



HOUSE OF REPRESENTATIVES

H. No. 6552

BY REPRESENTATIVES YAP (S.), DEL ROSARIO (A.G.), CRUZ-GONZALES,
DEL MAR, CASTRO, MERCADO-REVILLA, EBDANE AND MARAÑON, PER
COMMITTEE REPORT NO. 2394

AN ACT TO REGULATE THE IMPORTATION, MANUFACTURE, SALE
AND DISTRIBUTION OF CHILDREN'S TOYS, SCHOOL
SUPPLIES, CHILDCARE ARTICLES AND OTHER RELATED
PRODUCTS, CONTAINING TOXIC CHEMICALS AND FOR
OTHER PURPOSES

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

1 SECTION 1. *Short Title.* – This Act shall be known as the “Safe and
2 Nontoxic Children’s Products Act of 2012”.

3 SEC. 2. *Declaration of Policy.* – It is hereby declared the policy of the
4 State to protect and promote the rights of the people to health, a balanced and
5 healthful ecology and to information. Toward these ends, the State shall
6 regulate the importation, manufacture, sale and distribution of children’s toys,
7 school supplies and other childcare articles containing toxic chemicals.

8 SEC. 3. *Definition of Terms.* – For purposes of this Act, the following
9 terms are hereby defined:

1 (a) *Bioavailability* refers to the availability and possibility of the
2 chemical from a product or children's toys to be released and absorbed into a
3 child's body via the gastro intestinal tract, the lungs or the skin and mucus
4 membranes.

5 (b) *Chemical substance* refers to any organic or inorganic substance of
6 a particular molecular identity, including:

7 (1) Any combination of such substances occurring, in whole or in part,
8 as a result of chemical reaction or occurring in nature; and

9 (2) Any element or uncombined chemical.

10 (c) *Childcare article* refers to any product intended to facilitate sleep,
11 relaxation, hygiene, the feeding of children or sucking on the part of children
12 such as nipples, feeding bottles, baby dresses, pacifiers, etc.

13 (d) *Children* refer to persons below eighteen (18) years of age or those
14 over but are unable to fully take care of themselves or protect themselves from
15 abuse, neglect, cruelty, exploitation or discrimination because of a physical or
16 mental disability or condition.

17 (e) *Distributor* refers to any entity to which the toy product is delivered
18 or sold for purposes of distribution in commerce, or in such case repackages
19 toys under different trade name or trademark with permission from the original
20 legal distributor, except that such term does not include a manufacturer or
21 retailer of such product.

22 (f) *Educational kit* refers to a collection of materials and associated
23 scientific apparatus that are not likely to be licked or put in the mouth by
24 children and which are typically used to perform experiments or
25 demonstrations in the different fields of science. These materials include,
26 among others, notebooks, pad papers, envelopes, plastic covers, folders, mugs,
27 school uniforms and school bags.

1 (g) *Hazardous wastes* refer to substances that are without any safe
2 commercial, industrial, agricultural, or economic usage to byproducts,
3 side-products, process residues, spent reaction, media, contaminated plant or
4 equipment or other substances from manufacturing operations, and as
5 consumer discards from manufactured products. It can also refer to waste
6 which, because of its quantity, concentration, or physical, chemical, or
7 infectious characteristics, may pose a substantial present or potential hazard to
8 human health or the environment when improperly treated, stored or disposed
9 of, otherwise mismanaged; or cause or contribute to an increase in mortality, or
10 an increase in irreversible or incapacitating illness.

