Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

SEVENTEENTH CONGRESS First Regular Session

House Bill No. 189

PECEIVED

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Introduced by Hon. Anthony M. Bravo and Hon. Sabiniano S. Canama COOP-NATCCO PARTYLIST

EXPLANATORY NOTE

The National Irrigation Administration (NIA) is a government-owned and controlled corporation primarily responsible for irrigation development and management. The NIA's functions include the planning, designing, construction, and improvement of all types of irrigation projects. It is also tasked to operate, maintain, and administer all national irrigation systems.

The NIA is allowed to charge Irrigation Service Fees or ISFs in exchange for the service of providing irrigation to farmers depending on the size of the farmland. The ISFs were abolished by deposed President Joseph Estrada when he delivered his first State of the Nation Address in 1998 but was later revised when NIA asked the adoption of a socialized irrigation fee system, mandated by Administrative Order No. 17 of August 1998. The ISFs are intermittently imposed and lifted especially in times of calamities when it is unreasonable to impose additional fees on farmers.

However, there is a need to change the status quo. Irrigation is a very basic governmental function that can very easily be shouldered by the state. It does not have to be passed on to farmers. Considering that irrigation is a key factor in increasing agricultural productivity, funding it will go a long way in ensuring adequate food supply and the early recovery of the principal means of livelihood of people in disaster-hit and poverty-stricken areas. This bill seeks the abolition of the ISF and to make irrigation services free for all farmers.

The early passage of this bill is thus earnestly requested.

HON, ANYHONY M. BRAVO

HON. SABINANO S. CANAMA

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AN ACT

ABOLISHING THE IRRIGATION SERVICE FEES (ISF) IMPOSED ON FARMERS BY THE NATIONAL IRRIGATION ADMINISTRATION AMENDING FOR THE PURPOSE CERTAIN PROVISIONS OF REPUBLIC ACT NO. 3601, PRESIDENTIAL DECREE NO. 552 AND PRESIDENTIAL DECREE NO. 1702

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

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SECTION 1. Short Title. "This Act shall be known as "Free Irrigation Services",

8 Act."

SECTION 2. Declaration of Policy. It is hereby declared the policy of the State to adhere to the principle of integrated and holistic program of support services that will alleviate the situation of farmers and nurture them to unleash their full capabilities as productive forces of society.

The State adheres to promote comprehensive rural development through increased agricultural production and the adoption of necessary and sound measures to accelerate the achievement of self-sufficiency in food, equitable access to opportunities and sustained productivity as key strategies to raise the quality of life in rural areas and overall national development.

Toward this objective, it shall endeavour to provide the necessary and vital support services and assistance to farmers, including but not limited to inputs to production, production support, post-harvest facilities and irrigation services.

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SECTION 3. Termination of collection of Irrigation Service Fees (ISF). The collection of irrigation service fees from farmer beneficiaries of irrigation systems constructed, funded, and/or managed by the National Irrigation Administration, including the collection of back accounts and the corresponding penalties thereof, shall be stopped upon the passage of this Act.
SECTION 4. Construction, Repair and Maintenance of National Irrigation Systems. – For the purpose of ensuring the necessary construction, repair and maintenance of irrigation systems administered by the National Irrigation Administration, the required amounts shall be included in the annual General Appropriations Act (GAA).
SECTION 5. Government Subsidy for the management of irrigation systems. The State shall provide necessary subsidies to farmers and irrigators associations and cooperatives to ensure effective and grassroots-based management of irrigation systems, the funding of whish shall likewise be included in the annual GAA.
SECTION 6. Repeal of certain provisions of the Charter of the National Irrigation Administration. – The following provisions that grant the National Irrigation Administration the power to levy irrigation fees are hereby repealed:
a. Republic Act 3601, Section 2, paragraph c [The NIA shall have the following powers and objectives: (c) To collect from the users of each irrigation system constructed by it such fees as may be necessary to finance the continuous operation of the system and to reimburse within a certain period not less than 25 years the cost of construction thereof.]
 b. Presidential Decree (PD) 552, Section 1, paragraph b: [The NIA shall have the following powers and objectives: (b) To charge and collect from the beneficiaries of the water from all

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irrigation systems constructed by or under its administration, such fees or

administrative charges as may be necessary to cover the costs of operation,

1	maintenance, and to recover the cost of construction within a reasonable	
2	period of time to the extent consistent with government policy.]	
3	c. PD 1702, Section I paragraph b:	
4	[(b) Operating capital - All amounts collected by the National	
5	Irrigation Administration as irrigation fees, administration charges, drainage	
6	fees, equipment rentals, proceeds from the sale of unserviceable equipment	
7	and materials, sale of all reparation goods allocated to the defunct irrigation	
8	service unit and the National Irrigation Administration, all other income shall	
9	be added to its operating capital.]	
10	SECTION 7. Separability Clause If any provision of this Act or the application of	
11	such provision to any person or circumstance is declared invalid, the remainder of the Act of	
12	the application of such provision to other persons or circumstances shall not be affected by	
13	such declaration.	
14	SECTION 8. Repealing Clause Any law, presidential decree or issuance, executive	
15	order, letter of instruction, administrative order, rule, or regulation contrary to or inconsister	
16	with this Act, or may be construed, either expressly or impliedly, to grant the National	
17	Irrigation Administration the power to levy any kind of irrigation fee or other kind of	
18	monetary imposition, is hereby repealed, modified, or amended accordingly.	
19	SECTION 9. Effectivity Clause This Act shall take effect fifteen (15) days after its	

publication in the Official Gazette and newspaper of general circulation.

Approved,

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