of this Act;

(q) Strengthen the development and implementation
of policies that would support commercialization and
transfer of technology and capacity building between
agents of the economy, including multinational companies
and international investors, and research institutions;

(r) Collaborate with relevant government
 instrumentalities and private sector stakeholders to
 implement joint initiatives for promoting and safeguarding
 the quality of Philippine products and services; and

5 (s) Perform such other functions as may be
6 necessary, or as may be directed by the President of the
7 Philippines, for the attainment of the objectives of this Act.

8 SEC. 6. Technical and Secretariat Support. – A 9 Secretariat to the TP Council (TP Council Secretariat) 10 shall be established within the DTI, to be headed by an 11 Executive Director IV (Salary Grade 29) who shall be 12 appointed by the President of the Philippines from a list of 13 at least five (5) nominees from the TP Council.

The Executive Director IV shall be a person of proven integrity and good moral character, shall have relevant experience and practice in the fields of industry development, data-driven industrial policy, domestic and/or international trade, entrepreneurship, innovation, or any related field, and be a person of proven

1	administrative proficiency and expertise in the area of
2	management with a minimum of five (5) years experience
3	in an executive leadership capacity.
4	The Executive Director shall be assisted by technical
5	and administrative staff consisting of at least one (1) of
6	each following officers and employees:
7	(a) Project managers (Salary Grade 24) for each TP
8	Pillar;
9	(b) Financial management specialist (Salary Grade 22);
10	(c) Technical staff/project specialists (Salary Grade 18)
11	per TP Pillar; and
12	(d) Administrative staff (Salary Grade 18).
13	Provided, That each agency forming part of the TP
14	Council shall appoint at least one (1) representative solely
15	dedicated to serve as liaison and provide technical and/or
16	administrative support to the TP Council Secretariat.
17	Within one hundred twenty (120) days after the
18	effectivity of this Act, the DTI shall determine the

1 staffing organizational structure. pattern. and 2 compensation system of the TP Council Secretariat, 3 including the duties, gualifications, responsibilities, and functions of its officers and staff members, and submit the 4 5 same to the Department of Budget and Management (DBM) for approval, in accordance with the existing 6 7 organizational staffing, position classification, and compensation laws, rules, regulations, and guidelines. 8 9 Pending the creation of the appropriate plantilla positions. 10 the DTI-Competitiveness and Innovation Group (DTI-CIG) shall constitute an interim secretariat within one (1) 11 month from the effectivity of this Act, through the 12 temporary detail of the representatives of the TP Council 13 member agencies. The DTI-CIG is likewise authorized to 14 engage consultants and enter into service contracts, as 15 may be necessary: *Provided*. That once the organizational 16 17 structure and personnel complement have been 18 determined, those engaged shall have the option to be 19 absorbed permanently in the TP Council Secretariat.

1	The TP Council Secretariat shall have the following
2	duties and responsibilities:
3	(a) Determine and prepare the agenda of the TP
4	Council meetings, and prepare the minutes of each
5	meeting;
6	(b) Serve as a venue for the initial processing and
7	discussion of the work of the TP Council;
8	(c) Receive and prepare communications pertinent to
9	the work of the TP Council;
10	(d) Manage and maintain the official records of the
11	TP Council;
12	(e) Prepare reports as required by the TP Council;
13	(f) Conduct research, gather data, and provide
14	analytical support as required by the TP Council to inform
15	its decisions and recommendations;
16	(g) Assist in the drafting of policy recommendations,
17	strategies, and action plans based on the TP Council's
18	deliberations; and

(h) Perform other duties as may be assigned by the
 TP Council.

3 SEC. 7. Tatak Pinoy Strategy. - To achieve the objectives of this Act, a Tatak Pinoy Strategy (TPS) shall 4 be formulated, implemented, monitored, evaluated, and 5 continuously improved upon by the TP Council and 6 7 approved by the President of the Philippines. The TPS 8 shall outline the plan and action components for the 9 and for the regions, country. provinces, cities. 10 municipalities, or other subnational geographic clusters, wherever feasible, to incrementally and systematically 11 expand and diversify the productive capabilities of 12 domestic enterprises and empower them to produce and 13 14 offer increasingly diverse and sophisticated products and services, and compete in the global market: Provided, That 15 in approving the TPS, the President may only expand from 16 17 existing pillars identified under this Act: Provided, further, 18 That the President shall ensure coordination and collaboration among TP Council members. 19