11 (h) *Hazardous substance/chemical* refers to:

12 (1) A substance which presents short-term acute hazards, such as acute
13 toxicity by ingestion, inhalation or skin absorption, corrosivity or other skin or
14 eye contact hazard or the risk of fire or explosion;

15 (2) A substance which presents long-term environmental hazards,
16 including chronic toxicity upon repeated exposure, carcinogenicity (which may
17 in some cases result from acute exposure but with a long latent period),
18 resistance to detoxification process such as biodegradation, the potential to
19 pollute underground or surface waters, or aesthetically objectionable properties
20 such as offensive odors;

21 (3) A chemical for which there is statistically significant evidence
22 (based on at least one study conducted according to established scientific
23 principles) that acute or chronic health effects may occur;

24 (4) Any radioactive substance, if, with respect to such substance as
25 used in a particular class of article or as packaged, the Department of Health
26 (DOH) determines by regulation that it is sufficiently hazardous to require
27 labeling in accordance with this Act in order to protect the public health;

1 (5) Any toy or other articles intended for use by children that may, by
2 regulation, be determined to contain an electrical, mechanical or thermal
3 hazard; or

4 (6) Any substance which the DOH finds to be under the categories
5 enumerated above.

6 (i) *Importation* refers to the entry of a product or substance into the
7 Philippines (through the seaports or airports of entry) whether already properly
8 cleared through or still remaining under customs control, which is intended for
9 direct consumption, merchandising, warehousing and for further processing.

10 (j) *Label* refers to the display of printed or graphic matter on any
11 consumer product, its immediate container, tag, literature or other suitable
12 material affixed thereto for the purpose of giving information as to the identity,
13 components, ingredients, attributes, directions for use, specifications and such
14 other information as may be necessary to protect health and safety of the
15 consumers.

16 (k) *License to operate (LTO)* refers to the license issued by the Food
17 and Drug Administration (FDA) to manufacturers, importers and distributors
18 whose toy products, children articles and school implements, under this Act,
19 conform to the health and safety requirements of the DOH and the relevant
20 Philippine National Standards (PNS) and their future amendments.

21 (l) *Manufacturer* refers to any establishment that assembles or
22 processes products under this Act: *Provided*, That if such products are
23 manufactured, assembled or processed for another establishment that attaches
24 its own brand name to the products, the latter shall be deemed the
25 manufacturer. In case of imported products under this Act, the manufacturer's
26 representative or, in his absence, the importer shall be deemed the
27 manufacturer.

1 (m) *Philippine National Standards (PNS)* refer to the national standards
2 approved by the technical committee under the Bureau of Product Standards
3 (BPS) of the Department of Trade and Industry (DTI).

4 (n) *Sale or distribution* refers to an act made by a manufacturer or
5 seller, or the respective representative or agent to make available consumer
6 products, services or credit to the end consumers under a consumer sale
7 transaction. It shall not include sampling or any other distribution not for sale.

8 (o) *School implement* refers to a tool used for writing, drawing,
9 coloring, marking, gluing or erasing by children that are likely to be licked or
10 put in the mouth.

11 (p) *School supplies* refer to items/articles used for educational purposes
12 which are not likely to be licked or put inside the mouth by children. These
13 include, among others, notebooks, crayons, pad papers, envelopes, plastic
14 covers, folders, mugs, school uniforms and school bags.

15 (q) *Testing laboratory* refers to an accredited facility for measuring,
16 examining and determining the level of chemical elements in products under
17 this Act.

18 (r) *Toy* refers to an object or a number of objects clearly intended as a
19 plaything for children as defined in Section 3 of this Act.

20 (s) *Toxic substance* refers to any substance other than a radioactive
21 substance which can cause injury, illness or death through ingestion, inhalation
22 or absorption through any body surface.

23 SEC. 4. *Scope.* -- This Act shall apply to the importation, manufacture,
24 sale and distribution of children's toys, school supplies, childcare articles and
25 other related products, whether or not designed or intended for use or play
26 solely by children under eighteen (18) years old, and other childcare articles
27 and related products that are sold or given free of charge in the Philippines.

1 SEC. 5. *Chemicals and Substances Covered.* -- Within three (3)
2 months from the effectivity of this Act, the FDA shall prepare a list of
3 chemicals and substances used in children's products which cause or may
4 cause harm, injury or death to children. The FDA shall specifically identify
5 absolutely banned or prohibited substances and chemicals used in the
6 manufacture, production and preparation of children's products. Maximum
7 levels and limits and reference values for certain chemicals used for this
8 purpose shall also be specifically and clearly identified.

