## CONGRESS OF THE PHILIPPINES EIGHTEENTH CONGRESS Second Regular Session

## HOUSE OF REPRESENTATIVES

## H. No. 7725

BY REPRESENTATIVES SUNTAY, ZAMORA (W.K.), LOPEZ, BARBERS, TAMBUNTING, MARCOLETA, REYES, CASTELO, HERRERA-DY. GATCHALIAN, VIOLAGO, PANCHO, Nieto, Peña, ESCUDERO. TADURAN, ANDAYA, DELOS SANTOS, PINEDA, ROMUALDEZ (Y.M.), UNGAB, ROBES, SARMIENTO, ROMAN, SAVELLANO, SY-ALVARADO, VARGAS, BARBA, ROMERO, ROMUALDEZ (F.M.), BAUTISTA-BANDIGAN, AGABAS, PADUANO. TIANGCO. TULFO. REMULLA. CRISOLOGO. SILVERIO. OLIVAREZ, SAGARBARRIA, VILLA, ZUBIRI, BABASA. HARESCO. VILLAR, BORDADO, ROMUALDO, OUANO-DIZON, ALVAREZ (F.), VERGARA, BIRON, COLLANTES, TY (A.), DUAVIT, SINGSON-MEEHAN, AUMENTADO, CAMPOS, BARONDA, CUEVA, REVILLA, CUA, KHO (E.), MARTINEZ, GARCIA (V.), MATUGAS, PACQUIAO (R.), PANOTES, CALIXTO, ESPINO, GO (M.), GARBIN, UNABIA, BANAS-NOGRALES, CANAMA, GARIN (S.), MERCADO, TAN-TAMBUT, CO (E.) AND QUIMBO, PER COMMITTEE REPORT NO. 517

## AN ACT

REGULATING THE OPERATIONS AND IMPOSITION OF FEES FOR THE USE OF PARKING SPACES AND PARKING FACILITIES IN VARIOUS ESTABLISHMENTS SUCH AS TO ACCOMMODATION, COMMERCIAL SERVICES, FOOD SERVICES, HEALTH SERVICES, RETAIL SERVICES, EDUCATIONAL INSTITUTIONS INCLUDING INDEPENDENT PARKING ENTERPRISES AND PRESCRIBING PENALTIES FOR VIOLATIONS THEREOF

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

SECTION 1. Short Title. - This Act shall be known as "Parking Operations
 and Fees Regulation Act."

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4 SEC. 2. Declaration of Policy. – It is the policy of the State to prioritize public 5 safety and public welfare, as well as to protect the interest and promote the general welfare of 6 consumers while allowing reasonable return on investment. Towards this end, the State shall 7 promulgate measures that will protect consumers who avail of parking facilities offered by 8 business operators from unreasonable parking rates and fees.

1 SEC. 3. Definition of Terms. - As used in this Act, the following terms are 2 defined as follows: 3 4 (a) Accommodation establishments refer to hotels, motels, hostels, inns, resorts, 5 lodging facilities and all other establishments that offer accommodation 6 facilities for lease. 7 8 (b) Corporate offices or facilities refer to all other public and private facilities that 9 serve the general public which are not accommodation establishments, food 10 service establishments. health service establishments or retail 11 establishments, including but not limited to government and private offices. 12 13 (c) Covered establishments refer to accommodation establishments, corporate 14 offices facilities. food or service establishments, health service 15 establishments, retail establishments and all other similar establishments, 16 whether government-owned or privately owned, including independent 17 parking enterprises that charge a parking fee for the use of its parking 18 spaces. 19 20 (d) Customer refers to a person who avails of a good or service in a covered 21 establishment for which the parking space is primarily intended. 22 23 (e) Educational institutions refer to public or private schools, including daycare 24 or childcare centers, preschools, nursery, kindergarten, elementary, 25 secondary, tertiary or college, higher education institutions, universities, 26 training institutions, and other learning facilities providing formal and informal 27 education and training. 28 29 (f) Food service establishments refer to restaurants, food parks, or any other 30 establishment where food is prepared or served, which are independent from 31 existing retail establishments. 32 33 (g) Health service establishments refer to hospitals, clinics and other 34. establishments that provide health services, which are independent from 35 existing retail establishments. 36 (h) Independent parking enterprises refer to establishments. whether 37 government-owned or privately owned, whose primary business is to provide 38 parking spaces and charge a corresponding parking fee for its use. 39

