## HOUSE OF REPRESENTATIVES

## H. No. 3972

BY REPRESENTATIVES ROMULO, CASTELO, DUAVIT, ONG, ABAYA, CUA, COLMENARES, ARENAS, ROMUALDO AND ARAGONES, PER COMMITTEE REPORT NO. 80

## AN ACT PROVIDING FOR THE ESTABLISHMENT OF THE NO CALLS AND NO TEXT REGISTRATION SYSTEM 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 "No Calls
 and No Text Registration Act of 2014".

3 SEC. 2. *Declaration of Policy.* – It is the policy of the State to protect 4 and promote the right of consumers to privacy and protect them from unwanted 5 calls and text messages inducing purchase of goods or services and 6 solicitations.

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

8 (a) Caller and/or sender refers to any person, including its employees
9 and agents, who initiate a call and/or text message for the purpose of making
10 an outbound and/or unsolicited call and/or text message;

(b) Negative option refers to a feature which shall enable a person tostop receiving any call and text from a caller and/or sender;

- 1 (c) Outbound call and/or text refers to a telephone call or text message 2 initiated by any person to induce the purchase of goods and services;
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(d) *Person* refers to any person whether natural or juridical:

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(e) Prize refers to anything offered, or purportedly offered, and given, 5 or purportedly given, to a person by chance;

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(f) Prohibited call and/or text refers to a hoax, junk and/or scam call and/or text. This message includes, but is not limited to, the following:

8 (1) Message congratulating the recipient for winning any prize in a 9 promo or award of prize when the recipient did not join or subscribe to any 10 game or activity of chance;

11 (2) Message supposedly coming from a relative abroad asking the 12 recipient to reload their "new" roaming number;

13 (3) Message requiring the recipient to register by texting his or her 14 name and other personal details to a phone number; or

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(4) Any other similar call and/or text message;

16 (g) Text refers to any message sent via short message service (SMS);

17 (h) Upselling refers to soliciting the purchase of goods or services 18 following an initial transaction during a single telephone call or text message; 19 and

20 (i) Unsolicited call and/or text refers to a call or text message which is 21 not initiated by the recipient of the call and/or text message such as, but not 22 limited to, upselling, surveys, award of prize when the recipient did not join or 23 subscribe to any game or activity and/or solicitation to any nonprofit and 24 charitable institution whether or not the call and/or text message induce 25 purchases of goods or services.

26 SEC. 4. Establishment of the No Calls and No Text Registry. - The 27 National Telecommunications Commission (NTC) shall establish a No Calls and No Text Registry: Provided. That the identity and privacy of the persons 28

registered shall be kept highly confidential such that only the telephone
 numbers may be accessed from the registry.

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Any person shall register first with the NTC before they can access the
telephone numbers in the No Calls and No Text Registry.

5 SEC. 5. Allowable Telephone Numbers Registered per Person. – Any 6 person shall only be allowed to register up to three (3) mobile phone numbers 7 regardless of the network provider: *Provided*, That the registration of mobile 8 numbers of persons below eighteen (18) years of age may be done by their 9 parents and/or legal guardian.

10 Registration of fixed telephone numbers shall only be allowed for11 residential lines.

SEC. 6. Registration in the No Calls and No Text Registry.
Outbound and unsolicited calls and/or text message may be managed or
limited by any cellular telephone user by registering in the No Calls and No
Text Registry of the NTC.

No outbound and unsolicited calls and/or text message shall be madeand/or sent to the telephone numbers on the No Calls and No Text Registry.

SEC. 7. Negative Option Requirement. - A person whose number is
 not registered in the No Calls and No Text Registry may manage and limit
 outbound and unsolicited calls and/or text messaging through the negative
 option feature.

Any caller and/or sender shall set up a negative option which shall be available to the recipient immediately upon answering the call and/or at the beginning of the text after providing the required information under Section 8 of this Act.

Upon selection of the negative option feature, the caller and/or sender
shall not make any further steps to persuade the recipient and immediately stop
making any calls and/or sending any texts to the recipient: *Provided*, That the

recipient shall report and register the name and the number of the person, company and/or organization that made the call and/or sent the message to the No Calls and No Text Registry in order to make the caller and/or sender liable for violation of this Act for any subsequent calls and/or text message: *Provided, further,* That this prohibition shall apply to the caller and/or sender regardless of other goods and/or services offered and other telephone number used to contact the recipient.