9 Chemicals and substances deemed most harmful and toxic to children
10 and commonly used in the manufacture and production of children's products
11 shall include, but shall not be limited to, the following:

12 (a) Toxic metals:

13 (1) Antimony;

14 (2) Arsenic;

15 (3) Cadmium;

16 (4) Chromium;

17 (5) Lead; and

18 (6) Mercury.

19 (b) Phthalates -- when applied in the manufacture and production of
20 products covered under this Act, include:

21 (1) Di (2-Ethylhexyl) Phthalate (Dehp);

22 (2) Dibutyl Phthalate (Dbp);

23 (3) Benzyl Butyl Phthalate (Bbp);

24 (4) Diisononyl Phthalate (Dinp);

25 (5) Diisodecyl Phthalate (Didp); and

26 (6) Di-N-Octyl Phthalate (Dnop).

27 (c) Bisphenol-A (Bpa).

1 SEC. 6. *Compliance With Philippine National Standards (PNS).* –
2 Importers, manufacturers, distributors and sellers of products under this Act
3 shall comply with the standards, rules and processes of the BPS of the DTI.
4 The same shall collaborate with other relevant government agencies to
5 harmonize/upgrade existing standards, where applicable.

6 SEC. 7. *Powers and Functions of the Department of Health (DOH).* –
7 To effectively carry out its mandate of ensuring the quality of products under
8 this Act, the DOH shall have the following powers and functions:

9 (a) Formulate guidelines in the filing of application for the issuance of
10 LTO to importers, distributors and local manufacturers of products under this
11 Act;

12 (b) Formulate specific guidelines on the issuance of the Certificate of
13 Conformity (COC) to manufacturers, distributors and importers for every
14 shipment, freight, batch/lot of their products covered in this Act;

15 (c) Issue quality control orders (QCOs) to enforce the provisions of
16 this Act and to ensure strict compliance with existing standards and regulations
17 set by government authorities;

18 (d) Issue compliance orders (COs) if it finds noncompliance and/or
19 nonconformity with this Act, its rules and regulations, and guidelines issued to
20 enforce and implement the same;

21 (e) Undertake researches, develop and establish quality and safety
22 standards for products covered by this Act in coordination with other
23 implementing government agencies;

24 (f) Set the maximum allowable level of toxicity of chemical elements
25 in products covered by this Act;

26 (g) Inspect and analyze products covered by this Act for purposes of
27 determining conformity to established quality and safety standards;

1 (h) Conduct constant and regular inspection, product testing, and
2 oversight and random product testing and sampling of various children's
3 products in the market;

4 (i) Levy, assess, collect and retain fees as are necessary to cover the
5 cost of inspection, certification, analysis and tests of samples of products under
6 this Act;

7 (j) Investigate the causes of and maintain a record of product-related
8 deaths, illnesses and injuries for use in researches or studies on the prevention
9 of such deaths, illnesses and injuries;

10 (k) Accredit independent, competent nongovernment bodies to assist in
11 monitoring the market for the presence of toxic chemicals in products under
12 this Act and to look for appropriate means to expand the monitoring and
13 enforcement outreach of the Department in relation to its manpower, testing
14 and certification resources at a given time;

15 (l) Accredit independent competent testing laboratories; and

16 (m) Perform such other functions as needed and necessary in the
17 enforcement of this Act.

18 SEC. 8. *Role Delineation of Implementing Agencies.* -- The provisions
19 of this Act and its implementing rules and regulations (IRR) shall be enforced
20 by the following agencies:

21 (a) DOH. -- The Department of Health shall formulate policies, rules
22 and regulations on food, drugs, cosmetics, devices and substances.

