

Republic of the Philippines Department of Environment and Natural Resources Visayas Avenue, Diliman, Quezon City Tel Nos. (632) 929-66-26/28; 929-6635/929-3618/929-4028 IP Phone Trunkline No. 988-3367 Website: http/www.denr.gov.ph/ E-mail: web@denrgov.ph



10 September 2021

MEMORANDUM

FOR/TO

The Undersecretary and Concurrent Director

Special Concerns and Biodiversity Management Bureau

The Assistant Secretary and Concurrent Director

Policy, Planning and Foreign Assisted and Special Projects, and Forest

Management Bureau

The Bureau Directors

Ecosystems Research and Development Bureau

Environmental Management Bureau

Land Management Bureau Mines and Geo-Sciences Bureau

FROM

The Assistant Secretary

Field Operations – Mindanao and Legislative Affairs

SUBJECT

REQUEST FOR COMMENT AND POSITION PAPER ON

SECTION 06, PARAGRAPH S IN RELATIONS TO SECTION 19

OF SENATE BILL NUMBERED (SBN) 1549¹

This pertains to the proposed Section 06, paragraph s in relations to Section 19 of SBN 1549 seeking to vest the Regional Investment and Infrastructure Coordinating Hub (RICH) of Central Luzon with the powers and functions that may be inimical with the mandate of DENR. Senator Richard J. Gordon authored SBN 1549 and Chairs the Committee on Government Corporations and Public Enterprises, which conducted a Technical Working Group (TWG) Meeting on the matter dated on 09 September 2021. Sec. 6(s) in re Sec. 19, thereof, provides:

Section 6. Powers of the RICH. – To carry out its objectives under this Act, the RICH is hereby vested with the following powers and functions:

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(s) To adopt, implement, and enforce ecological and environmental standards and measures for environmental pollution control and management in areas under its jurisdiction;

 $x \times x$

¹For your convenience and reference, ecopy of the updated bill would be emailed as well

Section 19. One-Stop Shops. - Upon the effectivity of this Act, consistent with the pertinent provisions of CREATE and Republic Act No. 11032 or "Ease of Doing Business and Efficient Government Service Delivery Act of 2018", the RICH, in consultation and/or coordination with Central Luzon LGUs and the Anti-Red Tape Authority ("ARTA"), shall establish one-stop shops for businesses that wish to be registered or are registered with the PEZA, the TIEZA, the CDC, the SBMA, the APECO, the AFAB, the RICH, and other IPAs. Such one-stop shops shall process and issue all licenses and permits required for the registration, operation, and maintenance of the said businesses. The RICH, the PEZA, the TIEZA, the CDC, the SBMA, the APECO, the AFAB, and other IPAs and concerned government agencies shall coordinate with and, if necessary, assign a representative in every one-stop shop to attend to assist in the processing. The onestop shops, in coordination with the concerned agencies, shall maintain a unified database and a fully interactive website for online transactions. The one-stop shops shall act upon all applications within three (3) business days upon completion and submission of requirements.

In light of the above mentioned, your Legislative Liaison Office² at denrlegislative@yahoo.com would appreciate having your written comment and position paper, in portable document format (PDF), not later than 17 September 2021, for consolidation and submission to the said Senate Committee.

For information and appropriate action.

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JOAN A. LAGUNDA, DM, DPA, MNSA
Encl: As stated.

² Legislative Liaison Office landline number: 8-920-1761

Request for comment and position paper on Section 06, Paragraph S in relations to Section 19 of Senate Bill No. 1549

From: legis lative (denrlegislative@yahoo.com)

To: director@bmb.gov.ph; adirector@bmb.gov.ph; npd@bmb.gov.ph; wrd@bmb.gov.ph; fmb@denr.gov.ph; denrfmb.ad@gmail.com; fmbpolicysection@gmail.com; odir.erdb@gmail.com; erdb.legal.office@gmail.com; od@emb.gov.ph; fatima_millan@emb.gov.ph; recordsco@emb.gov.ph; denrlmb@yahoo.com; lmblegaldivision@gmail.com; lmb.oad@yahoo.com; central@mgb.gov.ph; legal@mgb.gov.ph; mgb.lsd@gmail.com

Date: Friday, September 10, 2021, 03:13 PM GMT+8

Dear All,

Good Day!

Please find attached document for your perusal. Kindly acknowledge receipt of this email. Thank you.

