CONGRESS OF THE PHILIPPINES SEVENTEENTH CONGRESS Third Regular Session

## HOUSE OF REPRESENTATIVES

## H. No. 7773

BY REPRESENTATIVES BIAZON, QUIMBO, VARGAS, VIOLAGO, PRIMICIAS-AGABAS. SUANSING (E.). SUANSING (H.). HERNANDEZ, BELMONTE (J.C.), YAP (V.), CASTRO (F.H.), MACAPAGAL-ARROYO, YAP (A.), TAN (A.), FORTUNO, CASTELO, TUPAS, ANGARA-CASTILLO, RODRIGUEZ (M.), SANTOS-RECTO, TAMBUNTING, PINEDA, ROMERO, TAN (S.), MERCADO, BAG-AO, BORDADO, BOLILIA, OLIVAREZ, VILLARIN, ROQUE (H.), FORTUN, ALVAREZ (F.), SARMIENTO (C.), ALEJANO, MENDOZA, GONZALES (A.P.), MACEDA, NIETO, ROMUALDO, PIMENTEL, BELMONTE (R.), SAVELLANO, DALIPE, ABAYON, PANGANIBAN, ERICE, CHIPECO, ESPINO, ANTONIO, BRAVO (M.V.), ARAGONES, BATOCABE, ONG (H.), MANGAOANG, GORRICETA, PALMA, YU, DEFENSOR, MADRONA, BATAOIL, NAVA, GASATAYA, TEJADA, LOBREGAT, ELAGO, SY-ALVARADO, ACOSTA, MARIÑO, BERTIZ, BRAVO (A.), GERON, HERRERA-DY, BERNOS, BULUT-BEGTANG, ALBANO, MONTORO, AQUINO-MAGSAYSAY, GARCIA (J.E.), ZUBIRI, NOGRALES (K.A.), FARIÑAS, SALCEDA, LANETE, DEL MAR, ANTONINO, SAMBAR, ALMONTE, CALIXTO-RUBIANO. CAMINERO, MARQUEZ, LAOGAN, GO (M.), SANGCOPAN, ROMUALDEZ, LOPEZ (M.L.), ROBES, VILLARICA, SARMIENTO (E.M.) AND LAGMAN, PER COMMITTEE REPORT NO. 752

AN ACT INSTITUTIONALIZING THE PANTAWID PAMILYANG PILIPINO PROGRAM (4Ps) TO REDUCE POVERTY AND PROMOTE HUMAN CAPITAL DEVELOPMENT AND PROVIDING FUNDS THEREFOR

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 the
2	"Pantawid Pamilyang Pilipino Program (4Ps) Act".
3	SEC. 2. Declaration of Policy The State recognizes the
4	need to strengthen the solidarity of the family and actively promote
5	its total development.
6	The State further recognizes its obligation to promote a just
7	and dynamic social order that will ensure the prosperity and
8	independence of the nation and free the people from poverty
9	through policies that provide adequate social services, and promote
10	full employment, a standard of living, and an improved quality of
11	life for all.
12	The State furthermore recognizes the need to protect the poor;
13	thus, the State hereby declares it a policy to:
14	(a) Provide assistance to the poor to address their immediate
15	needs;
16	(b) Prioritize investments in human capital and improved
17	delivery of basic services to the poor, particularly education, health
18	and nutrition, with the aim to break the intergenerational cycle of
19	poverty;
20	(c) Empower all women and girls and achieve gender
21	equality;
22	(d) Ensure inclusive and equitable quality education and
23	promote lifelong learning opportunities for all; and
24	(e) Ensure healthy lives and promote well-being for all.
25	SEC. 3. Definition of Terms As used in this Act:
26	(a) Case management refers to a process used by the
27	Department of Social Welfare and Development (DSWD) to enable

the household-beneficiaries improve their functioning by dealing with their difficulties specifically in complying with the conditionalities of the Pantawid Pamilyang Pilipino Program (4Ps);