23 The FDA shall conduct regular testing, evaluation, monitoring and
24 post-market surveillance of covered products to include all school implements
25 as defined in Section 3 of this Act to ensure compliance with the PNS on the
26 Safety of Toys;

1 (b) DENR. – The Department of Environment and Natural Resources
2 shall regulate, control, restrict or prohibit the importation, manufacture,
3 processing, sale, distribution, handling, use, transport and disposal of chemical
4 substances mixtures under Republic Act No. 6969, “Toxic Substances and
5 Hazardous and Nuclear Wastes Control Act of 1990”. It shall monitor toxic
6 substances/chemicals used as industrial raw material to produce the covered
7 products under this Act in terms of their compliance to environmental laws. It
8 shall administer the industrial toxic chemicals through a system of review,
9 evaluation and monitoring of these toxic chemicals under DENR
10 Administrative Order No. 2007-23 and formulate policies and guidelines for
11 the gradual phase-out of lead in paints pursuant to Section 20(1) of DENR
12 Administrative Order No. 20, Series of 1992 and DENR Administrative Order
13 No. 05, Series of 2005 (Toxic Chemical Substances for Issuance of Chemical
14 Control Orders);

15 (c) DOF. – The Department of Finance, through the Bureau of
16 Customs (BoC), shall monitor the entry of imported products covered under
17 this Act at the different ports of entry in the Philippines. It shall review and
18 conduct examination of documentary requirements of imported products
19 pursuant to the guidelines of the Department; and

20 (d) DTI. – The Department of Trade and Industry shall enforce policies
21 and regulate the importation, manufacture, distribution and sale of educational
22 kits or school supplies as defined in Section 3 of this Act and other consumer
23 products not covered by the mandates of the other implementing agencies. It
24 shall ensure that covered products comply with the PNS on the Safety of Toys
25 set by the BPS and shall monitor and conduct market inspections on covered
26 products.

1 SEC. 9. *Creation of the Children's Product Safety Council (CPSC).* –

2 There is hereby created a Children's Product Safety Council (CPSC) to be
3 attached to the DOH and composed of the following:

- 4 (a) The Secretary of the DOH, Chairperson;
5 (b) The Secretary of the DTI, Vice Chairperson;
6 (c) The Secretary of the DENR, member;
7 (d) The Secretary of the Department of the Interior and Local
8 Government DILG, member;
9 (e) The Secretary of the Department of Education (DepED), member;
10 (f) The Secretary of the DOF, member;
11 (g) The Director of the FDA, member;
12 (h) The National Consumer Affairs Council (NCAC), member;
13 (i) One (1) representative from a nongovernment organization (NGO)
14 engaged in consumer rights protection, member; and
15 (j) One (1) representative from an NGO engaged in environmental
16 protection and advocacy, member.

17 The departments and government agencies shall be represented by their
18 respective heads or their duly designated representatives who shall be of a rank
19 not lower than Director level.

20 The Chairperson of the CPSC shall recommend the nominees for the
21 NGO sector representatives to the President of the Philippines.

22 The FDA shall serve as the secretariat and operational arm of the CPSC.

23 Other government agencies and private sector representatives may be
24 invited to participate in the CPSC as the exigencies and circumstances may
25 require.

1 SEC. 10. *Powers and Functions of the CPSC.* – The CPSC shall have
2 the following powers and functions:

3 (a) To provide coordination and linkage mechanisms between and
4 among its members, other government agencies concerned, local government
5 units (LGUs), the private sector and other stakeholders;

6 (b) To engage in studies and researches on harmful and toxic chemicals
7 and substances, and provide the necessary information materials on the same;

8 (c) To conduct and facilitate consultation and dialogues within and
9 among all concerned stakeholders in the industry;

10 (d) To conduct information and education campaigns, especially for
11 children;

12 (e) To propose amendments to laws, rules and regulations pursuant to
13 its mandate and the objectives of this Act;

14 (f) To provide periodic and regular reports to the Secretary of Health;

15 (g) To create a technical advisory committee composed of experts from
16 both government and private sectors that would assist the council in providing
17 technical and scientific recommendations necessary to effectively carry out its
18 mandate;

19 (h) To provide coordination and linkage mechanisms between and
20 among its members, other government agencies concerned, the Business
21 Processing and Licensing Office (BPLO) of LGUs, the private sector and other
22 stakeholders; and

23 (i) To perform such other functions as may be directed by the DOH.