Department of Environment and Natural Resources Legislative Liaison Office

Visayas Avenue, Diliman, 1100 Quezon City, Philippines denr.gov.ph Tel: 9201761



Memo Request for comment Section 6 Paragraph S Section 19 SBN 1549 RICH.pdf 246kB



01Sep2021.RICH.Bill (2).pdf 170.7kB

EIGHTEENTH (18th) CONGRESS OF THE) REPUBLIC OF THE PHILIPPINES) Third (3rd) Regular Session) SENATE S.B. No. ______

Prepared and submitted by the Committee on Government Corporations and Public Enterprises, with Senator Richard J. Gordon as author thereof.

AN ACT

CREATING THE REGIONAL INVESTMENT AND INFRASTRUCTURE COORDINATING HUB OF CENTRAL LUZON, APPROPRIATING FUNDS THEREFOR, AND FOR OTHER PURPOSES

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

Section 1. Short Title. – This Act shall be known as the "Regional Investment and Infrastructure Coordinating Hub of Central Luzon Act".

Section 2. Objectives. - This Act asserts an overarching strategy for post-COVID-19 pandemic recovery of all regions of the Philippines. It begins with Central Luzon as an eminent engine for economic empowerment encouraging immediate domestic and foreign investments thereto; maximizing its existing interconnected revenue-multiplying and job-generating infrastructure such as highways, airports, and seaports; building a prosperous tax base; upskilling a young, inventive, and energetic labor force; and consolidating efforts to a unified vision, leadership, and blueprint guaranteeing swift socio-economic mobility of proactive stakeholders, sustained humanitarian and ecological development, and international socio-economic excellence of the Philippines in a post-pandemic world.

Section 3. Declaration of Policy. – It is hereby declared the policy of the State to promote equal opportunities to all Filipinos by enabling people, policies, and programs that encourage investments, jobs, and entrepreneurship in manufacturing, tourism, agriculture, commercial, green technologies, startups, and other enterprises that increase capital flow, release dormant capital, spur innovation, inspire nation-building, and generate wealth in a manner that is inclusive of the the creative, caring, compassionate, competitive, and competent Filipino.

The State recognizes the indispensable role of the private sector and the importance of establishing special economic and freeport zones in suitable and strategic locations in Central Luzon to complement existing developments under the auspices of the Bases Conversion Development Authority ("BCDA"), the Subic Bay Metropolitan Authority ("SBMA"), the Clark Development Corporation ("CDC"), the Aurora Economic Zone and Freeport Authority ("APECO"), the Authority of the Freeport Area of Bataan ("AFAB"), the Philippine Economic Zone Authority ("PEZA"), the

Tourism Infrastructure and Enterprise Zone Authority ("TIEZA"), and other investment promotion agencies ("IPAs") through measures that attract foreign and domestic investments, and enrich the Filipino people.

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 Pursuant to this policy, the development, enhancement, and optimization of interconnecting highways, railways, seaports, airports, and other infrastructure in Central Luzon must be leveraged to increase capital flow, effectively address administrative and logistical bottlenecks, decongest Metro Manila, build cities of exemplary sustainable socio-economic development, contribute to the equitable distribution of wealth, serve as a model for quick post-pandemic recovery starting with Central Luzon, which other regions may follow, ensure systematic long-term growth of Central Luzon, increase the productivity of the people and their individual and family incomes, and thus allow Filipinos to climb up the economic ladder.

Section 4. Creation of the Regional Investment and Infrastructure Coordinating Hub. — There is hereby created a body corporate which shall be under the general supervision of the Office of the President to be known as the Regional Investment and Infrastructure Coordinating Hub of Central Luzon, hereinafter referred to as the RICH, which shall have the attribute of perpetual succession and shall be vested with the powers of a corporation.

The RICH shall be organized within thirty (30) days after the approval of this Act and shall absorb and take over the functions of the Subic-Clark Alliance for Development ("SCAD").

RICH shall have jurisdiction over all entities that will be located in the territories identified in the Central Luzon Investment Corridor Master Plan provided under Section 11 of this Act.

Except as otherwise provided for under this Act, the RICH shall be governed by the provisions of Republic Act No. 10149, otherwise known as the "GOCC Governance Act of 2011", and be subject to the regulatory jurisdiction of the Governance Commission for GOCCs ("GCG").

