Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

SEVENTEENTH (17") CONGRESS
First Regular Session

PESSTRATON UNIT

HOUSE BILL NO. 1946

Introduced by REPRESENTATIVE AMADO T. ESPINO, JR.

# AN ACT TO PROMOTE AGRI-TOURISM IN THE PHILIPPINES AND FOR OTHER PURPOSES

#### **EXPLANATORY NOTE**

This legislative measure seeks to promote the development of agri-tourism because of the following:

- 1. The country's topography is suitable for agri-tourism;
- 2. Agri-tourism has been adapted by a number of States in America and other developed and developing countries which has proven to provide additional opportunities for farmers, farm owners and producers in generating additional income;
- 3. It has proven that it helps increase employment opportunities in the community as well as the revenue of their local government; and
  - 4. It provides a venue for affordable and easily accessible family outings and bondings.

Agri-tourism refers to a working farm, ranch, winery or any agricultural operation being open for public visitation for their enjoyment, outdoor recreation activities, education, shopping, dining, or even lodging.

In addition, the propose bill gives tax credits to registered agri-tourism activities to help offset the expenses of venturing of agri-tourism business.

In view of the foregoing benefits, the immediate approval of this measure is earnestly sought.

Representative

5<sup>th</sup>District, Pangasinan

# Republic of the Philippines HOUSE OF REPRESENTATIVES Quezon City

# SEVENTEENTH (17<sup>™</sup>) CONGRESS First Regular Session

HOUSE BILL NO.

## Introduced by REP. AMADO T. ESPINO, JR.

#### AN ACT

TO PROMOTE AGRI-TOURISM IN THE PHILIPPINES AND OR OTHER PURPOSES

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

Section1. Short Title. – This Act shall be known as the "Agri-Tourism Endorsement" (ATE) of 2016."

**Section 2.** Definition of Terms. – As used in this Act, the following terms shall be construed to mean as follows:

- (a) "Agri-tourism activity" means any activity carried out on a farm or ranch or in a forest that allows members of the general public, for recreational, entertainment, or educational purposes, to view or enjoy rural activities, including farming, ranching, historical, culture, harvest-your own, or nature-based activities and attractions. An activity is an agri-tourism activity whether or not the participant paid to participate in the activity.
- (b) "Agri-tourism professional" means any person who is engaged in the business of providing one or more agri-tourism activities, whether or not for compensation.

- (c) "Farm" means the land, buildings, support facilities, machinery, and other appurtenance used in the production of farm or aquaculture products, including land used to display plants, animals farm products, or farm equipment to the public
- (d) "Inherent risk of agri-tourism activity" means those dangers or conditions that are an integral part of an agri-tourism activity including certain hazards, including surface and subsurface conditions, natural conditions of land, vegetation, and waters, the behavior of wild or domestic animals, and ordinary dangers of structures or equipment ordinarily used in farming and ranching operations. Inherent risk of agri-tourism activity also include the potential of a participant to act in a negligent manner that may contribute to injury to the participant others including failing to follow instructions given by the agri-tourism professional of failing to exercise reasonable caution while engaging in the agri-tourism activity.
- (e) "Participant" means any person, other than the agri-tourism professional, who engages in an agri-tourism activity.
- (f) "Person" means any individual, fiduciary, firm association, juridical person, until of government, or any other group acting as a unit.
- Section 3. Provision of Assistance. —The Department of Agriculture (DA) and the Department of Trade and Industry (DTI) may provide marketing advice, technical expertise, promotional support, and product development related to agri-tourism to assist the Department of Tourism (DOT), convention and visitor bureaus, tourist development councils economic development organizations and local governments in their agri-tourism initiatives. In carrying out this responsibility, both departments shall focus its agri-tourism efforts on rural and urban communities.
- **Section 4.** Impact of agri-tourism in land classification. (1) In order to promote and perpetuate agriculture throughout the State, farm operators are encouraged to engage in agritourism. The conduct of agri-tourism activity on a bona fide farm or on agricultural lands, classified as such, shall not limit, restrict, or divest the land of that classification.
- (2) Local government and agricultural representatives shall meet for the purpose of discussing the benefits of agri-tourism to local economies and opportunities for cooperation, conflict resolution, regulatory streamlining, and incentives.
- **Section 5**. Registration of Agri-Tourism Operations. A voluntary registration process of agri-tourism operations in the Philippines is hereby established to be kept by the Department of Agriculture.

The registration must include a description of the agri-tourism activities conducted and the location of the agri-tourism operations.

There is NO fee for registration and the list will be made available to the public by the Department of Agriculture.

All registered operations will be promoted by the Department of Agriculture and the Department of Tourism in conjunction with all other tourism and rural development promotions.

Registration is valid for five (5) years.

#### Section 6. Liability of Agri-tourism Professional.-

- (1) Except as provided in *sub-section* (2) of this section, an agri-tourism professional is not liable for injury to or death of a participant resulting from the inherent risk of agri-tourism activities, so long as the warning contained in *Section* 7 is posted as required. Moreover, except as provided in *sub-section* (2) of this section, no participant or participant's representative can maintain an action against or recover from an agro-tourism professional for injury, lose, damage, or death of the participant resulting exclusively from any of the inherent risk of agri-tourism activities.
- (2) Nothing in *sub-section* (1) of this section prevents or limits the liability of an agritourism professional if the agri-tourism professional does any one or more of the following:
  - (a) Commits an act or omission that constitutes negligent or willful or wanton disregard for the safety of the participant, and that act or omission proximately causes injury, damage, or death to the participant.
  - (b) Has actual knowledge or reasonably should have known of a dangerous condition on the land, facilities, or equipment used in the activity or the dangerous propensity of a particular animal used in such activity and does not make the danger known to the participant, and the danger proximately causes injury, damage, or death to the participant.
- (3) Any limitation on legal liability afforded by this section to an agri-tourism professional is in addition to any other limitations of legal liability otherwise provided by law.

