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Second Regular Session

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HOUSE OF REPRESENTATIVES

H. No. 4913

By Representatives Nepomuceno, Villar, Abayon, Andaya, Lapus and Teves, per Committee Report No. 1203

AN ACT CONVERTING THE PAMPANGA AGRICULTURAL COLLEGE IN THE MUNICIPALITY OF MAGALANG, PROVINCE OF PAMPANGA INTO A STATE UNIVERSITY TO BE KNOWN AS THE STATE AGRICULTURAL UNIVERSITY OF PAMPANGA (SAUP) AND APPROPRIATING FUNDS THEREFOR

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

- SECTION 1. Conversion. The Pampanga Agricultural College in the
 Municipality of Magalang, Province of Pampanga is hereby converted into a
 state university to be known as the State Agricultural University of Pampanga
 (SAUP), hereinafter referred to as the University.
 - SEC. 2. General Mandate. The University shall primarily provide advanced instruction and professional training in agriculture, science and technology, education and other related fields. It shall also undertake research and extension services, and provide progressive leadership in these areas.
- 9 SEC. 3. Curricular Offerings. The University shall offer undergraduate, graduate and short-term technical courses within its areas of

- specialization and according to its capabilities as the Board of Regents may
- deem necessary to carry out its objectives in order to meet the needs of the
- 3 Province of Pampanga and Region III: Provided, That the University shall
- 4 retain its original mandate as primarily an agricultural institution: Provided,
- 5 further, That in the case of graduate courses, the University shall strengthen its
- 6 Masteral and Doctorate Degree Programs in Agriculture and Allied Courses.
 - The existing high school shall be transferred to the jurisdiction and supervision of the Department of Education (DepEd): *Provided*, That the high school shall be allowed to remain and operate within the campus of the University until the existing students shall have completed their high school
- education: *Provided, further*, That the University may operate a reasonably-
- sized laboratory school, if it has a college of education.
- SEC. 4. Administration. The University shall have the general powers
- of a corporation set forth in Batas Pambansa Blg. 68, as amended, otherwise
- known as "The Corporation Code of the Philippines". The administration of
- the University and the exercise of its corporate powers shall be vested
- exclusively in the Board of Regents and the president of the University insofar
- 18 as authorized by the Board.
- 19 SEC. 5. The Governing Board. The governing board of the
- 20 University shall be the Board of Regents, hereinafter referred to as the Board,
- 21 which shall be composed of the following:
 - (a) The chairperson of the Commission on Higher Education (CHED),
- 23 chairperson;

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- 24 (b) The president of the University, vice chairperson;
- 25 (c) The chairperson of the Committee on Education, Arts and Culture of the Senate, member:
- 27 (d) The chairperson of the Committee on Higher and Technical Education of the House of Representatives member;

1	(e) The regional director of the National Economic and Development
2	Authority (NEDA), where the main campus of the University is located,
3	member;
4	(f) The regional director of the Department of Agriculture (DA),
5	member;
6	(g) The president of the faculty association of the University, member;
1 7	(h) The president of the student council of the University, member;
8	(i) The president of the alumni association of the University, member;
9	and
10	(j) Two prominent citizens from the private sector who have
11	distinguished themselves in their professions or fields of specialization of the
12	University, members.
13	The Board shall appoint the two prominent citizens from among a list of
14	at least five persons qualified in the Municipality of Magalang or the Province
15	of Pampanga, as recommended by the search committee constituted by the
16	University president, in consultation with the chairperson of the CHED based
17	on the normal standards and qualifications for the position set by the Board.
18	The term of office of the president of the faculty associations, the
19	president of the student councils and the president of the alumni association
20	shall be coterminous with their respective terms of office, as set forth in their
21	constitutions and bylaws.
22	The two prominent citizens shall serve for a term of two years from the
23	date of appointment.
24	SEC. 6. Promulgation and Implementation of Policies The Board
25	shall promulgate and implement policies in accordance with the declared State
26	policies on higher education and other pertinent provisions of the Constitution
27	on education, agriculture, science and technology, as well as the policies,

standards and thrusts of the CHED under Republic Act No. 7722, otherwise known as the "Higher Education Act of 1994".