24 SEC. 11. *Application to Trade.* – The following procedures shall be
25 observed at the first port of entry of imported products:

26 (a) The FDA or its commissioned/designated agent, in coordination
27 with the BoC, shall conduct product inspection, sample testing and clearance
28 of imported products covered under this Act for compliance with the national

1 standards for the safety of toys prior to their assessment and charging of tariffs
2 and other charges by the BoC;

3 (b) Samples of products covered by this Act being imported into the
4 Philippines shall be obtained for purposes of determining the toxicity level of
5 chemical elements and substances content without charge from the owner or
6 consignee thereof. The owner or consignee of the imported product under
7 examination shall be afforded an opportunity to a hearing with respect to the
8 importation of such product into the Philippines. If it is proven that such
9 product does not conform to the allowable level of chemical elements and
10 substances content as provided for under the IRR of this Act, said product shall
11 be refused admission;

12 (c) Any product covered by this Act, the sale or use of which has been
13 banned or withdrawn in the country of manufacture, shall not be imported into
14 the country; and

15 (d) All expenses in connection with the storage, destruction and
16 disposition of any product under this Act which was refused admission shall be
17 paid by the owner or consignee and, in default of such payment, shall
18 constitute a lien against any future importation made by such owner or
19 consignee.

20 SEC. 12. *Clearance for Customs Release.* – All importers of products
21 under this Act shall secure a clearance for customs release from the DOH prior
22 to importation.

23 A clearance for conditional release shall be issued by the appropriate
24 center of the FDA to facilitate the release of goods from BoC custody pending
25 the issuance of the COC. The importer, however, shall not sell, distribute or
26 transfer, in whole or in part, the products to any place other than the address
27 specified in the conditional release. To ensure that no distribution, sale,
28 transfer to or use of products covered by this Act in any place other than the

1 address specified in the conditional release is made, the importers shall allow
2 authorized personnel of the FDA to conduct an inspection/inventory of the
3 import shipment within three (3) days from the date of issuance of the
4 clearance for conditional release at any time within official working hours.

5 SEC. 13. *Certification.* – The DOH, after the conduct of a thorough
6 examination, shall issue the necessary certificate to show whether or not the
7 imported products are safe for distribution in the market.

8 SEC. 14. *Disposal of Noncompliant Products.* – All products covered
9 by this Act that are recalled by the manufacturer or the Department for
10 whatever reason, shall be disposed of in accordance with the submitted
11 disposal plan subject to the FDA approval. The plan shall comply with the
12 existing rules and regulations set by all concerned agencies of the government
13 and other related laws of the country. The concerned manufacturer, importer
14 or distributor shall shoulder the expenses to be incurred in the disposal of the
15 recalled products.

16 All import-shipments denied the requisite COC shall not be disposed of
17 in the domestic market in any manner. They must be properly disposed in
18 accordance with the provisions of the Tariff and Customs Code of the
19 Philippines and other pertinent rules and regulations.

20 SEC. 15. *Labeling and Packaging Requirement.* – The labeling and
21 packaging requirement of products under this Act shall comply with the
22 relevant PNS.

23 SEC. 16. *Monitoring and Factory Inspection.* – The FDA shall
24 observe the following procedures in the inspection and monitoring of
25 establishments to determine compliance with safety regulations:

26 (a) Officers or employees duly designated by the FDA, upon presenting
27 appropriate credentials to the owner, operator or agent in charge, are
28 authorized:

1 (1) To enter, at reasonable hours, any factory, warehouse or
2 establishment in which products under this Act are manufactured or held for
3 introduction into domestic commerce or are held after such introduction, or to
4 enter any vehicle being used to transport or hold such products; and

5 (2) To inspect, in a reasonable manner, such factory, warehouse,
6 establishment or vehicle and all pertinent equipment, finished and unfinished
7 materials, containers and labeling therein.