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- (b) Compliance verification refers to the checking and monitoring undertaken to ensure that the qualified household-beneficiaries comply with conditions for entitlement set forth by the Pantawid Pamilyang Pilipino Program (4Ps);
- (c) Conditional cash grant refers to the amount received by the qualified household-beneficiaries who comply with the conditions for entitlement;
- (d) Extremely poor refers to households, duly identified by the standardized targeting system, whose income falls short of enabling them to provide even just their nutritional requirements;
- (e) Grantee refers to the most responsible adult member of the qualified household-beneficiary authorized to receive the conditional cash transfer;
- (f) Grievance Redress System refers to the mechanism of the DSWD which addresses and resolves issues and concerns related to the implementation of the Pantawid Pamilyang Pilipino Program (4Ps);
- 21 (g) Health facility refers to a barangay health station, rural 22 health unit or primary hospital;
  - (h) Institutionalization refers to making the Pantawid Pamilyang Pilipino Program (4Ps) an added function of the DSWD and a regular program funded from its annual appropriation;
- 26 (i) *Poor* refers to households whose income falls below the 27 poverty threshold as defined by the National Economic and

Development Authority (NEDA) and cannot afford in a sustained manner to provide their minimum basic needs of food, health, deducation, housing and other essential amenities of life;

- (j) Preventive health checkup refers to health services comprising of complete immunization, deworming, weight monitoring and management of childhood diseases;
- (k) Qualified household-beneficiaries refer to households identified by the DSWD for entitlement of the monthly conditional cash grant;
- (l) Responsible person refers to the parent or guardian in the qualified household-beneficiary; and
- (m) Standardized Targeting System refers to a system for identifying who and where the poor households are through the generation of socioeconomic database of poor households that is adopted by national government agencies and implemented by the DSWD.
- SEC. 4. The Pantawid Pamilyang Pilipino Program (4Ps). The 4Ps is the national poverty reduction strategy that provides conditional cash transfer to poor households for a maximum period of five (5) years to improve their health, nutrition and education.
- SEC. 5. Selection of Qualified Household-Beneficiaries. On a nationwide basis, the DSWD shall select qualified household-beneficiaries of the 4Ps using a standardized targeting system. It shall conduct a revalidation of targeting of beneficiaries every three (3) years.
- SEC. 6. Local Verification Committee. A Local Verification Committee shall be created in every municipality or city composed

of two (2) local government unit representatives, a midwife from the barangay, a representative of a DSWD-accredited civil society organization, and the school head as designated by the Department of Education (DepEd).

The Committee shall be tasked to ensure that the initial list of beneficiaries satisfies the eligibility requirements set forth under this Act.

SEC. 7. Conditional Cash Transfer to Beneficiaries. – Subject to certain conditions, each qualified household-beneficiary shall receive a conditional cash transfer equivalent to Two thousand two hundred pesos (P2,200.00) per month for health/nutrition and education expenses of a maximum of three (3) children or the equivalent of Twenty-six thousand four hundred pesos (P26,400.00) per qualified household-beneficiary per year.

SEC. 8. Coverage in the National Health Insurance Program (NHIP). — All beneficiaries of 4Ps as identified by the DSWD shall be covered in the NHIP. The necessary funding for their coverage shall be sourced from revenue generated pursuant to Republic Act No. 10351, otherwise known as the "Sin Tax Reform Act of 2012".

SEC. 9. Mode of Cash Transfer. — The DSWD shall provide beneficiaries with direct and secured access to cash grants through any number of authorized government depository banks (AGDBs). For localities not adequately served by an AGDB, the DSWD may, by itself or through an AGDB, contract the services of rural banks, thrift banks, cooperative banks, and institutions engaged in money remittances duly accredited by the Bangko Sentral ng Pilipinas (BSP).

1	SEC. 10. Periodic Assessment The amounts indicated in
2	Section 7 of this Act shall be made available to the qualified
3	household-beneficiaries during the first two (2) years of the
4	implementation of this Act. Reasonable adjustments may thereafter
5	be made by the President, if necessary, upon recommendation by
6	the DSWD, in consultation with the NEDA, the Department of
7	Finance (DOF) and the Department of Budget and Management
8	(DBM), after taking into account the rates of inflation and similar
9	economic indicators.

The DSWD shall ensure that the grant rates are sufficient to make a positive impact on the health, nutrition and education of grantees: *Provided*, That it shall ensure that the grant will not serve as a disincentive for family members to work and improve their economic conditions.