Section 5. *Purposes.* – The RICH shall have the following purposes:

- (a) To develop policies and programs that promote entrepreneurship and attract investments, strengthen micro, small, and medium enterprises ("MSMEs") as well as large business enterprises, facilitate socioeconomic mobility, and create opportunities, incentives, and jobs for the people in Central Luzon particularly during and after the COVID-19 pandemic;
- (b) To promote the migration of industries and a substantial portion of the urban population away from Metro Manila by promoting Central Luzon as a viable alternative venue for business, **investments**, **and opportunities**;
- (c) To optimize the use of existing and future infrastructure in Central Luzon, including highways, railways, seaports, and airports for the development of economic corridors in Central Luzon and eventually, the entire country;

(d) To improve the quality of life of the people of Central Luzon by developing **safe and** sustainable communities where residents live near their workplace, and where essential establishments, such as educational institutions, medical facilities, and utilities, among others, are within close proximity;

- (e) To build a prosperous, technically skilled, and well-educated labor force and tax base combined with existing investments becoming catalysts for unleashing dormant capital, land, labor, and leadership into productive industries within Central Luzon;
- (f) To establish a platform that will encourage partnerships between local government units (LGUs) and IPAs, encourage the private and public sectors to establish new special economic or freeport zones, and provide incentives to attract and maximize domestic and foreign investments in infrastructure to generate more livelihood and employment opportunities for the people in Central Luzon;
- (g) To be a pioneer of orderly change in strengthening the culture of cooperation and improving coordination among the National Government, LGUs, IPAs, and the private sector;
- (h) To spearhead the promotion of investments in Central Luzon locally and internationally under the auspices and assistance of the BCDA, the SBMA, the CDC, the AFAB, the APECO, the PEZA, the TIEZA, and any other IPA, adhering to the principle of global competitiveness which encourages businesses that are focused, fast, friendly, flexible, and forward-looking and establishes supply chains that are diversified, decentralized, and inoculated from global or regional disruptions thus ensuring RICH registered entities to be self-sustaining, income-generating, and revenue-contributing stakeholders in nation-building;
- (i) To create sustainable industrial cities and communities in Central Luzon that balance economic growth and expansion, having regard to environmental protection and preservation, thereby balancing economic progress and future developments;
- (j) To lead as a model entity, within the country starting from Central Luzon, providing the impetus for inclusive, comprehensive, and compassionate socio-economic development across the Philippines and in a post-pandemic milieu;
- (k) To coordinate with the LGUs of Central Luzon for the harmonization of their comprehensive land use plans in line with existing plans for the Subic-Clark-Tarlac area with a view towards the creation of the Central Luzon Master Development Plan; and
- (I) To establish Central Luzon as a research and development center for advanced and emerging information science technologies.
- Section 6. Powers of the RICH. To carry out its objectives under this Act, the RICH is hereby vested with the following powers and functions:

(a) To coordinate the planning, design, and implementation of infrastructure projects, particularly those that enhance national competitiveness and create employment and business opportunities within Central Luzon, between the appropriate offices and agencies of the National Government and the local government units concerned;

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- (b) To conduct or cause the conduct of feasibility studies supported by the necessary technical and commercial viability assessments for infrastructure projects within Central Luzon;
- (c) To conduct promotional campaigns, both locally and internationally, to entice the entry and participation of prospective locators and investors to existing and future freeport and special economic zones in Central Luzon, as well as other development programs and projects for Central Luzon;
- (d) To require the submission by Central Luzon LGUs of their latest or updated comprehensive land use plans, including those for the Subic-Clark-Tarlac area, and, in consultation with the stakeholders concerned, to evaluate, formulate, coordinate, and implement a comprehensive and integrated Master Plan for Central Luzon, in accordance with Section [12] of this Act;
- (e) To effectively recommend, only in the proper cases, to the Fiscal Incentives Review Board ("FIRB") or approve the grant of special fiscal and non-fiscal incentives in addition to those that may be provided under special laws such as but not limited to the Republic Act No. 11534 or "the Corporate Recovery and Tax Incentives for Enterprises Act", also known as "CREATE", Republic Act No. 11337 or the "Innovative Startup Act", the Foreign Investments Act, the Omnibus Investments Code, the Philippine Economic Zone Act of 1995, and the Bases Conversion and Development Act of 1992 to entities registered in accordance with this Act;
- (f) Determine the time-bound, target performance metrics as conditions to avail of tax incentives and other fiscal and non-fiscal incentives; provided that in the cases where the approving authority is the FIRB rather than RICH, RICH shall recommend rather than determine said metrics;
- (g) To formulate clear, consistent, and predictable regulations, for the grant of registration agreements, as well as permits, licenses, or clearances for infrastructure projects, investments, business enterprises, and other endeavors for entities registered in accordance with this Act that are not in conflict with existing laws;
- (h) To identify and designate such undeveloped or under-developed areas that are not under the present administration, jurisdiction, or authority of any IPA, as certified by the Office of the President, for exclusive promotion, development, and administration by RICH and the LGUs concerned as "special RICH zones" that shall house industrial townships, commercial and retail developments, agro-industrial zones, logistics or transportation hubs, residential zones, tourism areas, and the like;

