Republic of the Philippines HOUSE OF REPRESENTATIVES Quezon City

Seventeenth Congress First Regular Session

HOUSE BILL NO. 4337



Introduced by AGRI PARTYLIST Representative Orestes T. Salon

EXPLANATORY NOTE

This bill seeks to promote urban agriculture in all urban areas in the country, establishing for the purpose the Urban Agriculture Program, and appropriating funds therefor.

The Philippines was again hailed as one of the fastest growing economies in Asia as it gained 6.9% Gross Domestic Product (GDP) growth rate on the first quarter of 2016. The country is largely dependent on agriculture for its subsistence as the Philippines is mainly an agricultural country. However, the agriculture, hunting, forestry and fishing or AHFF industry contracted the lowest GDP growth rate at 4.4% for the first quarter of 2016 according to the Philippine Statistics Authority. On the other hand, there is still the undeniable shortage of food in the Philippines, as evidenced by our country's dismal ranking in the 2015 Global Food Security Index wherein we placed 74th out of the 109 countries studied. This is disheartening and calls for an immediate solution before the country further slips into a state of hunger and food deprivation.

There has been a considerable interest in urban agriculture recently all over the world, due to concerns on environment degradation, decreased food production and increasing population. It is a food-producing activity that is community-based and would definitely help an urban area in its quest for sustainable development. As defined in this Act, urban agriculture refers to farming in all its branches including, but not limited to, the cultivation and tillage of the soil, the production, cultivation, growing, and harvesting of any agricultural, aqua cultural, agro-

forestry or horticultural products, the raising of livestock, dairy-producing animals, and poultry, agricultural education, the sale of produce and any practices performed by a farmer or on a farm as an incident to or in conjunction with farming operations.

This bill provides that an Urban Agricultural Zone (UAZ) be established in every LGU wherein private individuals, corporations or partnerships may participate in the development and cultivation of such. The participating entities shall be given incentives and assisted by the Department of Agriculture in their operations. The Urban Agriculture Program shall also aid the residents in terms of education and job opportunities, as there will be trainings regarding the program and possibility of employment within the UAZ.

It is foreseen that the world population will double in fifty years. Consequently, demands for food will also increase and understandably, more lands and better agricultural practices. We must begin responding to these challenges as early as now by instituting urban agriculture.

In view of the foregoing, approval of this bill is earnestly sought.

REP. ORESTES T. SALON

AGRI Partylist

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ANACT
PROMOTING THE USE OF URBAN AGRICULTURE IN ALL URBAN AREAS IN THE PHILIPPINES, ESTABLISHING FOR THE PURPOSE
THE URBAN AGRICULTURE PROGRAM AND APPROPRIATING
FUNDS THEREFOR
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 "Urban
Agriculture Act."
SEC. 2. Declaration of Policy.—It is hereby declared the policy of the State
to ensure that every citizen will have unrestricted access to quantitative and
qualitative adequate supply of food. Pursuant to this, the State shall establish and
adopt a continuing program that will promote and protect the right to adequate
food of all Filipinos by promoting urban agriculture. The implementation of
modern, environmentally safe and cost-effective agricultural technologies shall be
encouraged in all urban areas in the country.
SEC. 3. Urban Agriculture Program.—There shall be established an Urban
Agriculture Program, hereinafter referred to as the Program, which shall be

implemented on idle or abandoned government lots owned by either national or local governments, and on available land resources in state colleges and universities. The Program aims to boost food productivity, help address food inadequacy and regenerate ecosystem functions in the country.

The program shall encourage the use of indigenous materials for agricultural inputs such as seeds, fertilizers, and agricultural machinery and other agricultural implements.

As used in this Act, *Urban Agriculture* shall mean farming in all its branches including, but not limited to, the cultivation and tillage of the soil, the production, cultivation, growing, and harvesting of any agricultural, aqua cultural, agro-forestry or horticultural products, the raising of livestock, dairy-producing animals, and poultry, agricultural education, the sale of produce and any practices performed by a farmer or on a farm as an incident to or in conjunction with farming operations.

SEC. 4. Coverage. —The Program shall cover idle or abandoned lands in all urban areas and all available land resources in state colleges and universities in the country which are not less than 200 square meters but not more than half a hectare in size. Urban areas refer to cities and municipalities categorized as such by the Philippine Statistics Authority.

SEC. 5. *Urban Agriculture Zone.*— All city and municipal governments shall designate an urban agriculture zone (UAZ) within their jurisdiction, indicating the appropriate geographic boundaries. The UAZ may be composed of one large parcel of land or multiple smaller parcels of land, whichever is applicable. The designation of the UAZ shall be subject to the approval of the city or municipality's *Sanggunian*, which shall pass an ordinance expressing its approval.

