CHETARY FOURTEENTH CONGRESS OF THE) REPUBLIC OF THE PHILIPPINES) Second Regular Session **SENATE**

-NOV 17 AIG:14

s. No 2881

BEH OF

Introduced by Senator Antonio "Sonny" F. Trillanes IV

EXPLANATORY NOTE

Republic Act No. 9184, otherwise known as the Government Procurement Reform Act was hailed as a landmark piece of legislation. Its enactment in 2003 was envisaged to employ the much needed reforms in the country's procurement system. Five years since its enactment, however, the procurement system is still plagued with collusion, abuse of discretionary criteria, malfeasance, misfeasance, and other forms of corruption.

Moreover, high perception of corruption in the country still prevails. The Philippines has fallen further in a 2008 global survey, ranking countries in terms of perceived corruption, dropping to 141st, down 10 places from 2007, among 180 countries surveyed by Transparency International. The country scored a 2.3 in the Corruption Perceptions Index (CPI), lower than last year's 2.5, on a scale where 10 is the highest possible grade. Compared to its neighbors, the Philippines scored lower than Singapore (9.2), Malaysia (5.1), Thailand (3.5), Vietnam (2.7), and Indonesia (2.6). Much of this corruption suggests itself in government procurement, or its acquisition of goods and services.

It is therefore imperative to address transparency of the country's procurement system, or its lack thereof, by strengthening public monitoring of the process. The public deserves nothing less but the highest standards of transparency and honesty in the execution of government policies. This is in consistent with Article II, Section 28 of the 1987 Constitution which declares that subject to reasonable conditions prescribed by law, the State adopts and implements a policy of full public disclosure of all its transactions involving public interest.

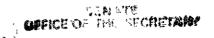
In this light, this Act seeks to strengthen the present procurement law by mandating the video recording of all procurement-related conferences. This measure provides that the video recording may be subpoensed and may be used as evidence in court, as deemed appropriate, in case of legal action filed with reference to the enforcement or violation of the Government Procurement Reform Act. It is hoped that the enactment of this measure will tighten the patent loopholes of the Procurement Law.

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

ONIO "SONNY" F. TRILLANES IV

Senator

Information retrieved from: http://www.gmanews.tv/story/122410/RP-dips-further-down-corruptionperceptions-survey. Retrieved on 22 October 2008.



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

8 NOV 17 /10:14

SENATE

S. No 2881 RECEIVED BY

Introduced by Senator Antonio "Sonny" F. Trillanes IV

AN ACT

ENHANCING THE TRANSPARENCY OF THE PROCUREMENT PROCESS BY VIDEO RECORDING MANDATING THE OF ALL PROCUREMENT-RELATED CONFERENCES, THEREBY AMENDING REPUBLIC ACT NUMBERED 9184. OTHERWISE KNOWN AS THE "GOVERNMENT PROCUREMENT REFORM ACT OF 2003", PRESCRIBING PENALTIES FOR VIOLATIONS THEREOF, AND FOR OTHER RELATED PURPOSES

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

SEC. 1. Republic Act No. 9184 is hereby amended by inserting a new Article VII and new Sections 20, 21, 22, 23, 24, 25, 26, 27, and 28 therein, to read as follows:

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4

5

ARTICLE VII

VIDEO RECORDS OF ALL BIDDING CONFERENCES

6

"SEC. 20. VIDEO RECORDING OF ALL PROCUREMENT-RELATED CONFERENCES. TO 8 **ENHANCE** THE TRANSPARENCY OF THE PROCUREMENT PROCESS, THE 9 PROCURING ENTITY SHALL KEEP A VIDEO RECORDING OF ALL 10 PROCUREMENT-RELATED CONFERENCES INCLUDING BUT 11 NOT LIMITED TO PRE-PROCUREMENT CONFERENCE, PRE-BID 12 13 CONFERENCE, BID OPENING, AND ALL MEETINGS OF THE BIDS AND AWARDS COMMITTEE (BAC), FOR ALL PROCUREMENT 14 PROJECTS EQUAL OR EXCEEDING THE AMOUNT OF ONE 15 MILLION PESOS (PHP 1, 000, 000. 00). 16