(i) To construct, acquire, own, lease, operate, and maintain on its own or through contract, franchise, license, permit, public-private partnership, buildoperate-transfer scheme, joint venture, or other modes, the required utilities and infrastructure, including roads, bridges, airports, seaport, railroads, and subways, in areas in Central Luzon not otherwise under the exclusive jurisdiction and present administration of any IPA and to fix just and reasonable rates, fares, charges, and other prices therefor;

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- (j) To coordinate with and assist existing special economic or freeport zones in the implementation of cross-border projects along and within the Central Luzon economic corridor, pursuant to the objectives this Act;
- (k) To ensure its fiscal independence through the collection of, among others, reasonable registration, licensing, inspection, security, as well as other administrative and regulatory fees, and to use its collected funds and other assets, as it may deem proper, for the attainment of the purposes of this Act;
- (I) To raise and borrow the necessary funds from local and international financial institutions, issue bonds, promissory notes, and other debt securities, and to secure the same by guarantee, pledge, mortgage, deed of trust, encumbrance of its present or future income and assets, or other means, *Provided*, that no indebtedness or obligation shall operate to bind the National Government or any LGU concerned without prior NEDA concurrence;
- (m) To enter into, make, perform, and carry out contracts of every class, kind, and description, which are necessary or incidental to the realization of this Act with any person, firm, or corporation, private or public, or with foreign entities, government or otherwise, with prior approval by the President of the Philippines;
- (n) To coordinate; formulate plans, programs, and policies; and provide assistance, in coordination with the concerned department or agency, if necessary, on any matter of policy and ensure compliance therewith: *Provided*, That the said plans, programs, and policies are not in conflict with those of IPAs of special economic or freeport zones nor any line agencies of the National Government and/or the Regional Development Council;
- (o) To promote its programs and projects, as well as the Central Luzon Investment Corridor to local and international investors consistent through effective marketing strategies that are aligned with and consistent with the Philippine Investment Promotion Plan ("PIPP") and other marketing plans created by the Department of Trade and Industry ("DTI");
- (p) To create a coordinating council in each province and chartered city in Central Luzon composed of the provincial governor of a covered province or the mayor of a chartered city and two (2) members appointed from the private sector by the President from a list of five (5) individuals nominated through the affirmative vote of at least a majority of the members of the Board. Each coordinating council shall monitor the operations of the entities registered in accordance with this Act that fall within their respective jurisdictions and perform such other functions as may be delegated by the Board in accordance with this Act. The council shall submit a monthly written report

to the Board detailing the progress of registered entities for each province or chartered city as well as such other information as may be required by the Board;

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- (q) To establish extension offices in its areas of jurisdiction as may be required by its operations;
- (r) To request the due exercise of the power of eminent domain from the appropriate governmental body;
- (s) To adopt, implement, and enforce ecological and environmental standards and measures for environmental pollution control and management in areas under its jurisdiction;
- (t) To coordinate with other IPAs for the provision of security and firefighting structures in Central Luzon and assist in the formulation and implementation of public safety measures to ensure the health, safety, and welfare of the inhabitants of the RICH areas as well as the preservation of law and order within the areas under RICH jurisdiction;
- (u) To coordinate with LGUs and other relevant agencies for the establishment of physical and virtual one-stop business license and permit processing shops in every province and chartered city of Central Luzon in order to expedite and streamline the registration and operation of registered business enterprises;
- (v) To establish and regulate utilities within special RICH zones, in accordance with existing laws and in coordination with relevant government agencies, as necessary;
- (w) To promulgate rules and regulations and perform such other powers and functions as may be necessary, appropriate, or incidental to the achievement of the objectives of this Act; and
- (x) To exercise all the powers of a corporation under Republic Act No. 11232, otherwise known as the "Revised Corporation Code of the Philippines", insofar as these powers are not inconsistent with the provisions of this Act:

Provided, That, nothing in this Act shall be interpreted or construed to amount to any diminution or reduction of the powers, discretion, or authority granted to IPAs and LGUs over their respective jurisdictions under applicable laws.