8 (b) Upon completion of the inspection of a factory, warehouse or other
9 establishment and prior to leaving the premises, the officer or employee who
10 conducted such inspection and has obtained any sample in the course of the
11 inspection, shall give the owner, operator or agent in charge a receipt
12 describing the samples obtained; and

13 (c) Whenever in the course of any such inspection of a factory or other
14 establishment where products covered by this Act are manufactured or held,
15 the officer or employee making the inspection obtains a sample of any such
16 product, and an analysis made of such sample for the purpose of ascertaining
17 whether such product contains, in whole or in part, disallowed level of toxicity
18 of chemical elements and hazardous substances, a copy of the result of such
19 analysis shall be furnished the owner, operator or officer-in-charge.

20 SEC. 17. *Market Inspection.* – The DOH shall conduct routine
21 inspection in the market and take samples of suspected products for
22 examination.

23 SEC. 18. *Injurious, Dangerous and Unsafe Products.* – Whenever the
24 DOH finds, by its own initiative or by petition of a consumer, that a product
25 covered by this Act is injurious, dangerous or unsafe, it shall, after due notice
26 and hearing, make the appropriate order for its recall, prohibition or seizure
27 from public sale or distribution. It may declare a product to be imminently
28 injurious, dangerous or unsafe, and order its immediate recall, ban or seize

1 from public sale or distribution, in which case, the seller, distributor or
2 producer thereof shall be afforded a hearing within forty-eight (48) hours from
3 such order.

4 There shall be immediate information dissemination, through the mass
5 media, of products which are found to be injurious, dangerous and unsafe.

6 SEC. 19. *Product Confiscation.* – Imported products shall be allowed
7 entry into the country as provided under Section 11 of this Act when
8 accompanied by certificate of testing or analysis of its composition. The BoC
9 shall require pertinent clearance or certification from the FDA prior to entry.
10 The entire shipment or batch of the product found to be in violation of the
11 provisions of this Act shall be seized. The confiscated products shall be
12 properly disposed of in accordance with the prescribed procedure to be issued
13 by the DOH in coordination with the DENR.

14 SEC. 20. *Publication and Information.* – The DOH is mandated to
15 conduct information campaigns utilizing any form of mass media and other
16 electronic means deemed effective to ensure the proper guidance of consumers,
17 industries, businesses and other concerned sectors.

18 The DOH shall likewise publish a consumer chemical substance
19 advisory notice which shall include a list of toxic chemicals and substances
20 used in the manufacture, distribution and sale of covered products for the
21 information of the general public. Such advisory notice shall be made
22 available to government agencies, consumers, industries, businesses and the
23 general public.

24 The advisories to be issued under this Act shall explain in an easily
25 understandable manner, the dangers of hazardous substances exposure. It shall
26 be printed in English and Filipino or in any dialect determined by the DOH to
27 be culturally and linguistically appropriate utilizing any form of mass media
28 and electronic means of communication.

1 SEC. 21. *Public Access to Records, Reports or Notification.* – The
2 public shall have access to records, reports, test results, or information
3 concerning chemicals, substances and mixtures, including safety data
4 submitted, and methods of production and preparation.

5 Such documents shall be available for inspection or reproduction during
6 normal business hours: *Provided*, That the DTI may consider a record, report
7 or information or particular portions thereof confidential and which may not be
8 made public when such would divulge trade secrets, production or sales figures
9 or methods, production or processes unique to such manufacturer, processor or
10 distributor, or would otherwise tend to affect adversely the competitive
11 position of such manufacturer, processor or distributor. The DTI, however,
12 may release information subject to claim of confidentiality to a medical
13 research or scientific institution where the information is needed for the
14 purpose of medical diagnosis or treatment of a person exposed to the chemical
15 substance or mixture.

