# Republic of the Philippines **HOUSE OF REPRESENTATIVES** Quezon City, Metro Manila

# **EIGHTEENTH CONGRESS** First Regular Session

House Bill No. 2272



# Introduced by Representative Ron P. Salo

#### **EXPLANATORY NOTE**

This bill seeks to rationalize the water, irrigation, sewage, and sanitation resource management, including water rights, through the creation of the Department of Water, Irrigation, Sewage, and Sanitation Resource Management.

The Philippines is rich in water sources like rivers, lakes, and groundwater reservoirs which assure as of adequate supply for domestic, agricultural, and industrial purposes. However, at present, management of the said water sourced is lodged with different units or agencies of the government thereby resulting to poorly coordinated or even conflicts in the implementation of the national policies and plans on water, sewage, sanitation, and irrigation thereby resulting to backlog in the provision of water supply and sanitation services to the public.

The present set-up for water, irrigation, sewage, and sanitation responsibilities of the government involves, among others, the following major government agencies:

- a) National Water Resources Board (NWRB), a government agency responsible for the enforcement of the Water Code of the Philippines which is under the Department of Environment and Natural Resources (DENR):
- b) Local Water Utilities Administration (LWUA), a government-owned and controlled corporation (GOCC) attached to the Department of Public Works and Highways (DPWH) and has regulatory powers over:
  - 1) all local water districts (LWDs); and
  - 2) rural waterworks and sanitation associations (RWSAs) nationwide;
- c) Metropolitan Waterworks and Sewerage System (MWSS), a GOCC also attached to the DPWH, which is responsible for the water supply and sanitation in Metropolitan Manila and such contiguous areas as may be added to its area of jurisdiction, and:

d) National Irrigation Administration (NIA), a government agency under the Office of the President primarily responsible for irrigation development and management.

Upon the United Nations General Assembly's recognition of the human right to water and sanitation and acknowledgement that clean drinking water and sanitation are essential to the realization of all human rights, it is imperative upon the Philippine government to efficiently and effectively manage its water resources to attain ideal allocation of its water resources that will focus primarily on the people's right to safe and affordable drinking water and sanitation service that are indispensable to every citizen's basic health and economic prosperity. The Philippine government must consider the rapid population growth, common waterborne diseases like diarrhea, leptospirosis, and dengue, agricultural requirements for food production, water pollution, watershed degradation, climate change, and other related factors that need to be adequately addressed without delay.

It must be stressed that the Philippine government's responsibility to safe, clean, accessible and affordable drinking water, sanitation, and irrigation service to the public is of utmost importance and it is attainable through well-coordinated, effective, efficient and sustainable management of its water and sanitation resources.

Hence, there is an immediate need to create the Department of Water, Irrigation, Sewage and Sanitation Resource Management which shall have the following primary functions:

- 1) Set the policies for water supply and sewage and sanitation management; 2) Develop and manage the country's water resources to ensure optimal use, including but not limited to, domestic, irrigation, power generation, industrial, agricultural, and commercial use;
- 3) Build, maintain and monitor water-related infrastructure, water quality and accessibility;
- 4) Regulate the operation and management of water utilities such as MWSS, LWDs, RWSAs and other water and sanitation service providers;
- 5) Make available and/or provide financial assistance to non-viable LWDs for the improvement of water facilities or services through funds prior and future appropriations of the National Government for waterworks and sewerage systems;
- 6) Regulate and control the utilization, exploitation, development, conservation and protection of all water resources;
- 7) Administer and enforce the provisions of Water Code of the Philippines;
- 8) Plan, design, construct, and/or improve all types of irrigation projects and appurtenant structures;
- 9) Operate, maintain, and administer all national irrigation systems (NIS);
- 10) Supervise the operation, maintenance, and repair, or otherwise, administer temporarily all communal and pump irrigation systems constructed, improved, and/or repaired wholly or partially with government funds;
- 11) Delegate the partial or full management of NIS to duly organized cooperatives or associations;

- 12) Construct multiple-purpose water resources projects designed primarily for irrigation, and secondarily for hydraulic power development and/or other uses such as flood control, drainage, land reclamation, domestic water supply, roads and highway construction, and reforestation, among others, Provided, that the plans, designs, and the construction thereof, shall be undertaken in coordination with the agencies concerned;
- 13) Charge and collect from the beneficiaries of the water from all irrigation systems constructed by or under its administration.

In view of the foregoing, approval of this measure is earnestly requested.