- **Section 7.** Capitalization. The RICH shall have an authorized capital stock of Six hundred million pesos **in Philippine Currency** (P600,000,000.00) divided into six hundred (600) no-par shares fully subscribed and paid up by the Republic of the Philippines with:
 - (a) All lands embraced, covered and defined in Section 12 hereof, as well as permanent improvements and fixtures upon proper inventory not otherwise alienated, conveyed, or transferred to another government agency;
 - (b) All other assets which the President may transfer to RICH as part of the equity contribution of the Government; and

(c) Cash contribution by the Government in the amount of Two hundred million pesos (P200,000,000) a year for the next three (3) years, which is henceforth deemed automatically appropriated from the General Fund of the National Treasury.

Section 8. Board of Directors. — The powers and functions of the RICH, as enumerated in Section 5 of this Act, shall be vested in and exercised by its Board of Directors, hereinafter referred to as the Board, which shall be composed of **fifteen (15) members**:

- (a) Eight (8) members, representing the local government units ("LGUs") and local non-government organizations or entities within the territory of Central Luzon, provided that there shall be at least one (1) representative of each Central Luzon local sector which pertains to the following:
 - (i) Provinces, in the person of a Governor;
 - (ii) Chartered Cities, in the person of a Mayor;
 - (iii) Towns, Municipalities, and/or Barangay; and
 - (iv) Investment Promotion Agencies ("IPAs").
- (b) Seven (7) members, who are appointed by the Office of the President, with each member possessing superb supervisory, managerial, consultative, and/or advisory work experience and track record for at least five (5) years, and each of whom shall contribute to the Board their expertise from the following professional fields: law, economics, urban planning, agriculture, information technology, natural and/or physical sciences, public health, finance, and advertising, marketing, and mass media communications; provided that a majority thereof, or four (4) of the seven (7) members of this sub-paragraph, are persons with permanent residences within Central Luzon for at least (3) continuous years.

All members of the Board shall serve for a period of six (6) years, except for the first eight (8) members of sub-paragraph (a) of this Section who shall serve for a period of three (3) years in accordance with their terms under Republic Act No. 7160 or "the Local Government Code".

The appointive Member(s) shall be subject to the requirements under Republic Act No. 10149, otherwise known as the "GOCC Governance Act of 2011".

The Chairperson of the RICH shall be appointed by the President of the Philippines from among the Members of the Board and whose appointment is **subject** to the prohibition against relatives as defined under the applicable law, rules, and regulations on appointments including but not limited to Republic Act No. 6713 or the "Code of Conduct and Ethical Standards for Public Officials and Employees".

Section 9. Meetings, Quorum, Official Acts and Decisions, and Per Diems. – The annual / organizational meeting of the Board shall be held on the **second** (2nd) week

of January of each year, if a legal holiday, then on the next business day following. Notice of the annual meeting of the Board shall be served at least Fifteen (15) calendar days before the said meeting. The regular meetings of the Board shall be held at least once a month. Notice of a regular meeting shall be served upon each Member at least three (3) days before each scheduled meeting. Notices may be served via regular or electronic mail, personal service, commercial courier, and the like and shall be deemed completed upon receipt thereof at the Member's official or designated address.

 The presence of at least a majority of the number of Members at a meeting of the Board shall constitute a quorum for the valid conduct of business. Attendance at meetings may be in person or via any remote mode of communications such as telephone, videoconferencing, and the like. A Member of the Board may appoint a duly authorized representative to attend and participate in the discussions of a meeting on his or her behalf: *Provided*, That such appointment shall be in writing, duly signed by the member, and filed with the Board Secretariat before the pertinent scheduled meeting: *Provided further*, That such duly authorized representative shall not be allowed to vote on any matters raised in the said meeting.

All official acts, resolutions, and decisions of the Board shall require the affirmative vote of at least a majority of the Members present at a meeting wherein a quorum exists.

The Members shall be entitled to receive commensurate and reasonable *per diems*, as may be determined by the GCG: *Provided*, That the total *per diems* collected per month shall not exceed the equivalent for four (4) meetings, except in extraordinary and justifiable circumstances.

Section 10. Chief Executive Officer ("CEO"). — At each annual / organizational meeting, the Board shall appoint the CEO from a list of three (3) nominees prepared by the executive search committee formed beforehand by the Board for this purpose. All nominees to the position of CEO shall have at least seven (7) years of outstanding managerial work experience and track record in law, economics, urban planning, agriculture, information technology, natural and/or physical sciences, public health, finance, and advertising, marketing, and mass media communications, infrastructure development, promotions, finance, public administration, and/or management and shall not be concurrently a CEO of another GOCC under the jurisdiction of GCG. Unless subsequently appointed to a new term or terminated beforehand for cause, the CEO shall serve for a term of three (3) years. Until his or her successor is duly appointed and qualified at the next scheduled annual / organizational meeting of the Board, the incumbent Executive Director of SCAD shall be and serve as the first CEO of RICH.