1	ALL PROCUREMENT RELATED CONFERENCES MAY NOT
2	COMMENCE WITHOUT A VIDEO RECORDING INITIATED BY
3	THE CHAIR OF THE BAC.
4	
5	SEC. 21. SPECIFICATIONS OF THE VIDEO RECORDING
6	THE VIDEO RECORDING SHALL BE CLEAR AND SHALL
7	PROVIDE A CLOSE-UP VIEW OF THOSE PRESENT IN THE
8	CONFERENCE. DURING RECORDING, THE MEMBERS OF THE
9	BAC, THE PROSPRECTIVE AND/OR QUALIFIED BIDDERS, THE
10	REPRESENTATIVE OF THE COMMISSION ON AUDIT AND THE
11	TWO (2) OBSERVERS INVITED IN ACCORDANCE WITH ARTICLE
12	V OF THIS ACT, SHALL BE INTRODUCED ONE BY ONE.
13	
14	SEC. 22. COPIES OF THE VIDEO RECORDING THERE
15	SHALL BE MADE THREE (3) COPIES OF THE VIDEO RECORDING
16	FOR THE PERUSAL AND/OR RECORD OF THE BAC, THE
17	GOVERNMENT PROCUREMENT POLICY BOARD (GPPB), AND
18	THE COMMISSION ON AUDIT (COA). THE VIDEO COPIES SHALL
19	BE MADE AVAILABLE TO THE PUBLIC UPON WRITTEN
20	REQUEST AND PAYMENT OF A SPECIFIED FEE.
21	
22	SEC. 23. WRITTEN AND VIDEO RECORDS AS EVIDENCE
23	IN COURT IN CASE OF ANY PERTINENT LEGAL ACTION, THE
24	VIDEO RECORDS MAY BE SUBJECT TO SUBPOENA DUCES
25	TECUM, AND MAY BE USED AS EVIDENCE IN COURT AS IT
26	FINDS APPROPRIATE.
27	THE BAC, GPPB, AND COA SHALL STORE THE VIDEO
28	RECORDS FOR NOT LESS THAN TWENTY (20) YEARS AND MAY

DISPOSE OF THEM THEREAFTER.

	• •
1	THE BAC AND THE GPBB SHALL ENSURE THAT THE
2	COPIES OF THE RECORDING ARE REGULARLY CHECKED TO
3	ASCERTAIN THAT THEY ARE IN GOOD CONDITION AND NOT
4	DETERIORATING, SUBJECT TO THE RECOMMENDED
5	CONSERVATION PRACTICES FOR THE STORAGE OF THE SAME.
6	
7	SEC. 24. LOGISTICS OF VIDEO RECORDING. – THE BAC
8	OF EACH PROCURING ENTITY SHALL BE IN CHARGE OF THE
9	LOGISTICS OF VIDEO RECORDING AND OTHER RELATED
10	TECHNICAL MATTERS, SUCH AS BUT NOT LIMITED TO AUDIO,
11	ARCHIVING, AND SUCH OTHER MATTERS NECESSARY TO
12	CARRY OUT THE PROVISIONS OF THIS ACT.
13	
14	SEC. 25. PROCUREMENT OF VIDEO RECORDING
15	EQUIPMENT THE GPPB SHALL BE IN CHARGE OF THE
16	PROCUREMENT OF THE VIDEO RECORDING EQUIPMENT AND
17	RELATED SUPPLIES TO BE ALLOCATED TO THE PROCURING
18	ENTITIES.
19	
20	SEC. 26. PENAL PROVISION. – VIOLATIONS OF ARTICLE
21	VII OF THIS ACT SHALL BE METED OUT PENALTIES AS
22	PRESCRIBED UNDER ARTICLES XXI, XXII, AND XXIII OF THE
23	SAME. IN ADDITION TO THE AFOREMENTIONED SANCTIONS,
24	THE CONTRACT IN FAVOR OF THE ERRANT PARTY SHALL BE
25	NULLIFIED IF THE BID HAS BEEN AWARDED.
26	
27	SEC. 27. APPROPRIATION THE AMOUNT NECESSARY
28	TO CARRY OUT THE PROVISIONS OF THIS ACT SHALL BE
29	INCLUDED IN THE ANNUAL GENERAL APPROPRIATIONS ACT.

I	SEC. 28. IMPLEMENTING RULES AND REGULATIONS. –
2	WITHIN NINETY (90) DAYS FROM THE EFFECTIVITY OF THIS
3	ACT, THE GPBB SHALL PROMULGATE THE NECESSARY RULES
4	AND REGULATIONS FOR THE PROPER IMPLEMENTATION OF
5	THE PROVISIONS OF THIS ACT. SUCH RULES AND
6	REGULATIONS SHALL TAKE EFFECT IMMEDIATELY
7	THEREAFTER.
8	
9	XXX."
10	
11	SEC. 2. Renumbering of Affected Articles and Sections The current Article
12	VII and subsequent Articles and Sections of Republic Act No. 9184 affected by this
13	amendment shall be amended and re-numbered accordingly, to reflect the insertion of the
14	new article on "Video Records of All Bidding Conferences" as Article VII thereof.
15	
16	SEC. 3. Separability Clause. If any provision or part hereof is held invalid or
17	unconstitutional, the remainder of the law or the provision not otherwise affected shall
18	remain valid and subsisting.
19	
20	SEC. 4. Repealing Clause All laws, rules, regulations, orders, circulars, and
21	memoranda inconsistent with any provisions of this Act are hereby repealed or modified
22	accordingly.
23	
24	SEC. 4. Effectivity Clause. This Act shall take effect fifteen (15) days after its
25	complete publication in the Official Gazette or in at least two (2) newspapers of general
26	circulation.

Approved,