RON P. SALO KABAYAN Partylist

# Republic of the Philippines **HOUSE OF REPRESENTATIVES**

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#### **EIGHTEENTH CONGRESS**

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#### AN ACT

CREATING THE DEPARTMENT OF WATER, IRRIGATION. AND SANITATION RESOURCE MANAGEMENT, DEFINING ITS POWERS AND FUNCTIONS, APPROPRIATING FUNDS THEREFOR, AND FOR OTHER PURPOSES

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

## CHAPTER 1 **GENERAL PROVISIONS**

SECTION. 1. Short Title. - This Act shall be known as the "Department of Water, Irrigation, Sewage, and Sanitation Resource Management Act of 2018".

SEC. 2. Declaration of Policy. - It is hereby declared the policy of the State to recognize, protect, realize, and enhance the right of all Filipinos to safe, clean, affordable, and accessible drinking water, sanitation and irrigation as essential to the full enjoyment of life and all human rights and the protection and sustainability of the environment.

In pursuit of said policy, this Act shall have the following objectives:

- a) To prioritize and pursue the immediate attainment of universal access to safe, adequate, and sustainable water supply and sanitation services for all Filipinos and adopt all necessary measures directed towards the realization of the human right to water and sanitation; and
- b) To strengthen and coordinate water resource planning and policy-making to ensure sustainable and fair allocation and efficient use of water resources between competing water uses and users, including but not limited to domestic and municipal use, irrigation, power generation, farming, fisheries, commercial, and industrial use.

- **SEC. 3. Definition of Terms.** For purposes of this Act, the following terms are hereby defined:
- a) Department refers to the Department of Water, Irrigation, Sewage, and Sanitation Resource Management.
  - b) Sanitation refers to sewage, sanitation, and septage management.
- c) Sewerage refers to any system or network of sanitary pipelines, ditches, channels, or conduits including pumping stations, lift stations, and force mains, service connections including other constructions, devices, or appliances appurtenant thereof, which includes the collection, sanitary piping transport, pumping, and treatment of water-borne human or animal waste removed from residences, buildings, institutions, and industrial and commercial establishments to point of sewage treatment plant disposal.
- d) Sewage refers to water-carried waste in solution or suspension, including sanitary waste (waste products of normal living), commercial waste, industrial waste, agricultural waste, and surface runoff, conveyed by a sewerage system for treatment or disposal. For purposes of this Act, the definition of septage shall be included in the use of sewage.
- e) Septage refers to sludge produced on individual on-site wastewater disposal systems, principally septic tanks and cesspools.

The terms "infrastructure" and "public works" as used in this Act should be ready to apply only to wholly or primarily water-related projects and shall not be read to incorporate projects which would not otherwise fall within the purview of the objectives, powers, and duties of the Department.

### CHAPTER II ORGANIZATION

- SEC. 4. The Department of Water, Irrigation, Sewage, and Sanitation Resource Management. There is hereby created and established the Department of Water, Irrigation, Sewage, and Sanitation Resource Management, hereinafter referred to as the "Department", which shall be organized within one hundred twenty (120) days after the effectivity of this Act. The Department shall be tasked with developing and implementing a comprehensive water, irrigation, sewage, and sanitation program for the Philippines including, but not limited to:
- a) Implementing necessary policy and resource reforms with respect to the management of water, irrigation, sewage, and sanitation;

- b) Monitoring and evaluating compliance with the national goals relating to water, irrigation, sewage, and sanitation;
- c) Formulating a national updated road map to address the water, sewage, and sanitation requirements of the State; and
  - d) Improving conservation of water and increasing system efficiencies.
- **SEC. 5. Powers and Duties of the Department.** The Department shall have the following powers and duties, among others:

# I. Policy, Coordination, and Regulation

- a) Develop policies to promote universal access to safe, adequate, affordable, and sustainable water supply, irrigation, sewage, and sanitation services for all Filipinos;
- b) Coordinate with relevant government agencies or entities to provide policy directions, strategies, and targets to meet the goals and objectives for water supply, irrigation, sewage, and sanitation. Such policies shall, among other things, integrate the issues of water, irrigation, sewer, energy, environment, and food security;
- c) Manage and protect the country's water resources to ensure the optimal use thereof for domestic water supply, sewage, sanitation, irrigation, hydropower, navigation, flood control, and recreation, including the enhancement and maintenance of water quality, conservation of watersheds, control of water pollution, and environmental restoration, without compromising the natural ecosystem functions and services;
- d) Manage the ownership, appropriation, utilization, exploitation, development, conservation, and protection of water resources and rights to land related thereto and their competing demands;
- e) Undertake and coordinate with other agencies and government entities in data gathering, scientific research, and studies on water resources management and development, and conduct nationwide hydrologic surveys to determine the annual renewable water available per water region;
- f) Formulate and enforce rules and regulations in the administration and management of the country's water resources and implement rules and guidelines for the enforcement of water-related laws;
- g) Conduct continuing surveys and studies of the country's renewable water supply with a view towards formulation long-term policies to balance the sustainability and optimal use of water resources, defining the hydrologic boundaries of basins of the

existing water supply sources, and creating and implementing countrywide master plans for water resources management and development;

