CONGRESS OF THE PHILIPPINES EIGHTEENTH CONGRESS} Second Regular Session

## **HOUSE OF REPRESENTATIVES**

H. No. 9524

BY REPRESENTATIVES DAGOOC, DE JESUS, GUYA, EBCAS, ORTEGA, UY (J.), REVILLA, VILLANUEVA (N.), NAVA, UMALI (M.V.), PINEDA, SAVELLANO, PALMA, MANGUDADATU, JAVIER, Momo, Ty (D.), Salo, Jalosjos, Ong (J.), Plaza, Sanchez, Umali (A.), Marquez, ROMUALDEZ (F.M.), SUAREZ (A.), TULFO, NOLASCO, MATUGAS, SINSUAT, PADUANO, PACQUIAO (R.), SALCEDA, VILLAFUERTE, LAGON, ROMULO, OLIVAREZ, TADURAN, TUPAS, CARI, GONZALES (N.), SIAO, DY (F.), NIETO, CASTRO (F.L.), BAUTISTA-BANDIGAN, ROBES, CO (E.), HOFER, BILLONES, COLLANTES, LEACHON, ABUEG-ZALDIVAR, FERRER (L.), CHUNGALAO, FORTUNO, VILLA, ECLEO, BOLILIA, BASCUG, SANGCOPAN, BARONDA, DIMAPORO (A.), PEÑA, BORDADO, BARBERS, ALMARIO, SY-ALVARADO, GARBIN, JIMENEZ, CHIPECO, ROQUE, BIRON, TAN (S.A.), VELOSO, DALIPE, ARROYO, SILVERIO, CUARESMA, MALAPITAN, CALDERON, PANOTES, UY (R.), TUTOR, KHO (W.), GORRICETA, GARCIA (P.J.), ESTRELLA, LARA, FORTUN, FERNANDEZ, CAOAGDAN, FERNANDO, CABATBAT, DELOS SANTOS, CASTRO (F.H.), PIMENTEL, ABU, CAMINERO, DELOSO-MONTALLA, ANGARA, DEL MAR, ROMERO, DALOG, DUJALI, DIMAPORO (M.K.), TAN (S.), BUSTOS, ROMUALDEZ (Y.M.), SAGARBARRIA. LEGARDA, FARIÑAS (R.C.), AGARAO, GARIN (S.), OAMINAL, ALBANO, DY (I.P.), CELESTE, ZARATE, CO (A.N.), TOLENTINO, HERNANDEZ, ERIGUEL, CABREDO, NUÑEZ-MALANYAON, MADRONA, VARGAS ALFONSO, KHO (E.), TAMBUNTING, MACAPAGAL ARROYO, VARGAS, SUAREZ (D.), VERGARA, FUENTEBELLA, TAN (A.S.), MARIANO-HERNANDEZ, PADIERNOS AND VILLARICA, PER COMMITTEE REPORT No. 1019

## AN ACT PROVIDING FOR MANDATORY INSURANCE COVERAGE AND BENEFITS FOR ALL LINE WORKERS

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

1 SECTION 1. Short Title. - This Act shall be known as the "Line Worker 2 Insurance and Benefits Act." 3 SEC. 2. Declaration of Policy. - The State recognizes the role of the electrical line workers in the quest for sustainable economic development 4 through the continuous and reliable supply of electricity, not only in 5 residential dwellings, but most importantly, in commercial and industrial 6 7 establishments, specifically in the countryside and rural areas, as envisioned by the Rural Electrification Program, and the risk they encounter in the 8 performance of their duties and responsibilities. As such, it shall provide 9 10 measures that recognize the contributions of line workers to nation-building particularly in the transmission and distribution sectors of the power industry 11 12 by ensuring that their employers are providing them insurance coverage and other benefits in addition to what is provided for regularly by existing labor 13 14 laws. SEC. 3. Definition of a Line Worker. - As used in this Act, line workers 15 shall refer to any person including crew, drivers, and helpers, who are directly 16 17 responsible for the construction, installation, maintenance, reconstruction, and repair of overhead transmission and distribution electrical systems, 18

- 1 including underground cables, electrical substations, and other related
- 2 electrical equipment and facilities.