16 The DOH shall establish a website to be maintained by the CPSC which
17 shall provide the following information:

18 (a) Basic data on manufacturer, producer, assembler, importer,
19 distributor and seller of covered products;

20 (b) Kinds and amount of chemicals and substances used in the
21 production of products; and

22 (c) The potential risks and dangers to consumers.

23 The website shall also make available reports, records and inventories
24 submitted by the companies and businesses covered by this Act.

25 SEC. 22. *Disclosure of Toxicological Information on Labels.* – It shall
26 be mandatory for manufacturers, distributors and importers of products
27 covered by this Act to disclose and identify, through accurate and
28 truthful labeling, the substances and chemical contents and bioavailability

1 of said substances/chemicals. Graphic symbols shall also be used in product
2 packaging showing product safety and regulatory compliance.

3 SEC. 23. *Prohibited Acts.* – The following acts are hereby prohibited:

4 (a) The importation, distribution, manufacture and sale of products
5 under Section 4 hereof containing more than the allowable level of chemical
6 elements and hazardous substances such as, but not limited to, antimony,
7 arsenic, bisphenol, cadmium, chromium, lead, mercury and phthalate;

8 (b) Mislabeling of the level of chemical elements in products under this
9 Act;

10 (c) Material misrepresentation or concealment of significant data or
11 information about the product sought for certification;

12 (d) Importation, manufacture, sale, distribution, labeling and operation
13 without registration;

14 (e) Noncompliance with the standards and requirements of the DOH on
15 the importation, manufacture, distribution and sale of covered products;

16 (f) Refusal to allow required inspections as determined by the
17 Department; and

18 (g) Other prohibited acts stipulated in Republic Act No. 9711,
19 otherwise known as the “Food and Drug Administration (FDA) Act of 2009”.

20 SEC. 24. *Administrative Sanctions.* – Where there is a finding of a
21 violation against the provisions of this Act and a determination of the persons
22 liable thereto, after notice and hearing, the FDA director-general may impose
23 one or more of the following administrative penalties:

24 (a) Suspension of License to Operate (LTO);

25 (b) Revocation of LTO; and

26 (c) Seizure of the unregistered, noncompliant or falsely represented
27 products covered by this Act.

1 SEC. 25. *Penalties.* – Pursuant to Section 11 of Republic Act
2 No. 9711, as amended, any person who violates any of the provisions of
3 Section 24 hereof and other prohibited acts stipulated in the same Act shall,
4 upon conviction, suffer the penalty of imprisonment ranging from one (1) year
5 but not more than ten (10) years or a fine of not less than Fifty thousand pesos
6 (P50,000.00) but not more than Five hundred thousand pesos (P500,000.00),
7 or both, at the discretion of the court: *Provided,* That if the offender is a
8 manufacturer, importer or distributor of any product covered under this Act,
9 the penalty of at least five (5) years imprisonment but not more than ten (10)
10 years and a fine of at least Five hundred thousand pesos (P500,000.00) but not
11 more than Five million pesos (P5,000,000.00) shall be imposed: *Provided,*
12 *further,* That an additional fine of one percent (1%) of the economic value/cost
13 of the violative product or violation, or One thousand pesos (P1,000.00),
14 whichever is higher, shall be imposed for each day of continuing violation:
15 *Provided, finally,* That products found in violation of the provisions of this Act
16 and other relevant laws, rules and regulations may be seized and held in
17 custody pending proceedings, without hearing or court order, when the FDA
18 director-general has reasonable cause to believe from facts found by him/her or
19 an authorized officer or employee of the FDA that such products may cause
20 injury or prejudice to the consuming public.

21 Should the offense be committed by a juridical person, the Chairman of
22 the Board of Directors, the president, general manager, or the partners and/or
23 the persons directly responsible therefor shall be penalized.

24 Should the offense be committed by a foreign national, he/she shall, in
25 addition to the penalties prescribed, be deported without further proceedings
26 after service of sentence.