- h) Coordinate with and assist other government agencies in all aspects of data gathering, conduct studies and research, and classify and establish water quality standards for surface and ground water, including national standards for drinking water and wastewater effluence in coordination with relevant agencies;
- i) Coordinate with other relevant agencies to engage in flood control and flood risk management, formulate integrated water resources management (IWRM) policies and plans, and coordinate the implementation, promotion, revision, and enhancement of IWRM plans;
- j) Regulate and control the utilization, exploitation, abstraction, diversion, and development of water resources, taking into its equitable distribution, and determine the standards of beneficial and priority uses of water in times of crisis and national emergencies; and
- k) Coordinate with other relevant government agencies and develop policies and plans in respect of water resources.

# II. Operational and Technical Powers

- a) Provide technical assistance to water, irrigation, sewer and sanitation users, whether directly or in coordination with other agencies, to assist them in applying for water and irrigation permits and providing data on water, irrigation, sewage, and sanitation resource usage;
- b) Plan, design, construct, and/or improve all types of irrigation projects and appurtenant structures;
  - c) Operate, maintain, and administer all national irrigation systems (NIS);
- d) Supervise the operation, maintenance, and repair, or otherwise, administer temporarily all communal and pump irrigation systems constructed, improved, and/or repaired wholly or partially with government funds;
- e) Delegate the partial or full management of NIS to duly organized cooperatives or associations;
- f) Construct multiple-purpose water resources projects designed primarily for irrigation, and secondarily for hydraulic power development and/or other uses such as flood control, drainage, land reclamation, domestic water supply, roads and highway construction, and reforestation, among others, Provided, that the plans, designs, and the construction thereof, shall be undertaken in coordination with the agencies concerned;

- g) In coordination with other relevant government agencies, develop and implement effective codes, standards and reasonable guidelines to ensure the safety of all public and private structures in the country and assure efficiency and proper quality in the construction of water, irrigation, sewage, and sanitation infrastructures;
- h) Coordinate with relevant government agencies, including the Department of Environment and Natural Resources, to ensure that the agencies' respective standards complement each other when taken as part of a larger whole;
- i) Provide the works supervision function for all public works construction and ensure that actual construction is done in accordance with approved government plans and specifications;
- j) Assist other government agencies, including LGUs, in determining the most suitable entity to undertake the actual construction of water, irrigation, sewage, and sanitation projects;
- k) Maintain and cause to be maintained all flood control, development systems, irrigation systems, and other public works throughout the country except those that are the responsibility of other agencies as directed by the President of the Philippines or as provided by law; and
- Provide integrated planning for flood control, flood risk management, and water resource development and management systems, other public works;

#### III. General Powers

- a) Issue and promulgate rules, regulations, and guidelines as may be necessary to implement and enforce its powers and functions under this Act;
- b) Determine and require the monitoring and submission of such data, statistics, and other information as may be necessary for the effective and efficient exercise of its duties, functions, powers and responsibilities;
- c) Appoint, hire, and maintain adequate staff and personnel, advisers, and/or consultants, with suitable qualifications and experience, as necessary;
- d) Manage funds coursed through it under General Appropriations Act intended as financial assistance to LWDs or LGUs for the development and/or improvement of water supply and sanitation facilities;
- e) Exercise such other powers and functions necessary or incidental to the effective administration and management of the country's water, irrigation, sewage, and sanitation resources;

