HOUSE OF REPRESENTATIVES

H. No. 6713

BY REPRESENTATIVES BELMONTE (F.), TINGA, RODRIGUEZ (R.), MANDANAS, DAZA, REMULLA, CLIMACO, GONZALES (N.), LAGMAN, BAGATSING, VALENCIA, ANGARA, GOMEZ, CASTELO, ABAD, BANAL, HERRERA-DY, DIMAPORO (F.), KHO (D.), CAJAYON, ASILO, CRUZ-GONZALES, OLIVAREZ, ARQUIZA, SAMBAR, MARIANO, TY, CABALUNA, ANGPING, OBILLO, TREÑAS, ARENAS, AGGABAO, GULLAS, MAGSAYSAY (M.), TIANGCO, CAGAS. GUNIGUNDO, ARNAIZ. VILLAFUERTE, LIMKAICHONG. ALMARIO, GARIN (S.), SARMIENTO (M.), VILLARICA, DEL MAR, LOYOLA AND EBDANE, PER COMMITTEE REPORT NO. 2481

AN ACT TO STRENGTHEN NATION-BUILDING THROUGH THE INSTITUTIONALIZATION OF A STRATEGIC VOLUNTEERISM-BASED MULTISECTORAL PUBLIC-PRIVATE PARTNERSHIP FRAMEWORK IN ALL LOCAL GOVERNMENT UNITS (LGUs) AND CONGRESSIONAL DISTRICTS IN THE COUNTRY AND FOR OTHER PURPOSES

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 "Filipino 1 -2 Volunteerism in Nation-Building (VNB) or Bayanihan sa Bagumbayan (BSB) 3 Act".
- SEC. 2. Declaration of Policy. (a) It shall be the policy of the State 4 to promote the participation of the various sectors of Filipino society in public 5 and civic affairs, adopt and strengthen the practice of volunteerism as a

strategy in national and local development, and to inculcate the "Bayanihan" spirit as a way of life.

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- (b) The State recognizes and respects the vital role of civil society organizations (CSOs), which include, among others, nongovernment organizations (NGOs), volunteer service organizations (VSOs) and people's organizations (POs), as effective conduits in harnessing people power to promote and achieve nation-building through a strategic volunteerism multisectoral public-private partnership approach.
- (c) The State shall ensure the institutionalization of a committed, participative and sustained partnership between the local government units (LGUs), congressional districts and the private, sector in the process of community-building through volunteerism.
- 13 SEC. 3. Statement of Goals and Objectives. Pursuant to the 14 foregoing policy, the government shall attain the following goals and objectives:
 - (a) To provide a framework for a strategic multisectoral public-private partnership through volunteerism;
 - (b) To institutionalize volunteerism as a strategy for local development; and
 - (c) To establish a coordinating mechanism to harmonize national and local volunteering efforts.
- 22 SEC. 4. Definition of Terms. - For purposes of this Act, the following 23 terms shall be defined as follows:
 - (a) Accreditation refers to the formal recognition by the LGUs of CSOs for the purpose of registering, certifying and enabling them to participate in the VNB program.
 - (b) Civil society organizations refer to NGOs, POs, cooperatives, trade unions, professional associations, faith-based organizations, media groups,

indigenous peoples' movements, foundations, and other citizen groups formed primarily for social and economic development, to monitor government programs and projects, engage in policy discussions, and actively participate in collaborative activities with the government.

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- (c) Congressional District refers to a territorial division which under the 1987 Philippine Constitution is entitled to elect one (1) member to the Philippine House of Representatives.
- (d) *Volunteer* refers to an individual or group who, for reasons arising from their socio-developmental, business and corporate orientation, commitment or conviction, contribute time, service and resources whether on full-time or part-time basis to a just and essential social development cause, mission or endeavor in the belief that their activity is mutually meaningful and beneficial to public interest as well as to themselves.
- (e) Volunteer service organization refers to a local or foreign group that recruits, trains, deploys and supports volunteer workers to programs and projects implemented by them or by other organizations or any group that provides services and resources including, but not limited to, information, capability-building, advocacy and networking for the attainment of common good.
- (f) Volunteerism refers to an act involving a wide range of activities, including traditional forms of mutual aid and developmental interventions that provides an enabling and empowering environment, both on the part of the beneficiary receiving and the volunteer rendering the act, undertaken for reasons arising from socio-developmental, business or corporate orientation, commitment or conviction for the attainment of the public good and where monetary and other incentives or reward are not the primary motivating factors.