Section 11. *Powers of the CEO.* – The CEO of the RICH shall have the following powers and functions:

- (a) To administer and manage the business affairs of the RICH;
- (b) To lead in the achievement and realization of the programs and projects of the RICH and the Central Luzon Investment Corridor Master Plan, as approved by the Board;

(c) To promote manufacturing, tourism, agriculture, commercial, and other enterprises within Central Luzon, including existing special economic or freeport zones, to encourage more investments and production, for domestic and international markets;

- (d) To ensure that regulations established by the RICH are enforced and implemented, coordinating with the relevant government agencies, if needed;
- (e) To facilitate alternative modes of dispute resolution for controversies involving entities in Central Luzon registered with the RICH or other IPAs, including labor issues, for the avoidance of strikes, lockouts, and similar matters, in accordance with Republic Act No. 9285, Presidential Decree No. 442, and other pertinent laws, rules, and regulation;
- (f) To invite representatives of local development councils on deliberations on the provision of incentives to businesses which relocate to Central Luzon from Metro Manila or other locations under this Act;
- (g) To initiate measures for the creation and implementation of measures for the promotion and preservation of public safety and security within Central Luzon, coordinating with the relevant government agencies, if necessary; and
- (h) To exercise and perform such other powers, or functions, as delegated or assigned by a majority vote of the Board.

Section 12. Central Luzon Investment Corridor Master Plan. — Within one hundred eighty (180) **calendar** days from the effectivity of this Act, the Board shall exert its best efforts to develop and approve the Central Luzon Investment Corridor Master Plan ("Master Plan") that shall be prepared with the active participation of all concerned stakeholders to ensure unitary production, logistics base, and **appropriate alignment thereof** with the existing or updated development plans of IPAs and LGUs within Central Luzon.

The Master Plan shall include provisions for adequate and affordable housing facilities providing comfortable and livable homes, preferably accessible by non-motorized means of transportation, for workers in Central Luzon, including those employed in special economic and freeport zones. The Master Plan shall contain RICH's long-term strategy and the Board's concomitant commitment to implement the same.

The Master Plan shall be approved by at least a majority vote of the Board. The Board shall take the appropriate measures to avoid key policy changes to the Master Plan, unless such changes are essential in further enhancing the probability of its success.

Section 13. Responsibilities of the LGUs within Central Luzon. — RICH, through its Board, shall be and serve as the primary and over-all coordinating body for the implementation of all aspects of the Master Plan, most especially for matters affecting or encompassing multiple LGUs and/or special economic or freeport zones. In this connection, RICH shall work together with the LGUs and IPAs concerned in formulating, promoting, and implementing the Master Plan. For their part, all affected

LGUs and IPAs shall extend all reasonable assistance, support, and cooperation necessary and proper to ensure the successful implementation and the full attainment of its goals and policies. Hence, all LGUs and IPAs in Central Luzon shall assist the RICH by:

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- (a) Actively cooperating with the RICH in the formulation, implementation, and promotion of the Master Plan;
- (b) Coordinating with the Department of Agrarian Reform, the Department of Agriculture, the Department of Environment and Natural Resources (DENR), and other relevant agencies of the Government for the implementation of their respective comprehensive land use plans;
- (c) Assisting the RICH in identifying lands which may be used for its programs and projects and converting the same for the appropriate use;
- (d) Cooperating with the RICH in providing realistic appraisals of timebound performance standards in the grant of local tax incentives as well as fiscal and non-fiscal incentives for businesses registered under the RICH or other IPAs;
- (e) Providing dedicated and streamlined processing services for licenses and permits needed by businesses registered under the RICH or other IPAs;
- (f) Ensuring that all infrastructure within their respective jurisdictions, including highways, railways, airports, and seaports, are properly maintained and are in good condition, coordinating with the Department of Public Works and Highways (DPWH), Department of Transportation, or other agencies of the Government, as necessary and appropriate; and
- (g) Ensuring the availability of **safe**, **livable**, **and reasonably-located** housing facilities with a minimum floor area of twenty-two (22) square meters for workers and their families within their respective jurisdictions; **with appropriate** access to **stable** power or electricity, clean water, **internet connectivity**, and **sanitation and** sewerage systems; and a conducive environment for work-life balance, in coordination with the Home Development Mutual Fund ("**Pag-IBIG Fund**"), business enterprises registered with the RICH or other IPAs, and other stakeholders **including but not limited to employee associations**, as necessary: *Provided*, That the salaries of employees of RICH registered business enterprises may, in accordance with existing laws, rules and regulations, be withheld as amortization fees for payment of the said adequate and affordable housing facilities.