- f) Exercise such other incidental powers and functions as may be necessary to attain the objectives of this Act; and
- g) Carry such other functions as the President may from time to time assign to the Department consistent with the aims and provisions of this Act.
- SEC. 6. Secretary of the Department of Water, Sewage, and Sanitation. The authority and responsibility for the exercise of the mandate of the Department and for the discharge of its powers and functions shall be vested in the Secretary of the Department of Water, Sewage and Sanitation, hereinafter referred to as the Secretary, who shall have supervision and control over the Department and shall be appointed by the President. For such purposes, the Secretary shall:
- a) Advise the President on the promulgation of executive or administrative orders, regulations, proclamations, and other issuances relative to matters under the jurisdiction of the Department;
- b) Establish the policies and standards for the operation of the Department pursuant to the President's guidelines;
- c) Promulgate rules and regulations necessary to carry out Department objectives, policies, and functions;
- d) Exercise supervision and control over all Bureaus and Offices under the Department;
  - e) Supervise all attached agencies and corporations in accordance with law;
- f) As deemed appropriate by the Secretary, delegate authority for the performance of any power or function, as defined herein or as delegated by the President, to officers and employees under his direction, and
  - g) Perform such other duties and responsibilities as may be provided by law.
- **SEC. 7. Office of the Secretary**. The Office of the Secretary shall be composed of the Secretary and his immediate staff.
- SEC. 8. Undersecretaries. The Secretary shall be assisted by not more than five (5) Undersecretaries, who shall be appointed by the President upon the recommendation of the Secretary, as follows:
  - 1) Undersecretary for Finance and Administration;
  - 2) Undersecretary for Policy, Coordination, and Regulation;
  - 3) Undersecretary for Planning and Engineering Services;
  - 4) Undersecretary for Technical and Financial Assistance Services; and
  - 5) Undersecretary for Operations.

Within her/his functional area of responsibility, an Undersecretary shall have the following functions:

- a) Advise and assist the Secretary in the formulation and implementation of Department policies, plans, programs, and projects;
- b) Supervise all the operational activities of the units assigned to her/him, for which she/he is responsible to the Secretary; and
- c) Perform such other duties and responsibilities as may be assigned or delegated by the Secretary to promote efficiency and effectiveness in the delivery of public services or as may be required by law.
- **SEC. 9. Assistant Secretaries.** The Secretary shall also be assisted by one Assistant Secretary for Internal Audit and the five (5) Undersecretaries shall each be assisted by not more than three (3) Assistant Secretaries likewise appointed by the President of the Philippine upon the recommendation of the Secretary.
- **SEC. 10. Organizational Structure.** The Department shall be composed of the following organization units:
- a) Department Proper consisting of the Office of the Secretary, the Offices of the Undersecretaries and Assistant Secretaries, the Internal Audit, Finance Service, Administrative Service, Planning and Engineering Services, Regulatory and Financial Assistance Services; and Operations, and
  - b) Regional Offices, as deemed appropriate and necessary by the Secretary.
- **SEC. 11. Internal Audit.** The Internal Audit is hereby created for the purpose of conducting comprehensive audit of various Department activities and shall have the following specific functions:
- a) Advise the Secretary on all matters relating to management control and operations audit;
- b) Conduct management and operations performance audit of Department activities and units and determine as to compliance with established objectives, policies, methods and procedures, government regulations, and contractual obligations of the Department;
- c) Review and appraise systems and procedures, organizational structure, assets management practices, accounting, and other records, reports, performance standards of the Department of Proper and Regional Offices;

- d) Analyze and evaluate management deficiencies and assist top management to solve problems by recommending realistic courses of action; and
- e) Perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.
- **SEC. 12. Finance Service.** The Finance Services is hereby created to provide the Department with coordinated services relating to financial systems and procedures, budget, cash, accounting, and all financial matters not falling under other Services. For such purposes, it shall have the following functions:
- a) Advise the Secretary on all matters relating to the accounting of government expenditures and receipts, budgeting and cash management, project finances, and financial systems and procedures;
- b) Prepare budget proposals and pursue formal budget authorizations, undertake budget execution, and prepare and submit all appropriate reports to the proper offices;
- c) Develop and maintain accounting, financial, and assets management systems, procedures, and practices in the Department Proper and Regional Offices in accordance with the existing government accounting and auditing rules and regulations;
- d) Provide assistance in its area of specialization to any unit of the Department and, when requested, to government corporations, councils, and boards attached to the Department; and
- e) Perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.
- **SEC. 13. Administrative Service.** The Administrative Service is hereby created to provide the Department with services relating to human resources development, personnel records, facilities maintenance, medical and dental, gender and development (GAD), security, property and procurement services. For such purposes, it shall have the following functions:
- a) Advise the Secretary on all matters relating to internal administration and human resources management;
- b) Prepare and implement an integrated personnel plan that shall include provisions on merit promotion, performance evaluation, job rotation, suggestions and incentive awards systems, and health and welfare services;
- c) Provide services related to human resource training, education, and development, including manpower, career planning and forecasting and development of indigenous training materials;