1	SEC. 5. VNB Mission-Vision National government agencies (NGAs)
2	LGUs and the volunteer sector shall be committed to the VNB mission and
3	vision, which shall harness the spirit of volunteerism as stimulus for loca
4	development and as a way of life for each Filipino in recognition of the time-
5	honored tradition of "Bayanihan" that has evolved to include the participation
6	of organized groups and institutions as volunteer partners of government in
7	local development and governance. The LGUs and the congressional districts
8	shall also perform critical roles in mobilizing, harmonizing and sustaining
9	volunteering efforts.
10	The VNB program shall harness the support of the abovestated sectors
11	in the following areas of governance:
12	(a) Community-building through shelter and other infrastructure
13	support;
14	(b) Community, child, youth and maternal health;
15	(c) Child and youth education;
16	(d) Community entrepreneurship;
17	(e) Food sufficiency;
18	(f) Gender equality and women empowerment;
19	(g) Peace efforts;
20	(h) Cultural preservation and promotion;
21	(i) Ecotourism;
22	(j) Environmental preservation and protection; and
23	(k) Micro-finance and livelihood.
24	SEC. 6. VNB Key National and Cooperating Agencies To
25	harmonize and facilitate the support of various government agencies in the
26	implementation of the VNB, the following NGAs, including their concerned
27	bureaus/attached agencies, shall take lead roles in the following key areas: the
28	Department of Social Welfare and Development (DSWD) in the review and

implementation of the VNB socio-welfare projects and activities; the Housing 1 and Urban Development Coordinating Council (HUDCC) in the approval of 2 the VNB local shelter plan and coordination of all shelter agencies for the 3 provision of support to the VNB program; the Department of the Interior and 4 Local Government (DILG) in the coordination of the LGUs with the local 5 6 VNB projects; the Department of Finance (DOF) in the promulgation of 7 guidelines for the availment of tax exemption and other related incentives and 8 benefits and for the oversight of their implementation and supervision; and the Department of Budget and Management (DBM) in overseeing and monitoring 9 10 the budget utilization of concerned lead or cooperating government agencies in 11 the implementation of the VNB program. 12 Other government agencies shall provide the necessary support for the 13 VNB program, namely: the Office of the President (OP), the National Economic and Development Authority (NEDA), the Department of 14 15 Environment and Natural Resources (DENR), the Land Registration Authority 16 (LRA), the Department of Trade and Industry (DTI), the Technology Resource 17 Center (TRC), the Department of Health (DOH), the Department of Labor and 18 Employment (DOLE), the Department of Education (DepED), the Technical 19 Education and Skills Development Authority (TESDA), the Commission on 20 Higher Education (CHED), the Department of Public Works and Highways 21 (DPWH), the Department of Agriculture (DA), the Department of Agrarian 22 Reform (DAR), the Department of Energy (DOE), the National Electrification 23 Administration (NEA) and the Cooperative Development Authority (CDA). SEC. 7. VNB Coordinating Agency. - The Philippine National 24 Volunteer Service Coordinating Agency (PNVSCA) shall serve as the 25 26 coordinating agency for the implementation of the VNB program. More

specifically, the PNVSCA shall have the following functions:

(a) Formulate and review policies and guidelines on the VNB program;

(b) Develop and implement a monitoring and evaluation system for the

(c) Develop and implement an advocacy campaign for the

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VNB program;

5	implementation of the VNB program;
6	(d) Provide a report to the OP and to both Houses of Congress on
7	matters related to the implementation of the VNB program; and
8	(e) Administer all funds related to the VNB program.
9	The VNB Program Management Unit shall be created as an attached
10	unit to the Office of the Executive Director of the PNVSCA to perform
11	technical and administrative tasks to carry out the abovementioned functions.
12	This unit shall be headed by an officer who shall supervise a team of volunteer
13	service officers. The PNVSCA, in coordination with the DBM, shall prepare
14	the staffing pattern of the program management unit.
15	SEC. 8. Interagency Coordinating Committee The existing
16	Multisectoral Advisory Body (MSAB) of the PNVSCA shall serve as the
17	interagency coordinating committee which shall perform the following
18	functions:
- 19	(a) Provide advice in the formulation of policies and guidelines for the
20	VNB program;
21	(b) Serve as link between and among lead and cooperating national
22	government agencies in the implementation of the VNB; and
23	(c) Serve as forum for the review of the VNB implementation with
24	VNB stakeholders.
25	For this purpose, the composition of the MSAB shall be expanded to

include the HUDCC, the DOF and the DBM.

1	The MSAB may call on the other VNB cooperating agencies and
2	concerned institutions on matters pertaining to the implementation of the VNE
3	program.
4	SEC. 9. VNB Coordinating Desk All lead and other cooperating
5	agencies shall establish their respective VNB coordinating desk or tap existing
6	related unit to serve as the focal unit in coordinating the delivery of suppor
7	services in the implementation of the VNB program.
8	At the LGU, the VNB coordinating desk shall serve as the focal unit to
9	perform, but not limited to, the following functions:
10	(a) Undertake the identification of VNB projects and activities;
11	(b) Accredit volunteer partners for the implementation of VNB projects
12	and activities; and
13	(c) Monitor and evaluate the progress of the VNB projects, including
14	submission of reports to the Local Development Council and the MSAB.
15	At the district level, the representative concerned shall designate a VNB
16	liaison officer to serve as the link with the lead and cooperating national
17	government agencies and concerned LGU VNB desk officers.
18	SEC. 10. Accreditation of VNB Partners and Stakeholders All
19	VNB program partners shall be required to be accredited by LGUs concerned
20	in coordination with the appropriate agencies, to enable them to participate in
21	the VNB program.
22	A system of accreditation shall be developed for adoption and
23	implementation by the LGUs with proper consultation with the concerned
24	agencies.
25	SEC. 11. Incentives for VNB Partners and Stakeholders Any VNB
26	and Bureau of Internal Revenue (BIR)-accredited donor and donee under a
27	VNB program, project or activity shall enjoy the following incentives:

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- (a) All donations in cash and in kind, including land, all of which are actually, directly and exclusively used by the VNB movement, in its programs, projects and activities that provide shelter, basic utilities of electricity and water, education, healthcare, livelihood, environment and peace efforts, that shall inure to the benefit of poor communities identified by the PNVSCA shall be fully tax deductible from the gross income of the donor, under the new nomenclature of donations for "nation-building", upon submission to the BIR of the VNB requirements for that purpose. The implementation of this incentive shall be patterned after the applicable provisions on "Allowable Deductions" under Republic Act No. 8424, as amended.
- (b) A donor's tax exemption shall be enjoyed by the VNB donor, upon submission to the BIR of the VNB requirements for that purpose.

The DOF, in coordination with the PNVSCA, the BIR, the Bureau of Customs (BoC), and the DBM shall set the guidelines for the screening evaluation and approval of all tax incentives and benefits used for VNB purposes, as well as the implementing rules and regulations (IRR) specifically to implement the incentives provided herein. In line with proper fiscal administration policies, the DOF, in coordination with the VNB, shall determine the compliance criteria for "utilization", "valuation", "deductibility", "proof of utilization" and "proof of deductions" of all VNB donations, whether in cash or in kind, as basis to determine the availment of, and continued applicability or withdrawal of all such tax incentives and benefits, in accordance with Republic Act No. 8424, as amended.

(c) The socialized housing tax as authorized to be imposed by the LGUs, under Section 43 of Republic Act No. 7279, otherwise known as the "Urban Development and Housing Act of 1992" shall be used as additional government equity under the VNB framework, subject to an interagency memorandum of agreement.

(d) Priority in the grant of acquired land. The government shall also consider VNB partners as priorities in the grant of land for socialized housing acquired under Republic Act No. 7279 which shall include community mortgage, land swapping, land assembly or consolidation, land banking, donation to the government, joint venture agreement, negotiated purchase and expropriation.

(e) All donations from foreign sources to the VNB shall be exempt from customs duties: *Provided*, That the donees are duly accredited with the BoC.

The mechanics, criteria, qualifications, all documentary proof of donation in cash or in kind, and proof of utilization of donation requirements, and the implementation guidelines for all the incentives and benefits provided under this section, shall be carried out in accordance with the 1987 Constitution, Republic Act No. 8424, as amended, and other applicable laws, rules and regulations, and shall be included and clearly specified in the IRR, to ensure that these incentives and benefits shall properly benefit the intended recipients, to fully and faithfully implement the true intent and spirit of the VNB Act.

The incentives provided under this Act shall be effective for a period of eight (8) years, with one (1) extension of another six (6) years, subject to satisfactory submission of and compliance with all VNB requirements, terms and conditions, including all documentary proof of donation in cash or in kind, and proof of utilization of donation requirements for purposes of the VNB Act. Thereafter, upon evaluation of and recommendation by the PNVSCA-MSAB and the DOF, further extension to the effectivity of the said incentives, and corollarily, to the continued existence and operation of the VNB shall be subject to congressional action.

1	SEC. 12. Incentives for VNB Volunteers All VNB program partners
2	shall provide volunteers with recognition and incentive package.
3	SEC. 13. Special Provision VNB Framework Guide Book A
4	VNB Framework Guide Book shall be prepared and disseminated to all LGUs
5	and congressional districts to assist them in the implementation of the VNB
6	program.
7	SEC. 14. Appropriations The amount necessary to implement the
8	provisions of this Act shall be included in the annual General Appropriations
9	Act.
10	The LGUs shall likewise allocate the necessary funds for the
11	implementation of the VNB program.
12	SEC. 15. Implementing Rules and Regulations (IRR) The
13	PNVSCA, in consultation with the MSAB, the DSWD, the HUDCC, the
14	DILG, the DOF and the DBM, shall promulgate the implementing rules and
15	regulations (IRR) necessary to implement this Act within sixty (60) days after
16	its effectivity.
17	SEC. 16. Separability Clause If any provision of this Act is
18	declared invalid or unconstitutional, other provisions hereof which are not
19	affected thereby shall remain in full force and effect.
20	SEC. 17. Repealing Clause Any law, presidential decree or
21	issuance, executive order, letter of instruction, administrative order, rule or
22	regulation contrary to or inconsistent with any provision of this Act is hereby
23	repealed, amended or modified accordingly.
24	SEC. 18. Effectivity Clause This Act shall take effect fifteen (15)
25	days after its complete publication in the Official Gazette or in any newspaper
26	of general circulation.

Approved,