CONGRESS OF THE PHILIPPINES SEVENTEENTH CONGRESS Third Regular Session

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H. No. 8951

HOUSE OF REPRESENTATIVES

By Representatives Cuaresma and Abellanosa, per Committee Report No. 1137

AN ACT DECLARING THE PROVINCE OF NUEVA VIZCAYA A MINING-FREE ZONE AND PROVIDING PENALTIES THEREFOR

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

SECTION 1. Mining-Free Zone. - The Province of Nueva 1 2 Vizcava is hereby declared a mining-free zone. All forms of mining 3 operations and activities, whether large-scale or small-scale, within 4 its jurisdiction are hereby prohibited. The provisions of Republic 5 Act No. 7942, otherwise known as the "Philippine Mining Act of 1995"; Republic Act No. 7076, otherwise known as the "People's 6 Small-scale Mining Act of 1991"; and other laws, rules and 7 8 regulations on mining inconsistent with this Act shall have no 9 application within the territorial jurisdiction of the locality. 10

SEC. 2. Coverage. — This Act covers all mining operations and activities, including quarrying, within the territorial jurisdiction of the Province of Nueva Vizcaya.

As used in this Act, "mining" refers to the extraction of valuable minerals or other geological materials from the earth and shall include such mining activities as exploration, conduct of geological feasibility studies, development, utilization and 1 processing, as well as quarry operations involving cement raw
2 materials, marble, granite, sand and gravel construction aggregates,
3 and other resources.

SEC. 3. Recognition of Existing Mining Contracts, Agreements and Permits. — All valid and existing contracts, exploration permits, licenses, technical agreements and mineral production sharing agreements in accordance with Republic Act No. 7942, otherwise known as the "Philippine Mining Act of 1995", covering any area of the province at the date of the effectivity of this Act shall be recognized by the government and shall remain valid until the expiration or termination thereof. Thereafter, no further extension or renewal shall be granted. Moreover, the government shall not issue new exploration permits nor enter into new mineral agreements or similar other agreements covering lands within the jurisdiction of the province.

SEC. 4. Prohibition Against Exploration Activities in Mineral Agreements. — On the date of effectivity of this Act, no exploration permit to conduct further exploration activities or an application for extension thereof shall be granted even during the lifetime of existing mining contracts, technical and financial assistance agreements and mineral production sharing agreements.

SEC. 5. Dormant Exploration Permits and Mineral Agreements. — Exploration activities and mining operations under existing exploration permits, mineral agreements and other similar agreements shall be undertaken immediately by the permittee or contractor. In case of failure to initiate or undertake any exploration activity or mining operation within two (2) years from

the effectivity of this Act, the exploration permit or mineral agreement shall be declared dormant by the Department of Environment and Natural Resources (DENR).

Dormant permits or agreements shall *ipso facto* be cancelled upon declaration of dormancy.

SEC. 6. Cancellation of Small-scale Mining Contracts. — All small-scale mining contracts as enunciated in Republic Act No. 7076, otherwise known as the "People's Small-scale Mining Act of 1991", in the province are hereby cancelled upon the effectivity of this Act. Affected small-scale mining contractors have one (1) year from the time this Act takes effect to undertake the rehabilitation, regeneration and reforestation of mineralized areas, slope stabilization of mined-out and tailing covered areas, watershed development and water preservation.

SEC. 7. Quarry Permits. — Existing quarry permits issued by the provincial government at the time of the effectivity of this Act shall be recognized. Thereafter, quarry permits issued by the provincial governor shall be regularly reviewed and monitored by the DENR. The maximum area which a qualified person may hold at any one time within the territorial jurisdiction of the province shall be five (5) hectares. The DENR shall impose strict regulations in ensuring that not more than one (1) quarry permit is granted to the same person, corporation, its affiliates, subsidiary or any entity that has essentially the same legal personality as the applicant or holder of an existing quarry permit in the province.

A quarry permit shall immediately be cancelled by the provincial governor upon the recommendation of the DENR, when,

1 in the guise of quarrying activities, the holder of a quarry permit 2 engages in activities that require exploration permit, mineral 3 agreement or mining contract.

SEC. 8. Penal Provisions. – Any person, natural or juridical, or any public officer who violates the provisions of this Act shall suffer the penalty of imprisonment of not less than six (6) years but not more than twelve (12) years and a fine of not less than One million pesos (P1,000,000.00) but not more than Ten million pesos (P10,000,000.00).

Any public officer who violates this Act shall also be dismissed from service and perpetually disqualified from holding public office.

If the offender is a juridical entity, the highest ranking official and the members of its board of directors or trustees who authorized the violations shall suffer the penalty imposed under this Act. The operator or owner thereof shall not be allowed to undertake mining activities or operate similar establishments in a different name or in a different location.

SEC. 9. Implementing Rules and Regulations. — Within three (3) months from the passage of this Act, the DENR shall promulgate the necessary rules and regulations for its effective implementation.

SEC. 10. Separability Clause. – If any provision of this Act is declared unconstitutional or invalid, other parts or provisions hereof not affected shall continue to be in full force and effect.

SEC. 11. Repealing Clause. — Any law, presidential decree or issuance, executive order, letter of instruction, administrative order,

- 1 rule or regulation contrary to or inconsistent with any provision of
- 2 this Act is hereby amended or modified accordingly.
- 3 SEC. 12. Effectivity. This Act shall take effect fifteen (15)
- 4 days after its publication in the Official Gazette or in a newspaper of
- 5 general circulation.

Approved,