- SEC. 7. Powers and Duties of the Board of Regents. The Board shall have the following specific powers and duties, in addition to its general powers of administration and the exercise of all the powers granted to the board of directors of a corporation under existing laws:
- (a) To promulgate rules and regulations as may be necessary to carry out the purposes and functions of the University;
- (b) To receive and appropriate all sums as may be provided for the support of the University in the manner it may determine, in its discretion, in order to carry out the powers and functions of the University;
- (c) To import duty-free economic, technical and cultural books and/or publications, upon certification by the CHED that such imported books and/or publications are for economic, technical, vocational, scientific, philosophical, historical or cultural purposes, in accordance with the provisions of the Tariff and Customs Code, as amended;
- (d) To receive in trust legacies, gifts and donations of real and personal properties of all kinds and to administer and dispose of the same when necessary for the benefit of the University, and subject to the limitations, directions and instructions of the donor, if any.

Such donations shall be exempt from the donor's tax and the same shall be considered as allowable deductions from the gross income in the computation of the income tax of the donor, in accordance with the provisions of the National Internal Revenue Code (NIRC), as amended: *Provided,* That such donations shall not be disposed of, transferred or sold;

(e) To fix the tuition fees and other necessary school charges, such as, but not limited to, matriculation fees, graduation fees and laboratory fees, as

the Board may deem proper to impose, after due consultations with the involved sectors.

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Such fees and charges, including government subsidies and other income generated by the University, shall constitute special trust funds and shall be deposited in any authorized government depository bank, and all interests that shall accrue therefrom shall form part of the same funds for the use of the University.

Any provision of existing laws, rules and regulations to the contrary notwithstanding, any income generated by the University from tuition fees and other charges, as well as from the operation of auxiliary services and land grants shall be retained by the University, and may be disbursed by the Board for instruction, research, extension or other programs/projects of the University: *Provided*, That all fiduciary fees shall be disbursed for the specific purpose for which they are collected.

If, for reasons beyond its control, the University shall not be able to pursue any project for which funds have been appropriated and allocated under its approved program of expenditures, the Board may authorize the use of said funds for any reasonable purpose which, in its discretion, may be necessary and urgent for the attainment of the objectives and goals of the University;

- (f) To adopt and implement a socialized scheme of tuition and school fees for greater access to poor but deserving students;
- (g) To authorize the construction or repair of its buildings, machinery, equipment and other facilities, and the purchase and acquisition of real and personal properties, including necessary supplies, materials and equipment;
- (h) To appoint, upon recommendation of the president of the University, vice presidents, deans, directors, heads of departments, faculty members and other officials and employees of the University;

- officials and employees subject to the provisions of the Revised Compensation and Position Classification System and other pertinent budget and compensation laws governing hours of service and such other duties and conditions as it may deem proper; to grant them, at its discretion, leaves of absence under such regulations as it may promulgate, any provisions of existing laws to the contrary notwithstanding; and to remove them for cause in accordance with the requirements of due process of law;
- (j) To approve the curricula, instructional programs and rules of discipline drawn by the administrative and academic councils herein provided;
 - (k) To set policies on admission and graduation of students;
- (1) To award honorary degrees upon persons in recognition of their outstanding contribution in the fields of agriculture, public service, arts, science and technology, education or in any field of specialization within the academic competence of the University; and to authorize the awarding of certificates of completion of nondegree and nontraditional courses;
- (m) To establish and absorb nonchartered tertiary institutions within the Province of Pampanga as branches and extension centers in coordination with the CHED and in consultation with the Department of Budget and Management (DBM), and to offer therein programs or courses to promote and carry out equal and greater access to educational opportunities as mandated by the Constitution;
- (n) To establish research and extension centers of the University where such will promote the development of the latter;
- (o) To establish chairs in the University and to provide fellowships for qualified faculty members and scholarships to deserving students;
- (p) To delegate any of its powers and duties provided for hereinabove to the president or officer-in-charge and/or other officials of the University as

it may deem appropriate, so as to expedite the administration of the affairs of the University;

- (q) To authorize an external management audit of the University, to be financed by the CHED, subject to Commission on Audit rules and regulations; and to institute reforms, including academic and structural changes on the basis of audit results and recommendations;
- (r) To collaborate with other governing boards of the state universities and colleges within the Province of Pampanga or Region III, under the supervision of the CHED and in consultation with the DBM, and work towards the restructuring of the University to become more efficient, relevant, productive and competitive;
- (s) To enter into joint ventures with business and industry for the profitable development and management of the economic assets of the University, the proceeds from which shall be used for the development and strengthening of the same;
- (t) To develop consortia and other economic forms of linkages with local government units, institutions and agencies, both public and private, local and foreign, in furtherance of the purpose and objectives of the University;
- (u) To develop academic arrangements for institutional capability building with appropriate institutions and agencies, public and private, local and foreign, and to appoint experts/specialists as consultants, part time or visiting or exchange professors, scholars or researchers, as the case may be;
- (v) To set up the adoption of modern and innovative modes of transmitting knowledge such as the use of information technology, the dual system, open learning or distance education and community laboratory for the promotion of greater access to higher education and graduate studies, as the case may be;