SEC. 11. Conditions for Entitlement. – All qualified household-beneficiaries shall comply with all of the following conditions as a requirement for continued program eligibility:

- (a) Children zero (0) to five (5) years old must receive regular preventive health checkups and vaccinations;
- 20 (b) Children one (1) to eighteen (18) years old must avail of 21 deworming pills at least twice a year;
  - (c) Children three (3) to four (4) years old must attend day care or preschool classes at least eighty-five percent (85%) of the time;
  - (d) Children five (5) to eighteen (18) years old must attend elementary or secondary classes at least eighty-five percent (85%) of the time;

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(e) F	regnant	women	must	avail	of	pre-	and	postnatal	care
and give bi	irth with	the assi	stance	of a	skill	led or	trai	ned health	care
professiona	al in a hea	alth faci	lity;						

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- (f) At least one (1) responsible person must attend family development sessions conducted by the DSWD, at least once a month; and
- (g) At least one (1) responsible person must join and complete at least two (2) government recognized or accredited NGO-sponsored skills training programs or must be engaged in livelihood activities.

SEC. 12. Noncompliance with Conditions. — The responsible person of a reported qualified household-beneficiary who fails to comply with the conditions set forth in Section 11 of this Act shall at first be notified in writing. After four (4) months of noncompliance, the household-beneficiary shall be subject to case management. If despite the case management, the qualified household-beneficiary continues to be noncompliant, the benefits under this Act may be suspended.

Should the qualified household-beneficiary so notified persist in not complying with the conditions within a period of one (1) year, the conditional cash grant shall be canceled.

SEC. 13. Loan Assistance. — Pursuant to Section 11 of this Act, responsible persons who successfully completed the required skills training programs may be granted loan assistance as their initial capital by the appropriate government agency that will implement relevant programs.

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1	SEC. 14. Lead Agency The DSWD shall serve as the
2	central planning, coordinating, implementing and monitoring body
3	of the 4Ps.
4	In the implementation of this Act, the DSWD shall perform
5	the following functions:
6	(a) Select and use an appropriate, effective and cost efficient
7	method to identify and select qualified household-beneficiaries;
8	(b) Identify and select the target household-beneficiaries on
9	the basis of a uniform, objective and transparent selection process;
10	(c) Conduct seminar-workshops and training programs in
11	order to educate qualified household-beneficiary about the
12	conditions and other actions pertinent to this Act;
13	(d) Coordinate with different national and local agencies,
14	including organizations from the private sector to ensure full
15	implementation of statutory commitments herein;
16	(e) Set up monitoring and evaluation systems and
17	methodologies on compliance of conditions, implementation of
18	operations, and output and impact assessments. It shall also
19	coordinate with the Advisory Council and with the Independent
20	Monitoring Committee at the national, regional and municipal
21	levels, to verify compliance on a monthly basis, using the
22	monitoring and evaluation systems designed for the purpose;

(f) Recommend to the President measures and policies for the

(g) Coordinate with different national and local agencies, to

maintain and update objective poverty maps which will be checked

responsive delivery of the commitments under this Act;

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and cross-checked periodically against duplications and inaccurate or erroneous information;

- (h) Formulate implementing rules and guidelines for the enforcement of this Act;
- (i) Submit an annual report to Congress on all aspects of its operations, financial status and other relevant data; and
- (j) Perform such other functions as may be necessary or incidental to the proper implementation of the provisions of this Act.
- SEC. 15. Grievance Committee. The representative of the DSWD shall head the Grievance Committee which is tasked to accept complaints and grievances pertaining to the features of 4Ps that may arise within their respective territorial jurisdictions. Using the Grievance Redress System, it shall conduct investigations in specific cases and dispose cases filed in connection thereto.
- SEC. 16. Advisory Council. An Advisory Council shall be created at the municipal, regional, and national levels to monitor and assess actions and activities relative to the implementation of the 4Ps. At the national level, it shall be chaired by the Office of the Cabinet Secretary (OCS) and may be composed of representatives from the DSWD, DepEd, Technical Education and Skills Development Authority (TESDA), Department of Health (DOH), Philippine Health Insurance Corporation (PhilHealth), Department of the Interior and Local Government (DILG), Department of Trade and Industry (DTI), Department of Labor and Employment (DOLE), National Anti-Poverty Commission (NAPC), the NEDA, the DBM,

the DOF, the local government unit concerned, and accredited NGOs, as members.

SEC. 17. Regular Monitoring. — The DSWD shall monitor the implementation of the 4Ps and report its status at least every five (5) years in order to ensure the attainment of the goals enumerated in Section 2 of this Act.