1

The TPS shall be submitted for approval by the

2 President within eight (8) months after the effectivity of 3 this Act and is subject to mandatory review pursuant to Section 10 hereof. 4 (a) Identification of National Priorities and Strategic 5 Goals - In line with the Philippine Development Plan 6 (PDP) approved by the NEDA Board, the Philippine Export 7 Development Plan (PEDP), and existing development 8 9 strategies not otherwise covered in the PDP, the TP 10 Council, within sixty (60) days from organizing the technical clusters and/or working groups under each TPS 11 Pillar under Section 8, shall identify national priorities and 12 strategic goals, and mandate the formulation by relevant 13 14 and private sector stakeholders of public action components under each TPS Pillar for achieving these 15 national priorities and strategic goals, pursuant to the 16 17 objectives of this Act. The Procurement Service-Department of Budget and Management (PS-DBM) shall 18

19 submit an annual report to the TP Council on the20 government agencies that procure common-use supplies

and equipment (CSE) items available from the PS-DBM,
 and non-CSE items based on the postings made by
 agencies at the Philippine Government Electronic
 Procurement System (PhilGEPS) as part of the TPS.

(b) Planning Call - The TP Council shall issue, in a 5 6 timely manner, after the TP Council's determination of 7 national priorities and strategic goals, a Planning Call to 8 all NGAs and government instrumentalities, including 9 universities and colleges (SUCs) and state local 10 universities and colleges (LUCs), LGUs, and governmentowned and -controlled corporations (GOCCs), and relevant 11 private sector stakeholders, including reputable private 12 13 These universities and colleges. government 14 instrumentalities and private sector stakeholders shall submit to the TP Council Secretariat their respective 15 plans, programs, and projects related to the national 16 17 priorities and strategic goals, as determined by the TP Council, within sixty (60) days from the commencement of 18 the Planning Call. The TP Council shall review these 19

submissions and determine which shall be included in the
 TPS.

3 (c) Target Sectors and/or Economic Activities – Within thirty (30) days from the submission of the aforementioned 4 plans, programs, and projects, the TP Council, through the 5 TPS Pillars, shall also identify and list target sectors, 6 7 economic and investment activities, using an evidence-8 based, transparent, and consultative process involving 9 public and private sectors, including existing councils 10 created by law. The list shall include targets for the short term (3 years or less) and medium term (6 to 9 years). 11

(d) Development and Coverage – The TPS shall be
formulated by the TP Council within thirty (30) days after
the identification of target sectors and/or economic
activities. The TPS shall cover the same period as the PDP
from which it was based on and shall be updated every
three (3) years.

18 SEC. 8. *Pillars of the Tatak Pinoy Strategy*. – The TPS
19 shall include plans and programs, comparable with

international best practices, which shall be organized
 according to the following pillars (TPS Pillars): (1) human
 resources; (2) infrastructure; (3) technology and
 innovation; (4) investments; and (5) sound financial
 management.

6 Under each TPS Pillar, the TP Council shall identify
7 relevant public-private initiatives and the government
8 support or assistance to be provided per targeted sector or
9 economic activity.

(a) Human Resources – The TP Council. 10 in 11 with the Inter-Agency Council coordination for Development and Competitiveness of Philippine Digital 12 Workforce, the Philippines Qualifications Framework 13 National Coordinating Council (PQF-NCC), the Philippine 14 Skills Framework Initiative of the DTI, 15 and the 16 Department of Migrant Workers (DMW), shall develop a 17 roadmap in close consultation with the academe and 18 industry: Provided. That said roadmap shall ensure that there is adequate and skilled human resources to realize 19

1 the national priorities and strategic goals and support the 2 target sectors and economic activities identified in the 3 TPS: Provided, further, That said roadmap will promote academe-industry linkage to develop programs that will 4 5 match the demands of the industry: Provided, furthermore, That the roadmap shall include different modalities for 6 7 training, skills development, upskilling, reskilling, and lifelong learning to be implemented by both public and 8 private sectors: Provided, finally, That the roadmap 9 10 developed under this subsection shall be harmonized with existing human resource capacity building roadmaps 11 12 mandated under other laws.