(w) To establish policy guidelines and procedures for participative decision-making and transparency within the University;

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- (x) To privatize, where most advantageous to the University, the management of nonacademic services such as health, food, building or grounds or property maintenance and such other similar activities; and
- (y) To extend the term of the president of the University beyond the age of retirement but not beyond the age of seventy (70), whose performance has been unanimously rated by the governing board as outstanding based on the guidelines, qualifications and/or standards set by the Board, after unanimous recommendation by the search committee.
- SEC. 8. Meetings of the Board. The Board shall regularly convene at least once every quarter. However, the chairperson of the Board may, upon three days' prior written notice, call a maximum of two special meetings whenever necessary.

A quorum of the Board shall consist of majority of all its members holding office at the time of the meeting: *Provided, however*, That the chairperson of the Board or the president of the University is among those present in the meeting.

In the absence of the chairperson of the CHED, a commissioner of the CHED, duly designated by him/her shall represent him/her in the meeting with all the rights and responsibilities of a regular member: *Provided, however,* That during this meeting, the president of the University as vice chairperson shall be the presiding officer: *Provided, further*, That this *proviso* notwithstanding, the chairperson of the CHED is hereby authorized to designate a CHED commissioner as the regular chair of the Board in which case said CHED commissioner shall act as the presiding officer.

In case the chairpersons of the Congressional Committees on Education shall not be able to attend the Board meeting, they may duly designate their respective representatives to attend the said meeting, who shall have the same rights and responsibilities as a regular member of the Board.

The members of the Board shall not receive any salary but shall be entitled to reimbursements for actual and necessary expenses incurred, either in their attendance to meetings of the Board or in connection with their official business authorized by resolution of the Board, subject to pertinent existing laws and regulations.

SEC. 9. The University President. – The University shall be headed by a president who shall render full-time service. He/she shall be appointed by the Board upon the recommendation of a duly constituted search committee. He/she shall have a term of four years and shall be eligible for reappointment for another term: Provided, That in order to effect a smooth transition to a state university, the incumbent president of the Pampanga Agricultural College, if qualified, shall be the first president of the University.

Within six months before the expiration of the term of office of the incumbent president of the SAUP, the Board shall constitute the Search Committee for the Presidency (SCP).

In case of vacancy in the office of the president by reason of death, compulsory retirement, resignation, removal for cause or incapacity of the president to perform the functions of his/her office, the Board shall have the authority to designate an officer-in-charge of the University, pending the appointment of a new president.

In case of vacancy in the office of the president as mentioned in the immediately preceding paragraph, his/her successor or the officer-in-charge shall hold office for the unexpired term only.

The powers and duties of the president of the University, in addition to those specifically provided in this Act, shall be those usually pertaining to the office of the president of similar universities and those delegated by the Board.

The salary of the president of the University shall be in accordance with the Revised Compensation and Position Classification System and shall be comparable to that being received by the presidents of similar educational institutions.

The president of the University shall be assisted by a vice president for academic affairs, who shall be appointed by the Board upon recommendation of the president without prejudice to the appointment of more than one vice president.

SEC. 10. The Administrative Council. – There shall be an administrative council consisting of the president of the University as chairperson, vice president(s), deans, directors and other officials of equal rank as members, whose duty is to review and recommend to the Board the policies governing the administration, management and development planning of the University.

SEC. 11. The Academic Council. – There shall be an academic council with the president of the University as chairperson and all the members of the academic staff with the rank of not lower than assistant professor as members.

The academic council shall have the power to review and recommend the curricular offerings and rules of discipline of the University, subject to the approval of the Board. It shall fix the requirements for the admission of students, as well as for their graduation and conferment of degrees, subject to review and/or approval by the Board through the president of the University. It shall have the disciplinary power over students of the University and shall formulate academic policies and rules and regulations on discipline, subject to the approval of the Board.

SEC. 12. The Secretary of the University. – The Board shall appoint a secretary, who shall serve as such for both the Board and the University and

shall keep all records and proceedings of the Board. He/she shall serve upon each member of the Board the appropriate notice of the Board's meetings.