Section 14. Registration and Availment of Incentives. – Upon the effectivity of this Act, any business, regardless of form, nationality, control, and ownership of the working capital, may apply for registration with the RICH in accordance with this Act and such other rules and regulations as may be determined by the RICH, subject to limitations imposed by the Constitution and by law.

All export businesses under the PIPP and registered with the RICH, whether located inside or outside special economic or freeport zones, including tourism-related

activities, may be granted additional special incentives pursuant to this Act **and other special law as may be applicable.**

Section 15. *Income Tax Holiday.* – Subject to the favorable recommendations and/or the approval of the RICH and/or FIRB, as the case may be and as may be applicable, in accordance with the provisions of Republic Act No. 11534 or the "Corporate Recovery and Tax Incentives for Enterprises Act" also known as "CREATE", a registered entity may be granted an income tax holiday ("ITH") of as much as one hundred percent (100%) of the regular corporate income tax for the first **seven (7) years of its** operations: *Provided*, among others, That the said business constructs housing facilities, as provided for under Section 12(g) of this Act and, as well as educational institutions and medical facilities for the benefit of workers and the immediate community; Provided further, for the extension of the ITH of an additional three (3) years for entities relocating from the National Capital Region or for the extension of the ITH of an additional two (2) years entities relocating from areas recovering from disaster or conflict as set forth in CREATE; Provided furthermore, for the applicability and maintenance of performance standards; Provided furthermore that such ITH and its extension is without prejudice to the any and all additional privileges of registered entities to opt for special corporate income tax, enhanced deductions, or any other incentive scheme, tax relief measure, fiscal, and non-fiscal incentives set forth under CREATE and/or other pertinent special law.

The BIR shall require all business enterprises availing of the ITH under this Act to secure a Certificate of Eligibility from the RICH and any other requirement, as mandated by the BIR and RICH, before submitting its Income Tax Return ("ITR") for validation.

Failure to secure the certification mentioned in the immediately preceding paragraph or to file the ITH availment for validation within thirty (30) days from the last day of each statutory filing date for the ITR shall cause the forfeiture of the ITH availment for the taxable period.

Section 16. Incentives for Training and Research and Development Programs. – Subject to the requirements established by the RICH, due coordination with the BIR, and the approval thereof and/or the FIRB, as may be applicable, any registered entity, whether for profit or non-profit, that incurs expenses associated with training programs and viable research and development programs certified by an appropriate authority that develops capabilities assessed to be industry critical and are approved by the Board, is entitled to incentives such as enhanced deductions in accordance with CREATE.

Section 17. Existing Registered Entities. – Entities registered with the PEZA, the TIEZA, the CDC, the SBMA, the APECO, the AFAB, or other IPAs under existing laws, rules, and regulations shall continue to be entitled to the incentives they are enjoying as of the effectivity of this Act: *Provided*, That in cases where the registered entity constructs adequate and affordable housing facilities, in accordance with Section 12(g) of this Act, the entity may register with the RICH and shall be qualified to avail itself

of the incentives provided herein, in accordance with existing laws, rules, and regulations, as may be approved by the RICH.

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Section 18. Revocation of Registration Agreement. — The RICH may motu proprio revoke, and the FIRB may recommend thereto the revocation of, the registration of any entity which violates any law, rule, or regulation based on substantial evidence but only after due notice and hearing.

Section 19. One-Stop Shops. – Upon the effectivity of this Act, consistent with the pertinent provisions of CREATE and Republic Act No. 11032 or "Ease of Doing Business and Efficient Government Service Delivery Act of 2018", the RICH, in consultation and/or coordination with Central Luzon LGUs and the Anti-Red Tape Authority ("ARTA"), shall establish one-stop shops for businesses that wish to be registered or are registered with the PEZA, the TIEZA, the CDC, the SBMA, the APECO, the AFAB, the RICH, and other IPAs. Such one-stop shops shall process and issue all licenses and permits required for the registration, operation, and maintenance of the said businesses. The RICH, the PEZA, the TIEZA, the CDC, the SBMA, the APECO, the AFAB, and other IPAs and concerned government agencies shall coordinate with and, if necessary, assign a representative in every one-stop shop to attend to assist in the processing. The one-stop shops, in coordination with the concerned agencies, shall maintain a unified database and a fully interactive website for online transactions. The one-stop shops shall act upon all applications within three (3) business days upon completion and submission of requirements.