(b) Infrastructure - The TP Council shall coordinate 13 with the Committee on Infrastructure (InfraCom) of the 14 NEDA Board, the Department of Education (DepEd), the 15 Department of Environment and Natural Resources 16 17 (DENR), the Department of National Defense (DND), and the Philippine Space Agency (PhilSA) to identify the 18 19 and requirements, infrastructure programs such as innovation infrastructure and facilities for advanced 20

research and incubation, and national and regional
 innovation hubs, to feature relevant advanced and
 emerging technology centers that will fulfill the national
 priorities and strategic goals and support the target sectors
 and economic activities identified in the TPS.

6 (c) Technology and Innovation – The TP Council shall coordinate with the Department of Science and 7 8 Technology (DOST), National Innovation Council (NIC), 9 the PhilSA, SUCs, LUCs, private universities and colleges 10 with reputable track record in scientific and technological research, and relevant industry groups, to identify and 11 advance strategic, market-driven, and customer-centric 12 R&D activities and technology transfer initiatives that are 13 14 critical to the implementation of the TPS and the achievement of the objectives of this Act: Provided, That 15 the TP Council shall strengthen the development and 16 17 implementation that of policies would support commercialization and transfer of technology and capacity 18 building between agents of the economy, including 19 multinational companies and international investors, and 20

research institutions: *Provided, further*, That the TP
 Council shall ensure that the TPS and the National
 Innovation Agenda and Strategy Document (NIASD), in
 accordance with Republic Act No. 11293, otherwise known
 as the "Philippine Innovation Act", are aligned and
 harmonized.

(d) Investments - The TP Council shall coordinate 7 8 with the Department of Trade and Industry-Board of 9 Investments (BOI) to incorporate Tatak Pinoy investment 10 activities and projects in the Strategic Investments Priority Plan (SIPP) based on measurable eligibility 11 criteria determined by the TP Council. All Tatak Pinoy 12 investment activities and projects duly identified in the 13 14 TPS are hereby automatically included in the list of priority activities that will form part of the prevailing SIPP 15 for the first three (3) years from the approval of the first 16 17 TPS by the President of the Philippines. Thereafter, the inclusion of Tatak Pinov activities and projects in the SIPP 18 shall be supported by a formal evaluation process or report 19

pursuant to Section 300 of the National Internal Revenue
 Code (NIRC), as amended.

The grant, administration, and monitoring of fiscal incentives to identified Tatak Pinoy investment projects and activities under this Act shall be governed by Title XIII of the NIRC, as amended: *Provided*, That no project or activity shall be allowed to avail of fiscal incentives unless such project or activity is included in the SIPP.

9 The TP Council shall likewise coordinate with the 10 Inter-Agency Investment Promotion Coordination 11 Committee (IIPCC) and the Fiscal Incentives Review 12 Board (FIRB) to ensure that investment promotion and 13 facilitation efforts of the country are aligned with the TPS.

(e) Sound Financial Management – The TP
Council shall coordinate with the Development Budget
Coordination Committee (DBCC) to ensure that programs
and projects for the enhancement of the capabilities of
domestic enterprises to produce and offer increasingly
sophisticated products and services shall be included in the

expenditure priorities and the national government fiscal
 program.

The TP Council shall ensure that each pillar takes into consideration the environmental impact, sustainability, and intergenerational responsibility of the policies, programs, projects, and activities that are covered in the TPS.

8 The TP Council shall include, wherever it is 9 appropriate in the TPS, interventions that encourage more 10 responsible and sustainable consumption and production.

11 SEC. 9. Integration of the Tatak Pinov Strategy. - The 12 TP Council shall ensure that the TPS is incorporated in the government's sectoral plans, programs, and projects by 13 14 standards. prescribing guidelines, compliance, and 15 accountability mechanisms. The TP Council, in collaboration with RDCs, LGUs, 16 local development agencies, and other subnational geographic clusters, shall 17 encourage the development and implementation of local 18 components of the TPS. 19

1	SEC. 10. Automatic Review and Update. – The TP
2	Council, with support from the TP Council Secretariat
3	established within the DTI under Section 6, shall perform
4	an annual review of the TPS and its implementation, as
5	provided under this Act, in accordance with the monitoring
6	and evaluation policies and guidelines of the agency. To
7	ensure responsiveness to market conditions, the TPS shall
8	be subject to amendment or revision every three (3) years
9	unless there are supervening events that require an earlier
10	amendment or modification.