1 SEC. 26. *Citizens Suit.* – For purposes of enforcing the provisions of
2 this Act or its IRR, any citizen may file an appropriate civil, criminal or
3 administrative action in the proper courts/bodies against:

4 (a) Any person who violates or fails to comply with the provisions of
5 this Act and its IRR; or

6 (b) The officials or employees of the DOH and other implementing
7 agencies with respect to orders, rules and regulations issued inconsistent with
8 this Act; and/or

9 (c) Any public officer who willfully or grossly neglects the
10 performance of an act specifically enjoined as a duty by this Act or its IRR; or
11 abuses authority in the performance of duty; or, in any manner improperly
12 performs his duties under this Act or its IRR: *Provided, however,* That no suit
13 can be filed until after a thirty (30)-day notice has been given to the public
14 officer and the alleged violator concerned and no appropriate action has been
15 taken thereon.

16 The court shall exempt such action from the payment of filing fees and
17 shall likewise, upon *prima facie* showing of the nonenforcement or violation
18 complained of, exempt the plaintiff from the filing of an injunction bond for
19 the issuance of preliminary injunction.

20 In the event that the citizen suit should prosper, the court may award
21 reasonable attorney's fees, moral damages and litigation costs.

22 SEC. 27. *Suits and Strategic Legal Action Against Public Participation*
23 *(SLAPP) and the Enforcement of this Act.* – Where a suit is brought against a
24 person who filed an action as provided in Section 26 of this Act, or against any
25 person, institution or government agency that implements this Act or any other
26 consumer related laws, rules and regulations, it shall be the duty of the
27 investigating prosecutor or the court, as the case may be, to immediately make
28 a determination within a period not exceeding thirty (30) days whether said

1 legal action has been filed to harass, vex, exert undue pressure or stifle such
2 legal recourses of the person complaining or enforcing the provisions of this
3 Act. Upon determination of the evidences, the court may dismiss the case and
4 award attorney's fees and damages.

5 This provision shall also apply and benefit public officers who are sued
6 for acts committed in their official capacity, there being no grave abuse of
7 authority, and done in the course of enforcing this Act, its rules, regulations
8 and guidelines.

9 *SEC. 28. Burden of Proof of Product Safety.* – The burden of proof to
10 prove the exercise of due diligence, compliance with this Act and other laws,
11 rules and regulations relating to consumer products, precaution and to prove
12 the absence of fault and/or negligence shall lie with the manufacturer,
13 producer, assembler, importer and/or seller of the children's product involved
14 or concerned.

15 *SEC. 29. Appropriations.* – Such amount as may be necessary to
16 implement the provisions of this Act shall be included in the annual
17 appropriations of the DOH under the General Appropriations Act.

18 *SEC. 30. Congressional Oversight Committee.* – The Joint
19 Congressional Oversight Committee created under Republic Act No. 9711 or
20 the "Food and Drug Administration (FDA) Act of 2009" shall function as the
21 oversight committee to monitor and evaluate the implementation of this Act.

22 *SEC. 31. Suppletory Provision.* – Pertinent provisions of Republic Act
23 No. 7394, otherwise known as the "Consumer Act of the Philippines" shall
24 have suppletory effect in the implementation of this Act.

25 *SEC. 32. Implementing Rules and Regulations.* – Within sixty (60)
26 days after the effectivity of this Act, the DOH, in coordination with the DTI,
27 the DENR and the DOF through the BoC, shall issue the rules and regulations
28 to implement the provisions of this Act.

1 SEC. 33. *Separability Clause.* – If, for any reason, any provision or
2 part hereof is declared invalid, the other provisions not affected thereby shall
3 remain in full force and effect.

4 SEC. 34. *Repealing Clause.* – All laws, decrees, executive orders,
5 rules and regulations or parts thereof inconsistent with the provisions of this
6 Act are hereby repealed, amended or modified accordingly.

7 SEC. 35. *Effectivity Clause.* – This Act shall take effect fifteen
8 (15) days after its publication in any newspaper of general circulation.

Approved,

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