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- SEC. 13. The Treasurer of the University. The Treasurer of the Philippines shall be the ex officio treasurer of the University.
 - SEC. 14. Faculty. No political beliefs, gender preference, cultural or community affiliation or ethnic origin, religious opinion or affiliation shall be a matter of inquiry in the appointment of faculty members of the University: *Provided*, That said appointment shall be subject to the guidelines, qualifications and/or standards set by the Board: *Provided*, *further*, That no member of the faculty shall teach for or against any particular church or religious sect.
 - SEC. 15. Scholarship Program/Admission. The University shall provide a scholarship program and other affirmative action programs to assist poor but deserving students who qualify for admission to the University.
 - No student shall be denied admission to the University by reason of sex, religion, cultural or community affiliation or ethnic origin.
 - SEC. 16. Academic Freedom and Institutional Autonomy. The University shall enjoy academic freedom and institutional autonomy, pursuant to Paragraph 2, Section 5 of Article XIV of the Constitution of the Republic of the Philippines.
 - SEC. 17. Authority to Loan or Transfer Apparatus/Equipment/
 Supplies and Detail of Personnel. The heads of bureaus and offices of the
 national government are hereby authorized to loan or transfer, upon request of
 the president of the University, such apparatus, equipment or supplies as may
 be needed by the University, and to detail employees for duty therein when, in
 the judgment of the bureau or office, such apparatus, equipment, supplies or
 services of such employees can be spared without serious detriment to the
 public service.

The employees so detailed shall perform such duties as required of them by the president of the University, and the time so employed shall be counted as part of their regular services.

SEC. 18. Assets, Liabilities and Personnel. – All assets, real and personal, personnel and records of the Pampanga Agricultural College, as well as liabilities or obligations, are hereby transferred to the University. The positions, rights and security of tenure of faculty members and personnel therein employed under existing laws prior to the conversion into a University shall be respected.

All parcels of land belonging to the government occupied by the Pampanga Agricultural College are hereby declared to be the property of the SAUP and shall be titled under that name: *Provided,* That should the University cease to exist or be abolished, or should such parcels of land aforementioned be no longer needed by the University, the same shall revert to the Province of Pampanga.

- SEC. 19. Appropriations. The amount necessary to carry out the provisions of this Act shall be charged against the current year's appropriations of the Pampanga Agricultural College, except the sums needed to continue the operations of the existing high school. Thereafter, such sums as may be necessary for the continued operation and maintenance of the SAUP shall be included in the annual General Appropriations Act.
- SEC. 20 Development Plan, Management Audit, Organizational/Administrative Academic Structure. Within the period of one hundred twenty (120) days after the approval of this Act, the University shall accomplish the following:
- (1) Submit a five-year development plan, including its corresponding program budget to the CHED, for appropriate recommendation to the DBM;
 - (2) Undergo a management audit in cooperation with the CHED; and

- Accordingly set up its organizational, administrative as well as 1 academic structure, including the appointment of University key officials. 2 SEC. 21. Filing of Report. - On or before the fifteenth (15th) day of the 3 second month after the opening of the regular classes each year, the Board 4 shall file with the Office of the President of the Philippines through the 5 chairperson of the CHED, and with both Houses of Congress a detailed report 6 on the progress, conditions and needs of the University. 7 SEC. 22. Suppletory Application. - The provisions of Republic Act No. 8 8292, otherwise known as the "Higher Education Modernization Act of 1997", 9 shall be an integral part of this Act and shall serve as part of the governing 10 charter of the University. 11 SEC. 23. Parity Clause. - All other powers, functions and privileges, 12 responsibilities and limitations to state universities and/or their officials under 13 14 existing laws shall be deemed granted to or imposed upon the University 15 and/or its officials whenever appropriate. 16 SEC. 24. Implementing Rules and Regulations. - The Board, in 17 consultation with the CHED, shall formulate the guidelines to fully implement 18 the provisions of this Act. 19 SEC. 25. Separability Clause. - If, for any reason, any part or provision 20 of this Act is declared invalid or unconstitutional, the remaining parts or
- SEC. 26. Repealing Clause. All laws, presidential decrees, executive orders, rules and regulations contrary to or inconsistent with the provisions of this Act are hereby repealed, amended or modified accordingly.

provisions not affected shall remain in full force and effect.

SEC. 27. Effectivity. – This Act shall take effect fifteen (15) days after its publication in two newspapers of general circulation.

Approved,