SEC. 11. *Reportorial Requirement.* – In order to fully
monitor and measure the implementation of the TPS, the
following reports shall be submitted:

(a) Stakeholder Reports – All departments, agencies, 14 15 government instrumentalities, relevant LGUs and 16 participating private sector proponents mandated to 17 implement the TPS shall submit periodic reports to the TP 18 Council. Such reports shall then be collated, reviewed, 19 validated, and analyzed by the secretariat established within the DTI under Section 6, and will form part of the
annual accomplishment report which shall be submitted by
the TP Council. The frequency of submissions of the agency
reports shall be included in the implementing rules and
regulations.

6 (b) Annual Accomplishment Reports – The TP Council shall submit an annual accomplishment report to 7 8 the President of the Philippines, the Senate President, the 9 Speaker of the House of Representatives, and the 10 Chairpersons of the Senate Committees on Finance, and Trade, Commerce and Entrepreneurship, and the House 11 Committees on Appropriations, and Trade and Industry 12 which shall include, among others, the results of the 13 policies and programs initiated by the TP Council as an 14 inter-agency body to implement the TPS, on a per pillar 15 16 basis, as well as other matters related to the exercise of its 17 functions as enumerated under this Act: Provided, That the annual accomplishment report shall be submitted on or 18 before the 30th of June of the succeeding year, after its 19

1

2

establishment, and annually thereafter. The report shall also be made available to the general public.

SEC. 12. Domestic Preference. - In government 3 procurement activities, preference and priority shall be 4 given to Philippine products and services in sectors and 5 economic activities covered by the prevailing TPS subject 6 to the margin of preference to be determined by the TP 7 8 Council which should not be lower than the current fifteen 9 percent (15%) margin of preference: Provided, That for 10 those not covered by the prevailing TPS, all government agencies and instrumentalities shall strictly adhere to the 11 domestic preference rules provided under Republic Act 12 13 otherwise known the "Government No. 9184. \mathbf{as} 14 Procurement Reform Act", and its implementing rules and regulations: Provided, further, That the preference herein 15 established may be waived should any of the following 16 17 conditions be present: (a) where domestic production is insufficient or unavailable in the required commercial 18 quantities; (b) where the specific or desired quality is not 19 met; (c) where domestic preference will result in 20

inconsistencies with the Philippines' obligations under
 international agreements; or (d) other analogous
 circumstances.

SEC. 13. Access to Financing. - The government, 4 5 through government financial institutions (GFIs), shall ensure the availability of credit to domestic enterprises 6 through innovative financing mechanisms including, but 7 8 not limited to, the provision of low interest or flexible term 9 loan programs, credit guarantee programs, and the 10 development of other modes of financing such as leasing and venture capital activities, which will enable these 11 enterprises, especially MSMEs, to expand their businesses, 12 perform necessary technology upgrades and other related 13 capacity building activities leading to more sophisticated 14 products and services: Provided, That the Land Bank of 15 the Philippines (LBP), the Development Bank of the 16 17 Philippines (DBP), the Philippine Guarantee Corporation (PHILGUARANTEE), and the Small Business Corporation 18 (SBCorp) shall expand their respective loan and guarantee 19 programs to accommodate domestic enterprises that are 20

producing and/or providing services that are covered by the
 TPS: *Provided, further,* That private banks and financial
 institutions are likewise encouraged to provide equivalent
 financing mechanisms.

SEC. 14. Market Access Facilitation. - The TP Council 5 shall provide the necessary support and assistance to 6 7 ensure that Philippine products and services are provided 8 access to both the domestic and international markets: 9 Provided, That in the promotion of market access, the DTI 10 and other market and promotion agencies shall integrate the Philippine products and services in existing marketing 11 but not limited to, international 12 plans including. 13 exhibitions and establishment of hubs in tourist 14 destinations, including their ports of entry and other high-15 traffic retail areas.

16 To guarantee market quality, Philippine products and 17 services shall conform with existing product standards and 18 technical regulations, where appropriate. The DTI, in 19 coordination with other relevant agencies, shall formulate guidelines on branding, packaging, and marketing of
 Philippine products and services.

