


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

8 SEP -2 P4:00

SENATE

RECEIVED BY  (Senate Bill No. 2588

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Introduced by Senator Manny B. Villar

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**EXPLANATORY NOTE**

Theft of cable services is the reception of any services offered over a cable system without paying for the system. Cable theft is a widespread problem that results in revenue losses to the cable industry totaling billions of pesos per year. By depriving cable operators of substantial revenue, people who steal cable adversely affect cable companies' ability to provide their customers with high quality products and services.

It is also worthy to note that increasing incidents of theft in the Philippines' cable television industry have deprived the government of some \$38 million in tax payments last year.

Amounting to P1.71 billion, the amount is a few hundred million pesos shy of the 2008 budget of the Department of Science and Technology (DOST). The agency secured an allotment of P1.944 billion for this year.

So aside from the unquestioned trouble that illegal cable connections and theft has brought us, it is also costing the State the ability to provide the basic services to people and effectively defray the costs of running the country.

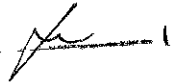
The passage of this law is earnestly sought as this will allow for the up close and personal dealing with the problem of illegal theft of cable television and other services that are provided therewith, and provide the Cable TV operators to have a more effective weapon in dealing with the problems besetting the cable industry.

  
MANNY VILAR

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

8 SEP -2 24:40

SENATE

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Senate Bill No. 2588

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**AN ACT**

**PROHIBITING AND PENALIZING THE PILFERAGE AND THEFT, UNAUTHORIZED USE, INTERCONNECTION, OR RECEPTION OF ANY SIGNAL OR SERVICE OFFERED OVER A CABLE TELEVISION (CATV) OR CABLE INTERNET SYSTEM AND/OR NETWORK OR THROUGH ANY UNAUTHORIZED INSTALLATION, ACCESS OR CONNECTION THERETO THROUGH THE USE OF CABLE OR OTHER EQUIPMENT, AND PRESCRIBING PENALTIES THEREFOR, AND FOR OTHER PURPOSES**

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

**SEC. 1. Title.** - This Act shall be referred to as "*The Anti Cable Television and Cable Internet Pilferage Act of 2008.*"

**SEC. 2. Declaration of Policy.** - It shall be the policy of the State to protect the general public and legitimate operators of (a) cable television (CATV) systems and/or networks that secure programming through the reception of local and foreign satellite, as well as other electromagnetic signals, and (b) cable internet services that provide access to the world wide web through the CATV system/network, from unauthorized connection or tapping to existing facilities through wire or electromagnetic means. Only subscribers duly authorized and/or registered with the CATV and/or cable internet service operator shall be allowed to receive any service or benefit offered and/or operated over a CATV or internet system/network.

**SEC. 3. Definition of Terms.** - As used in this Act:

- a. **Cable Television (CATV) System/Network** - refers to processes and facilities associated with the delivery of signals and programs provided for by broadcast television stations, local and foreign satellite program providers or CATV service operators, through origination, relay and

reception of electronic or control signals of any design by wire, optical or other technological means for the purpose of providing multiple-channel CATV service to multiple subscribers within defined service areas.

The term shall also include electronic equipment such as digital or analog receiver-decoder boxes, set-top and converter boxes, as well as but not limited to master antennae television, satellite master antennae television, direct broadcast satellite, multi-point distribution service, a television receive-only satellite program distributor and other providers of video and audio programming;

- b. **Cable Internet System/Network** - refers to the processes, including electronic equipment such as modems, associated with the access to the World Wide Web through the facilities of the CATV system/network;
- c. **Cable Television (CATV) Service Operator** - refers to any person, natural or judicial, public or private, granted a Certificate of Authority/Provisional Authority as provided under existing laws, rules and regulations, to install, operate and maintain a CATV system/network and service and is actually providing such service to its subscribers;
- d. **Cable Internet Service Operator** - refers to any person, natural or judicial, public or private, which was issued a registration certificate as provided under existing laws, rules and regulations, to provide and facilitate access to the world wide web through a CATV system/network and is actually providing such service to its subscribers

**SEC. 4. Prohibited Acts.** - It is hereby declared unlawful for any person, whether natural or judicial, public or private, to:

- a. Intercept or receive, or assist in intercepting or receiving, any signal or service offered over CATV and cable internet system/network by tapping, making or causing to be made any unauthorized connection to existing facilities with drop, feeder, 38 and/or trunk lines, or through the use of

electronic equipment such as digital or analog receiver-decoder boxes, set-top or converter boxes, modems, or any equivalent circumvention devices or methods that allow for unauthorized access or decoding of unencrypted or encrypted satellite program signals or other electromagnetic signal, or unauthorized access into the system/network of the cable internet service operator, or by the recording, manufacture, distribution, importation or sale, of intercepted or received CATV signals and cable internet service;

- b. Engage in the unauthorized importation, sale, lease, distribution or possession of electronic equipment such as digital or analog receiver-decoder boxes, set-top and converter boxes, modern or any equivalent circumvention devices or methods that allow for unauthorized access or decoding of unencrypted or encrypted satellite program signals or other electromagnetic signals, whether local or foreign, or unauthorized access into the system/network of the cable internet service operator;
- c. Knowingly use or receive any direct or indirect service or benefit from CATV and cable internet services through the commission of any of the preceding prohibited acts; and,
- d. Wantonly, maliciously or willfully damage, destroy or remove CATV and/or cable internet facilities and accessories of authorized CATV and cable internet service operators resulting into system disruption or network degradation

**SEC. 5. Prima Facie Evidence.** - The presence of any of the following circumstances shall constitute prima facie evidence of the illegal tapping, interconnection or reception into the CATV or cable internet system/network, by the person benefited thereby, and shall be the basis for (a) the immediate disconnection by the CATV or cable internet service operator to such person after due notice; (b) the holding of a preliminary investigation by the public prosecutor and the subsequent filing in court of the pertinent information; and,

(c) the lifting of any temporary restraining order or injunction which may have been issued against a CATV or cable internet service operator:

- a. The presence of drop cable, feeder and/or trunk lines from the CATV or cable internet system/network to the structure and facilities of the unauthorized person which has been confirmed by the CATV or cable internet service operator as not being a duly registered subscriber;
- b. The unauthorized tapping of drop cable, feeder and/or trunk lines into the CATV or cable internet system/network, and/or the unauthorized installation of electronic equipment such as digital or analog receiver-decoder boxes, set-top and converter boxes, or modems, by persons not duly authorized by the CATV or cable internet service operator; and,
- c. The unauthorized possession and use of electronic equipment such as digital or analog receiver-decoder boxes, set-top and converter boxes, or modem used to intercept CATV signals or access the cable internet system/network and which equipment have not been duly registered with the CATV or cable internet service operator or have been covered by the appropriate licenses and permits from the proper government regulatory agency or agencies in accordance with existing laws, rules and regulations.

**SEC. 6. Penalties.** - Any person who willfully violates any provision of this Act or commits any of the prohibited acts in Section 4 hereof shall be punished by an imprisonment term of not less than two (2) years but not more than five (5) years, or a fine ranging from Fifty Thousand Pesos (P50,000.00) to One Hundred Thousand Pesos (P100,000.00), or both, at the discretion of the court.

**SEC. 7. Information Dissemination.** - The National Telecommunications Commission and the Cable Television Associations in the Philippines, shall collectively undertake a vigorous campaign *to* inform the consuming public of the existence of this Act, within sixty days (60) from its effectivity and at least once a year thereafter.

**SEC. 8. Rules and Regulations.** - The National Telecommunications Commission, in consultation with the Cable Television Associations of the Philippines and other affected parties, shall within sixty (60) days after the conduct of due hearings which must commence within thirty (30) working days upon the effectivity of this Act, issue the implementing rules and regulations to ensure the efficient and effective implementation of the provisions of this Act.

**SEC. 9. Recovery of Pilferage Losses.** - Any duly authorized CATV or cable internet service operator may recover pilferage losses from such unauthorized persons found to have committed any of the prohibited acts in this Act in an amount equivalent to at least one (1) year basic subscription fees presently charged registered subscribers of such CATV or cable internet service operators.

**SEC. 10. Repealing Clause.** - All other laws, decrees, ordinances, rules, regulations and other issuances or parts thereof, which are inconsistent with this Act are hereby repealed or modified accordingly.

**SEC. 11. Effectivity.** - This Act shall take effect fifteen (15) days after the completion of its publication in the Official Gazette or in any two (2) national newspapers of general circulation.

Approved,