Section 20. *Eminent Domain.* – The areas comprising existing and future special RICH zones may be expanded or reduced when necessary. For this purpose, the LGU concerned, upon written request by the RICH, shall have the power to acquire, either by purchase, negotiation, or condemnation proceedings, any private lands within or adjacent to the said zones in accordance with Republic Act No. 10752, otherwise known as the Right-of-Way Act for:

- (a) Consolidation of lands for zone development purposes and infrastructure projects;
- (b) Acquisition of right-of-way to special RICH zones; and
- (c) Protection of watershed areas and other natural assets valuable for the prosperity of special economic and freeport zones.

Section 21. Presidential Land Grant. – The provisions of any existing law to the contrary notwithstanding, the President may, upon the recommendation of the DENR Secretary, grant to the RICH by way of donation, sale, lease, or otherwise, portions of land of the public domain, as may be necessary for use by or expansion of special economic or freeport zones in Central Luzon, for their increased efficiency and performance, and their collective transformation into the "Engine of Growth for Central Luzon and the Philippines".

Section 22. Coordination. – The BCDA, the SBMA, the CDC, the APECO, the AFAB, the PEZA, the TIEZA, and other IPAs which may thereafter establish presence

in Central Luzon, shall be in close coordination with the RICH, for purposes of domestic and foreign promotion, policy direction, and ease of doing business.

Section 23. *Utilities and Other Services.* – The RICH may undertake and regulate the establishment, operation, and maintenance of utilities, such as electric power supply and such other services within special economic and freeport zones established pursuant to this Act and fix just and reasonable fees, rates, and charges, and other forms of pricing in connection therewith, in accordance with existing laws, rules, and regulations.

Section 24. *Personnel.* – The Board shall provide for an appropriate organizational structure and staffing standards, as necessary, in coordination with the Department of Budget and Management ("**DBM**"), the Civil Service Commission ("**CSC**"), and other relevant government agencies. The Board shall likewise fix a compensation plan for the salaries and benefits of RICH officers and employees: *Provided*, That the compensation plan shall be comparable with the prevailing compensation plans in the CDC, the SBMA, the APECO, the AFAB, the TIEZA, the PEZA, and other IPAs: *Provided further*, That the compensation plan shall be subject to review by the Board no more than once every two (2) years.

The RICH shall be exempt from existing laws, rules, and regulations on compensation, position classification, and qualification standards.

Section 25. Legal Counsel. — Without prejudice to the hiring of an outside counsel, the Office of the Government Corporate Counsel (OGCC) shall be the *ex officio* legal counsel of the RICH. In the event that highly specialized legal services cannot be provided for by the OGCC, as may be required, the services of an outside counsel, whose compensation shall be approved by the Board, may be engaged and no further consent or approval of OGCC shall be required.

Section 26. *Injunctions or Restraining Orders.* – The implementation of the provisions of this Act is of national interest. Thus, no project, bidding, and undertaking in the implementation of the provisions of this Act shall be restrained or enjoined by an injunction or restraining order except by the Supreme Court of the Philippines.

Section 27. *Implementing Rules and Regulations.* – The Secretaries of the Department of Finance (DOF) and the DTI, in coordination with the Secretaries of the DPWH and of the DENR, the Director-General of the National Economic and Development Authority, the Commissioners of the BIR and of the Bureau of Customs, and the heads of the SBMA, the CDC, the BCDA, the PEZA, the APECO, the AFAB, the TIEZA, a representative from ARTA, and other concerned IPAs shall, within one hundred twenty (120) days from the effectivity of this Act, promulgate rules and regulations to faithfully implement the intent and provisions of this Act: *Provided*, That the failure of the Secretaries of the DOF and of the DTI to promulgate the rules and regulations shall not prevent the implementation of this Act upon its effectivity.

Section 28. Repealing Clause. – All laws, decrees, executive orders, rules and regulations, or other issuances or parts thereof inconsistent with the provisions of this Act are hereby repealed or modified accordingly.

Section 29. Separability Clause. - If, for any reason, any part or provision of this Act shall be held to be unconstitutional or invalid, other parts or provisions hereof which are not affected thereby shall continue to be in full force and effect. Section 30. Effectivity. - This Act shall take effect fifteen (15) days after the completion of its publication either in the Official Gazette or in a newspaper of general circulation in the Philippines. Approved,