- d) Prepare and/or implement Department GAD plans and budgets and GAD accomplishment reports;
- e) Develop, establish, and maintain an efficient and cost-effective property procurement system and facilities and coordinate or otherwise interface with relevant agencies, whether government or private, for the purpose of developing or upgrading the system;
- f) Secure and maintain necessary Department facilities, and develop, establish, and maintain an efficient and effective security system covering, among others, personnel, physical installations, equipment, documents, and materials, including the conduct of security investigations;
- g) Coordinate with the appropriate government agencies for a more efficient conduct of administrative processes;
  - h) Develop, establish and maintain an efficient records system;
- i) Provide assistance in its area of specialization to the Department Proper and Regional Offices and, when requested, the government agencies and corporations attached to the Department; and
- j) Perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.
- **SEC. 14. Planning and Engineering Services.** The Planning and Engineering Services is hereby created to provide the Department with the capability to undertake infrastructure development planning, programming and implementation. For this purpose, it shall have the following functions:
- a) Advise the Secretary on all matters relating to infrastructure planning and implementation;
- b) Formulate strategies and priorities for infrastructure development consistent with national development objectives and initiate or undertake relevant surveys for development planning;
- c) Formulate and implement long-range, medium-term and annual development plans and programs for infrastructure, including flood control, water resource development systems, and other public works projects, including phasing of implementation and review and integrate land use plans with such water development plans;
- d) Identify and implement priority packages for infrastructure development, including flood control, water resource development systems, and other

public works projects, and undertake or supervise and evaluate the conduct of feasibility studies and project preparation and implementation thereof;

- e) Prioritize project implementation and the allocation of funds and other resources and package project proposals for funding and implementation;
- f) Evaluate and appraise all reginal interregional infrastructure development plans and programs as to their feasibility and consistency with approved strategies and long and medium-term plans;
- g) Initiate regular Department-wide planning exercises and act as the secretariat thereof
  - h) Gather, analyze, and organize needed statistical data and information;
- i) Provide technical assistance related to its functions to the other Services and Regional Offices as needed; and
- j) Perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.
- SEC. 15. Regulatory and Financial Assistance Services. The Regulatory and Financial Assistance Services is hereby created to provide the Department with services on all legal affairs, compliance of attached government corporations, LWDs, RWSAs, cooperatives, and other associations, including private entities under contractual or concession arrangement with them, and other private water service providers on the established standards, rules and regulations relating to: water quality; infrastructure and facilities design and construction; equipment, materials and supplies, operations and maintenance; personnel, organization, accounting; tariffs; and other matters subject to regulation. It shall also provide the Department services on the management of the financial assistance available and granted to LWDs and RWSAs. For this purpose, it shall have the following functions:
- a) Advise the Secretary on all matters relating to legal affairs and regulation of the operation of the attached corporations; LWDs RWSAs, cooperatives and other associations;
- b) Provide legal assistance to the Department Proper and Regional Offices and, when requested, the attached corporations and boards;
- c) Prepare Department contracts and legal instruments, review of administrative charges against officers and employees of the Department, members of the top management of the attached corporations and boards;
  - d) Conduct administrative investigation as well as the review of administrative

charges against officers and employees of the Department, members of the top management of the attached corporations and boards;

- e) Exercise functional jurisdiction over the legal staffs of Regional Offices;
- f) Establish standards for: water quality; design and construction of facilities; optimum selection of equipment, materials and supplies, procedures for operations and maintenance of water and sewer equipment and facilities; training of personnel; organization; uniform accounting system; tariffs;
  - g) Review all water rates or charges;
- h) Manage the financial assistance available and granted to LWDs, RWSAs and other qualified water utilities.
- **SEC. 16. Operations.** The Operations is hereby created to provide the Department through Regional Offices with the capability to plan, design, and implement projects for water resource development systems, irrigation, flood control, and other public works in different regions of the country. For this purpose, it shall have the following functions:
- a) Undertake and evaluate the planning, design, construction, and works supervision functions of the Department for the abovementioned infrastructure within the region;
- b) Undertake the maintenance of the abovementioned infrastructure within the region and supervise the maintenance of such local infrastructure receiving national government financial assistance as the Secretary may determine;
- c) Ensure the implementation of laws, policies, programs, rules and regulations regarding the abovementioned infrastructure as well as public and private physical structures;
- d) Provide technical assistance related to their functions to other agencies within the region;
- e) Coordinate with other departments, agencies, institutions, and organizations within the region, in the planning and implementation of infrastructure projects;
- f) Conduct continuing consultations with the local communicates, take appropriate measures to make the services of the Department responsive to the needs of the general public, compile and submit such information to the central office, and recommend such appropriate actions as may be necessary;

- g) Perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.
- **SEC. 17. Regional Director.** Each Regional Office shall be headed by a Regional Director who shall be responsible for efficiently and effectively carrying out the duties and responsibilities of the Regional Office. She/he shall also perform such other related duties and responsibilities as may be assigned or delegated by the Secretary or as may be required by law.