SEC. 6. Participation of the Private Sector .-- Private individuals, civil

society groups, corporations and partnerships may participate in the Program and enter into management contract or joint venture arrangement with the local government units (LGUS) for the development or cultivation of the UAZ, subject to existing laws. The LGUs shall require the participating corporation and partnerships to provide livelihood projects or opportunities to families living within the city or municipality where the UAZ to be developed is located.

- SEC. 7. *Incentive Package*. Individuals, groups, corporations or partnerships that participate in the program are entitled to tax incentives in all aspects germane to the urban agriculture activities. These incentives include:
- a) In case importation is necessary, exemption from the payment of customs and duties of all types of agricultural inputs, particularly seeds, fertilizers, agricultural machinery and other agricultural implements as provided under Republic Act (RA) No. 8435, otherwise known as the "Agriculture and Fisheries Modernization Act of 1997," as amended;
- b) Exemption from the value-added tax (VAT) on the importation of agricultural inputs particularly fertilizers, seeds and seedlings in accordance with Section 109 of RA 8424, otherwise known as the "Tax Reform Act of 1997," as amended; and
 - c) Expenses that are directly related to the program may be claimed as allowable expenses in the regular operation of the corporation.
- SEC. 8. *Other Incentives.* Loans extended by government and private banks to participating individuals, corporations and partnerships shall be treated as compliance to RA 10000, otherwise known as the "Agri-Agra Reform Credit Act of 2009."
 - SEC. 9. *Duration.* Participating individuals, corporations and partnerships may develop or cultivate the UAZ or parts of it, for a period of five (5) years which may be renewed for another five (5) years, subject to the approval of the local

75 Sanggunian.

SEC.10. Inclusion of Urban Agriculture in the Curriculum.— The Department of Education and the Commission on Higher education shall ensure that urban agriculture shall be included in the academic curriculum for secondary and tertiary level students of both public and private academic institutions studying courses on Agriculture, Practical Arts, Home Economics or other subjects related to agriculture. A course curriculum on urban gardening shall also be developed and included into the regular curriculum of both elementary and secondary levels.

For universities and colleges, urban agriculture shall form part of the required period of time spent by students in the National Service Training Program or the Citizens Military Training.

- SEC. 11. *Implementing Agencies.* The Department of Agriculture (DA) and the Department of Agrarian Reform (DAR) shall be the lead agencies to institute measures to ensure the proper development and cultivation of the UAZ through urban agriculture schemes. In coordination with the other government agencies, the DA and DAR shall facilitate the processing of contracts between corporations and partnerships and the LGUs. The DA and DAR shall exercise the following functions:
- a) Facilitate and promote grassroots cooperation to access agricultural services such as information, inputs and technical assistance;
- b) Initiate and develop periodic farm assembly markets to provide avenues to showcase the produce;
- c) Exercise regulatory functions with respect to the adherence to the provisions of contracts and arrangements entered into by individuals, corporations and partnerships and the LGUs, and to develop mechanisms to facilitate negotiations and mediate in disputes between stakeholders on matters of contract

102 enforcement;

- e) Coordinate with appropriate government agencies to ensure the timely establishment of support services such as credit, infrastructure, extension services and others; and
- f) Conduct, together with the LGUs, a training program for residents regarding urban agriculture.
- SEC. 12. Appropriations.—The amount necessary to carry out the provisions of this Act shall be included in the current appropriations of the Department of Agriculture. Thereafter, such amount as may be necessary for its continued implementation shall be included in the annual General Appropriations Act.
- SEC. 12 *Implementing Rules and Regulations.* Within ninety (90) days after the effectivity of this Act, the Secretary of Agriculture jointly with the Secretary of Agrarian Reform shall, in consultation with other concerned government agencies, non-governmental organizations, private sectors and farmers' groups, formulate the rules and regulations necessary for its effective implementation.
- SEC. 13. Automatic Review.— The Department of Agriculture and the Department of Agrarian Reform, being the lead government agencies in the urban agriculture program, shall submit periodic reports to both Houses of Congress on the status of the program three (3) years after its implementation. Thereafter, a review on the viability of the program shall be made by the appropriate agencies every five (5) years.
- SEC. 14. *Separability Clause.* If any provisions of this Act is declared invalid or unconstitutional, other provisions hereof which are not affected thereby shall remain in full force and effect.
- SEC. 15. Repealing Clause. All laws, decrees, executive orders, rules and

129	regulations, issuances or parts thereof, inconsistent with the provisions of this Act
130	are hereby repealed or modified accordingly.
131	SEC. 16. Effectivity This Act shall take effect fifteen (15) days after its
132	publication in the Official Gazette or in a newspaper of general circulation.
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134	Approved,