SEC. 15. Green Lanes for Tatak Pinoy Projects and 3 Exports. - The concerned national government agencies, 4 including their regional and provincial offices, GOCCs, 5 quasi-judicial bodies, other government instrumentalities, 6 and LGUs involved in the issuance of permits, licenses, 7 8 certifications or authorizations, shall establish a green lane their offices in charge of expediting 9 within and 10 streamlining the processes and requirements for the 11 issuance of permits. licenses. certifications or authorizations of Tatak Pinoy investments duly identified 12 in the TPS. For this purpose, the above agencies or offices 13 14 shall designate an account officer for the green lane.

15 An export green lane facility shall likewise be 16 established for qualified exporters for advanced processing 17 and clearances of their export requirements, including the 18 importation of critical raw materials and capital 19 equipment, under the Bureau of Customs (BOC), Food and Drug Administration (FDA), and other regulatory
 authorities.

The above agencies shall act on the applications within the prescribed processing time provided in the concerned agency or LGU's Citizen's Charter, which shall not be longer than the periods prescribed under Republic Act No. 9485, otherwise known as the "Anti-Red Tape Act of 2007", as amended.

9 SEC. 16. *Efficient Implementation of the VAT Refund.* – 10 Notwithstanding any existing rules, the Bureau of Internal 11 Revenue (BIR) shall implement a streamlined requirement 12 and process for faster VAT refund of entities with Tatak 13 Pinoy-related transactions in order to avoid any cash flow 14 concerns of any Tatak Pinoy programs, projects, or 15 activities.

16 SEC. 17. Information Dissemination and Awareness 17 Campaign. – To ensure dissemination and policy 18 coordination, the TP Council, in coordination with the 19 Philippine Information Agency (PIA), embassies,

permanent missions, the Manila Economic and Cultural 1 2 Office (MECO), commercial attachés of the Foreign Trade 3 Service Corps of the DTI abroad and other relevant government agencies and higher education institutions 4 5 (HEIs), shall ensure that the goals and objectives of the are communicated through a nationwide and 6 TPS 7 international information dissemination and awareness 8 campaign.

9 SEC. 18. Implementing Rules and Regulations. -10 Within sixty (60) days from the effectivity of this Act, the DTI together with the TP Council shall formulate and 11 prescribe, after public consultations, the implementing 12 rules and regulations and other issuances necessary for the 13 14 effective and expeditious implementation of this Act. The non-promulgation of the rules and regulations provided 15 under this section shall not prevent the immediate 16 17 implementation of this Act upon effectivity.

18 SEC. 19. Appropriations. – The amount necessary for
19 the initial implementation of this Act shall be charged

1 against the current year's appropriations of the agencies 2 concerned, subject to existing budgeting, accounting, and 3 auditing laws, rules, and regulations. Thereafter, such 4 may be necessary for the continued sums \mathbf{as} implementation of this Act shall be included in the budgets 5 of the concerned NGAs under the annual General 6 7 Appropriations Act. 8 SEC. 20. Separability Clause. - If any part or 9 provision of this Act is declared unconstitutional, the 10 remainder of this Act not affected thereby shall remain in 11 force and effect. SEC. 21. Amendatory Clause. -12 (a) To align with the policy of this Act to mandate 13 14 preference for Philippine products and services covered by the prevailing TPS in government procurement, Section 43 15 of Republic Act No. 9184, otherwise known as the 16 17 Procurement Reform "Government Act". and its 18 implementing rules and regulations are hereby amended;

2	products and services and the margin of preference to be
3	determined by the TP Council for purposes of government
4	procurement of Philippine products and services covered by
5	the prevailing TPS, Sections 2 and 3 of Commonwealth Act
6	No. 138 are hereby modified; and
7	(c) Any other provision of laws, orders, agreements,
8	rules, or regulations contrary to and inconsistent with this
9	Act is hereby amended and modified accordingly.
10	SEC. 22. Repealing Clause All laws, orders,
11	agreements, rules, or regulations contrary to and
12	inconsistent with this Act are hereby repealed.
13	SEC. 23. Effectivity - This Act shall take effect fifteen
14	(15) days after its publication either in the Official Gazette
15	or in at least two (2) newspapers of general circulation.
	Approved,