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- 3 SEC. 4. Coverage This Act shall cover all line workers in the power
- 4 industry sector as defined in Section 3 hereof, including those working in
- 5 private distribution utilities (PDUs), electric cooperatives (ECs), and
- 6 transmission or grid operator.
- 7 SEC. 5. Mandatory Insurance Coverage. All line workers shall be
- 8 entitled to life and accident or disability insurance benefits in accordance with
- 9 the following minimum required coverage schedule:
- A. In the case of distribution utilities, the insurance coverage requirement
- shall be calibrated according to the following classification:

Classification	Minimum Insurance Coverage (Philippine Peso)
MEDIUM	400,000
LARGE	600,000
EXTRA LARGE	800,000
MEGA LARGE	1,000,000

- B. For the transmission or grid operator, the minimum insurance coverage
- 13 shall be Two million pesos (P2,000,000.00).
- 14 The coverage shall be effective upon the commencement of their
- employment until their separation from the company, either by resignation,
- 16 termination, or retirement. The insurance premium payments shall be
- shouldered entirely by the employer.
- 18 Employers who are already providing insurance coverage to their line
- 19 workers equal to or more than the minimum requirement as prescribed herein
- 20 are no longer required to make adjustments to their insurance coverage.
- 21 Otherwise, they should augment the amount of coverage to comply with this
- 22 Act: Provided, That in no way shall this Act be construed to diminish or reduce
- 23 any insurance coverage which the line workers are already receiving or any

- 1 entitlements under existing laws, company policy, or employment contract
- 2 between the employer and the employees.
- 3 SEC. 6. Mandatory Benefits. In addition to the mandated insurance
- 4 coverage, the employers of line workers shall also ensure the provision of the
- 5 following mandatory benefits:
  - (a) Retirement benefits
- 7 (b) Mortuary assistance
- 8 (c) Disability benefits

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- 9 (d) Reimbursement of actual medical expenses in case of death, accident,
- sickness, disability or injury sustained by the line worker in the line of duty:
- 11 Provided, That when a line worker participates in power restoration and
- 12 rehabilitation efforts in calamity-stricken areas or similar engagements
- 13 hosted by an entity other than the employer of the line worker, such host
- entity shall provide the line worker with benefits similar to those provided
- under this Section and as may be allowed by its financial capacity to cover
- death, accident, sickness, disability or injury sustained by the line worker
- 17 during such engagement.
- 18 The Department of Labor and Employment (DOLE), in consultation with
- stakeholders, shall provide comprehensive list of all other benefits that line
- 20 workers should be entitled to in addition to the above mandatory benefits and
- 21 the same shall be incorporated in the rules and regulations to be issued to
- 22 implement this Act.

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- SEC. 7. Disqualifications from Benefits. No benefits shall be given to
- 24 any lineworker or the lineworker's beneficiaries if and when the death,
- 25 accident, sickness, disability, or injury happened during an unauthorized
- absence or abandonment of office or is caused by any of the following:
- 27 (a) Willful intention to injure or kill oneself;
- 28 (b) Notorious negligence;
  - (c) Failure to observe safety protocols or exercise reasonable care for one's own safety; and
  - (d) Commission of a crime by the line worker.
- SEC. 8. Implementing Rules and Regulations (IRR). Within ninety (90)

days upon approval of this Act, the NEA shall, together with the DOLE, the

Energy Regulatory Commission, and in consultation with the PDUs and ECs,
promulgate and issue the rules and regulations to effectively implement the
provisions of this Act.

SEC. 9. **Separability Clause**. – If for any reason, any part or provision of this Act is declared unconstitutional or invalid, the other parts or provisions hereof, which are not affected thereby, shall continue to be in full force and effect.

8 SEC. 10. **Repeating Clause** - All laws, presidential decrees, executive 9 orders, letters of instruction, administrative rules and regulations or parts 10 thereof, which are contrary to or inconsistent with the provisions of this Act, 11 are hereby repealed or modified accordingly.

SEC. 11. *Effectivity.* - This Act shall take effect fifteen (15) days after its publication in the *Official Gazette* or in a newspaper of general circulation. Approved,