8 SEC. 8. Information Requirement of the Caller and/or Sender. - It shall be unlawful to make an outbound and/or unsolicited call and/or text 9 10 message without disclosing the full name of the person making the call and/or 11 sending the text message, the company or organization for whose benefit the call and/or text message is being made, and the telephone number of a fixed 12 13 line where such identity can be established and verified: Provided. That 14 noncompliance with this section shall constitute an outright violation of and 15 shall be punishable under this Act.

SEC. 9. *Removal of Numbers.* – Telephone numbers registered in the
No Calls and No Text Registry shall not be changed or removed except upon
the request of the owner in writing and those invalid or disconnected telephone
numbers upon adequate validation of the NTC.

20 SEC. 10. Liability of Callers and/or Senders. - Any person who 21 commits any violation under this Act and who acts either for his or her own 22 benefit and/or for the benefit of another person, company, organization and/or 23 association which did not officially engage his or her services shall be held 24 solely liable: *Provided*, That any person who is acting in behalf and for the 25 benefit of another person, company, organization and/or association which 26 officially engage his or her services shall both be held separately liable for any 27 violation under this Act.

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1 It shall be the responsibility of any caller and/or sender to register under 2 Section 4 hereof and to be informed of the numbers which have registered in 3 the No Calls and No Text Registry. It shall be considered prima facie 4 evidence of knowledge on the part of the caller and/or sender where the 5 telephone number of the recipient is registered on the No Calls and No Text 6 Registry prior to the date the call and/or text message is made in violation of 7 this Act. Nonregistration of the caller and/or sender as required under Section 8 4 of this Act shall not be an excuse from any liability.

9 The use of an automatic dialer or any electronic device that 10 automatically and/or randomly contacts telephone numbers is prohibited. Any 11 person, company, organization and/or association who uses the same shall be 12 held liable.

SEC. 11. Exception. - This Act shall not apply to a call and/or text
message made in order to remind, collect, and/or update the recipient of his or
her existing bills and/or credit, subject to applicable laws and pertinent rules
and regulations of the Bangko Sentral ng Pilipinas and other applicable laws.

SEC. 12. *Penalties.* – Any person found to be in violation of the
provisions of this Act shall be imposed the following penalties, without
prejudice to administrative sanctions that may be imposed by the NTC, without
prejudice to civil or criminal liability:

(a) Any juridical person who violates the provisions of this Act or its
implementing rules and regulations shall suffer the penalty of a fine of not less
that Fifty thousand pesos (P50,000.00) nor more than One hundred thousand
pesos (P100,000.00) for each violation: *Provided*, That its officers directly
responsible for the violation shall suffer the penalty of a fine of not less than
Fifty thousand pesos (P50,000.00) but not more than One hundred thousand
pesos (P100,000.00); or

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- 1 (b) Any person who violates the provisions of this Act or its 2 implementing rules and regulations shall suffer the penalty of a fine of not less 3 than Fifty thousand pesos (P50,000.00) but not more than One hundred 4 thousand pesos (P100,000.00).
- 5 SEC. 13. Implementing Rules and Regulations. Within ninety (90) 6 days from the effectivity of this Act, the Department of Trade and Industry, in 7 coordination with the NTC and the Department of Science and Technology – 8 Information and Communications Technology Office, shall promulgate the 9 rules and regulations for the effective implementation of this Act.
- SEC. 14. Implementing Agency. The NTC shall enforce the
  provisions of this Act and its implementing rules and regulations.
- 12 SEC. 15. *Funding.* The NTC shall immediately include in its 13 programs the implementation of this Act, the initial funding of which shall be 14 charged against its current year's appropriations. Thereafter, such sums as 15 may be necessary for the continued implementation of this Act shall be 16 included in the annual General Appropriations Act.
- Proceeds from penalties herein imposed shall accrue to the general fund.
  SEC. 16. Separability Clause. If any part or provision of this Act
  shall be held unconstitutional or invalid, the other provisions hereof that are
  not affected thereby shall continue to be in full force and effect.
- SEC. 17. Repealing Clause. All other laws, decrees, executive
   orders, proclamations and administrative regulations or parts thereof
   inconsistent herewith are hereby repealed or modified accordingly.
- SEC. 18. Effectivity Clause. This Act shall take effect fifteen (15)
  days after its publication in the Official Gazette or in a newspaper of general
  circulation.

Approved,

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