SEC. 18. Independent Monitoring Committee. — An Independent Monitoring Committee shall be created at the municipal, regional, and national levels, composed of representatives from the private sector and civil society organizations (CSOs) to complement the monitoring activities of the DSWD and provide feedback thereto for proper action. It shall submit a report on the results of its monitoring activities relative to the implementation of the 4Ps to the Advisory Council.

SEC. 19. Convergence of Programs and Services. — Within the framework of a national poverty alleviation strategy, the various agencies of government implementing multi-stakeholder programs and services for the poor shall guarantee that the same complement and converge seamlessly with the aim of ensuring that the targeted household-beneficiaries are alleviated from poverty and remain nonpoor even after the prescribed maximum period for the conditional cash grant. Further, such convergence shall focus on the enhancement of operational efficiency and strengthening of interagency partnership. The government shall monitor the performance of these agencies to ensure the sustainability and positive impact of its pro-poor programs.

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Sec. 20. Report of the Program. - The DSWD shall, annually, publish a full report of the 4Ps covering the previous fiscal year. The said report shall include financial disclosures, number of households included in the 4Ps, and recommendations to the President and to Congress on how to further enhance it. This report shall be submitted to Congress before the submission of the President's Budget Message.

Sec. 21. Program Transparency. - The DSWD shall regularly post and update on its website a report of financial disclosures and information about beneficiaries based on geographical areas, social, economic and cultural circumstances.

Sec. 22. Joint Congressional Oversight Committee. - Upon the effectivity of this Act, a Congressional Oversight Committee, hereafter referred to as the 4Ps Oversight Committee, is hereby constituted. This Committee shall set the overall framework to review the implementation of this Act. It shall likewise determine inherent weaknesses in the law and recommend necessary remedial legislation or executive measures. The 4Ps Oversight Committee 18 shall be composed of fourteen (14) members with the chairpersons of 19 Committee on Poverty Alleviation of the House of 20 Representatives, and the Committee on Social Justice, Welfare and 21 Rural Development of the Senate as cochairpersons; and six (6) 22 members from each House, to be designated by the Speaker of the 23 House of Representatives, and by the Senate President, 24 respectively. For purposes of determining remedial legislation, the 25 4Ps Oversight Committee shall, within two (2) years after the 26 effectivity of this Act, conduct a sunset review which shall include a 27

systematic evaluation of the impact of this Act, accomplishments of the 4Ps, and the performance of its implementing agencies.

SEC. 23. Appropriations. — The amount necessary to carry out the provisions of this Act shall be charged against those authorized in the current and subsequent General Appropriations Acts.

The appropriation shall continue until the 4Ps has covered sixty percent (60%) of the total number of extremely poor households in the Philippines, as may be determined by the Philippine Statistics Authority (PSA) at the time of the enactment of this Act. The appropriation shall be included in the annual appropriation of the DSWD.

SEC. 24. Penalty. — Any person, public or private, whether or not acting in conspiracy with public officials, who, by act or omission, inserts or allows the insertion of data or false information, or who diverts from what ought to be contained in the registry, with the view of altering the fact, or aiding in the grant of the money to persons other than the qualified household-beneficiaries, shall be penalized with imprisonment of not less than one (1) month but not more than six (6) months, or a fine of not less than Ten thousand pesos (P10,000.00) but not more than Twenty thousand pesos (P20,000.00), or both imprisonment and fine, at the discretion of the court.

Administrative sanctions shall be imposed without prejudice to prosecution in the proper courts.

SEC. 25. Implementing Rules and Regulations. — Within six (6) months from the effectivity of this Act, the Secretary of the

DSWD shall, in coordination with appropriate government departments and agencies, with the participation of the local government units, promulgate the necessary rules and regulations to carry out the provisions of this Act.

SEC. 26. Separability Clause. — If any provision or part of this Act is held unconstitutional or invalid, the remaining parts or provisions not affected shall remain in full force and effect.

SEC. 27. Repealing Clause. – Any law, presidential decree or issuance, executive order, letter of instruction, administrative order, rule or regulation contrary to or inconsistent with the provisions of this Act is hereby repealed, modified, or amended accordingly.

SEC. 28. Effectivity. – This Act shall take effect fifteen (15) days after its publication in the Official Gazette or in any newspaper of general circulation.

Approved,