The Regional Director shall be assisted by two (2) Assistant Regional Directors who shall exercise supervision respectively over (1) the planning, project design, evaluation, and technical assistance functions of the Regional Office, and (2) the construction, maintenance, and works supervision functions in the region.

# CHAPTER III TRANSITORY PROVISIONS

- SEC. 18. Interface with Other Sector Regulators. The Department is mandated to coordinate with the different sector regulators as follows:
- a) The Department of Environment and Natural Resources (DENR) shall continue to have the primary authority and responsibility for protecting the environment and for the conservation of water and related natural resources, including protecting water bodies from waste and pollution and shall promulgate rules, regulates, and standards in this regard. The Department shall coordinate with the DENR with respect to the conservation of water resources, protection from sewage and septage waste, and restoration from environment damage.
- b) The Department of Health (DOH) shall have primary authority and responsibility for determining and enforcing drinking water quality and sanitation standards. The Department shall coordinate with the DOH to achieve an integrated approach for sanitation, including toilets, collection, treatment, and evaluation of wastewater
- c) The Department shall subsume responsibility from the Department of Public Works and Highways (DPWH) for wholly or primarily water-related public works projects including flood control, water resources development, sewerage, sanitation, and the harnessing and impounding of water. The Secretaries of each department shall coordinate on the development of evaluation criteria, as necessary, to determine proper allocation of public works projects between the two departments.
- d) The Department shall absorb the responsibility from the Department of Interior and Local Government (DILG) on the management and operation of water supply systems of local government units.

SEC. 19. Transfer of Rights and Obligations. – The Department, shall by virtue of this Act, be subrogated to all the rights, and assume all the obligations of the relevant parts of any government agency or unit whose powers and duties have been transferred to the Department, including the DPWH, National Irrigation Administration (NIA), National Water Resources Board (NWRB), Metropolitan Waterworks and Sewerage System (MWSS), Local Water Utilities Administration (LWUA), Metro Manila Development Authority (MMDA), and the Department of Interior and Local Government (DILG).

The transfer of powers and functions in SEC. 18 above, as applicable, and agencies attached thereto, as herein provided for, shall take effect within one hundred eighty (180) days after the effectivity of this Act. The foregoing transfer of powers and functions shall include all applicable funds, personnel, records, pro as may be necessary. All offices shall continue to function under their present mandates until transition is effected as provided for under this Act.

All rights and obligations of said government agencies are hereby transferred to and assumed by the Department and shall be acted upon in accordance with the rules and regulations of the Commission on Audit and other pertinent laws, rules, and regulations.

- **SEC. 20. Separation from Service.** Employees separated from government service as a result of this Act shall be entitled to the benefits that they may receive under existing laws, rules, and regulations.
- **SEC. 21. Funding.** The sum of One Billion Pesos (P 1,000,000,000.00) shall be set aside from any available funds of the National Treasury, and is hereby appropriated and authorized to be released, for the organization of the Department and its initial operations. Thereafter, funds sufficient to fully carry out the objectives, powers, and functions of the Department shall be appropriated every fiscal year in the General Appropriations Act.

The Department shall submit its annual budget, which shall include, among others, detailed information on the compensation and benefits received by their employees to the Office of the President for approval.

- SEC. 22. Separability Clause. If any provisions or part hereof, is held invalid or unconstitutional, the remainder of the law or the provision not otherwise affected shall remain valid and subsisting.
- SEC. 23. Repealing Clause. Any law, presidential decree or issuance, executive order, letter of instruction, administrative order, rule or regulation contrary to or inconsistent with the provision of this Act is hereby repealed, modified or amended accordingly.
- SEC. 24. Effectivity Clause. This Act shall take effect fifteen (15) days after its publication in at least two (2) newspapers of general circulation with its Implementing

Rules and Regulations promulgated by the MPPPC within sixty (60) days from the formal organization of the Council.

Approved.