## Section 7. Warning Signage at Agri-Tourism Locations. -

(1) Every agri-tourism professional must post and maintain signs that contain the warning notice specified in *sub-section* (2) of this section. The sign must be placed clearly at the visible location at the entrance to the agri-tourism location and at the site of the agri-tourism activity. The warning notice must consist of a sign in black letters, with each letter to be minimum of six (6) inches height. Every written contact entered into by an agri-tourism professional for the providing of professional services, instruction, or the rental of equipment to a participant, whether or not the contract involves agri-tourism activities on or off the location or at the site of the agri-tourism activity, must contain in clearly readable print the warning notice specified in *sub-section* (2) of this section.

Also, all registered operations shall provide to participants a written description of the registered agri-tourism activities upon request. This signage provides that participants are assuming responsibility of any inherent risk provided, however, that this Act does NOT limit the liability for willful or wanton conduct by any agri-tourism operators.

(2) The signs contacts described in *sub-section* (1) of this section must contain the following notice of warning:

#### "WARNING"

Under Philippine law, there is no liability for an injury to or death of a participant in an agri-tourism activity conducted at this agri-tourism location if such injury or death results from the inherent risk of the agri-tourism activity. Inherent risk of agri-tourism activities includes, among others, risk of injury inherent to land, equipment, and animals, as well as the potential for you to act in a negligent manner that may contribute to your injury or death. You are assuming the risk of participating in this agri-tourism activity."

- (3) Failure to comply with the requirements concerning warning signs and notice provided in this *sub-section* will prevent an agri-tourism professional from invoking the privileges of immunity provided in this *Act*.
- **Section 8.** Tax Credit for Agri-tourism Activities. The Department of Finance (DOF) shall be given the task to craft rules and regulations pertaining to the determination of which cost qualify as agri-tourism liability insurance.

The tax credit is an amount equal to 20% of the agri-tourism liability insurance not to exceed P50,000.00 in any tax year.

If the tax credit exceeds the total amount of income taxes owned for that year, the different can be rolled over to the next year.

This tax credit is available from the first five tax years commencing after they open their agri-tourism.

The limited liability is afforded to agri-tourism operations that charge for their activities and those that do not charge for their activities, so long as the signage is in place.

**Section 9.** *Injury to Trespassers on agricultural land.* – A person or organization owning, controlling or possessing an interest in agriculture real property, or an agent of such person or organization, shall not be held liable for negligence related to such property that results in the death or injury to or damage to a person who has engaged or is engaging in conduct on the property that is unlawful under either *Section 11* or *Section 12* or unlawful trespassing by such person incident to such conduct on the property.

Section 10. Posting of Signs on Agriculture Lands. -

- (1) Signs are placed not more than 500 feet apart along, and at each corner of the boundaries of the land, upon which signs there appears prominently, in letters of not less than 2 inches in height, the words "No Trespassing" and in addition thereto the name of the owner, lessee, or occupant of said land. Said signs shall be placed along the boundary line of posted land in a manner and in such position as to be clearly noticeable from outside line; or
- (2) Conspicuous no trespassing notice is painted on trees or post on the property, provided that the notice is:
  - (a) Painted in an international orange color and displaying the stenciled words "No Trespassing" in letters no less than 6 inches high and 2 inch wide either vertically or horizontally;
  - (b) Placed so that the bottom of the painted notice is not less than 3 feet from the ground or more than 5 feet from the ground; and
  - (c) Placed at locations that are readily visible to any person approaching the property and no more than 500 feet apart on agriculture land.

Upon enactment of this Act, when a landowner uses the painted no trespassing posting to identify a "no trespassing" area, those painted notices shall be accompanied by signs complying with *subparagraph 1* and placed conspicuously at all places where entry to the property is normally expected or known to occur.

**Section 11.** Removing of Notice on Agricultural Lands. – It is unlawful for any person to willfully remove, destroy, mutilate, or commit any act designed to removed, mutilate, or reduce the legibility or effectiveness of any posted notice placed by the owner, tenant, lessee, or occupant of legally enclosed or legally enclosed or legally posted land pursuant to any law of the Philippines for the purpose of legally enclosing the same.

Any person violating the provisions of this section shall be guilty of a misdemeanor.

- **Section 12.** Separability Clause. If any provision or part thereof, is held invalid or unconstitutional, the remainder of the law or the provision not, otherwise affected shall remain valid and subsisting.
- **Section 13.** Repealing Clause. Any law, presidential decree or issuance, executive order, letter of instruction, administrative order, rule or regulation contrary to or inconsistent with the provisions of this Act is hereby repealed, modified or amended accordingly.
- **Section 14.** Effectivity Clause. This Act shall take effect fifteen (1%) days after its publication in at least two (2) newspapers of general circulation.

Approved,