1 (i) Parking client refers to a person who does not avail a good or service in a 2 covered establishment and solely avails the use of a parking space in a 3 covered establishment. 4 5 (j) Parking fee refers to the amount paid or charged for the use of a parking 6 space in a covered establishment. 7 8 (k) Retail establishments refer to establishments open to the general public or 9 selected members of the general public for the sale of goods and services, 10 including but not limited to, shopping malls, retail stores, supermarkets, 11 shops, and other similar establishments. 12 13 SEC. 4. Coverage of this Act. - This Act shall cover all parking facilities of 14 covered establishments for all types of vehicles such as but not limited to bicycles, 15 motorcycles, and automobiles. 16 17 Nothing in this Act shall prevent covered establishments from not charging 18 any parking fee or charging less than the maximum rates imposed herein. 19 20 SEC. 5. Provision of Parking Spaces and Regulation of Parking Fees for Health Service Establishments. - Health service establishments are encouraged to offer 21 22 their parking spaces to their customers free of charge. 23 24 Health service establishments shall provide free parking for confined patients 25 and out-patients who avail of medical services: Provided, That the confined patient or 26 out-patient shall provide proof of confinement or that medical services were indeed 27 availed of respectively: Provided, further, That each patient can only avail one (1) 28 free parking slot per day. 29 30 For parking clients, the maximum parking fee that health service ·**31** establishments may impose shall be Twenty pesos (P20.00) per hour. 32 **SEC.6.** Provision of Parking Spaces and Regulation of Parking Fees in 33 Accommodation Establishments. - Accommodation establishments are encouraged to 34 offer their parking spaces to their customers free of charge. 35 36 Accommodation establishments shall provide free parking for their customers: 37 Provided, That customers shall provide proof of transaction with the accommodation 38 establishment.

For parking clients, the maximum parking fee that accommodation
establishments may impose shall be Thirty pesos (P30.00) per hour.

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5 SEC. 7. Provision of Parking Spaces and Regulation of Parking Fees in 6 Food Service Establishments. – Food service establishments are encouraged to offer their 7 parking spaces to their customers free of charge.

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Food service establishments shall provide free parking for their customers for
the first two (2) hours: *Provided*, That customers shall provide proof of transaction
with the food service establishment: *Provided*, *further*, That if a customer exceeds the
grace period of two (2) hours, the maximum parking fee that may be imposed by any
food service establishment shall be Twenty pesos (P20.00) per hour.

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For parking clients, the maximum parking fee that food service establishments
may impose shall be Twenty pesos (P20.00) per hour.

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18 SEC. 8. Provision of Parking Spaces and Regulation of Parking Fees for 19 Educational Institutions. – Educational institutions are encouraged to provide their parking 20 spaces free of charge. Educational institutions shall provide free parking spaces for officials, 21 employees, faculties, students, and guests: *Provided*, That necessary identification cards are 22 presented.

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For parking clients, the maximum parking fee that educational institutions may impose
shall be Twenty pesos (P20.00) per hour.

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SEC. 9. Provision of Parking Spaces and Regulation of Parking Fees for
 Retail Establishments. – Retail establishments are encouraged to offer their parking spaces
 to their customers free of charge.

30 Customers of retail establishments shall be allowed to park free of charge for a maximum of two (2) hours only: Provided, That such customers shall provide proof 31 32 that at least One thousand pesos (P1,000.00) worth of products or services, in not 33 more than two (2) transactions, were purchased in such establishments. If a customer exceeds the grace period of two (2) hours, the maximum parking fee that 34 may be imposed by any retail establishment shall be Twenty pesos (P20.00) per 35 36 hour but not to exceed One hundred pesos (P100.00) per day, except for those 37 who will be subjected to the overnight parking fee.

SEC. 10. Provision of Parking Spaces and Regulation of Parking Fees for
 Corporate Offices or Facilities. - Corporate offices or facilities are encouraged to offer their
 parking spaces free of charge.

5 The maximum parking fee that corporate offices or facilities may impose shall 6 be Forty pesos (P40.00) for the first four (4) hours and an additional Twenty pesos 7 (P20.00) per succeeding hour thereafter, but in no case shall the parking fee exceed 8 One hundred forty pesos (Php 140.00) per day.

SEC. 11. Provision of Parking Spaces and Regulation of Parking Fees for
 Independent Parking Enterprises. – For independent parking enterprises, the imposition of
 parking fees for the use of their parking spaces shall be subject to the following:

(a) Open Parking Establishments. For open single-level parking establishments, the maximum parking fee that may be imposed shall be Thirty pesos (P30.00) per vehicle for the first three (3) hours and an additional Twenty pesos (P20.00) per succeeding hour thereafter but not to exceed One hundred pesos (P100.00) per day, except for those who will be subjected to the overnight parking fee.

(b) Multilevel Parking Enterprises. For multilevel parking establishments, the maximum parking fee that may be imposed shall be Forty pesos (P40.00) per vehicle for the first three (3) hours and an additional Twenty pesos (P20.00) per succeeding hour thereafter but not to exceed One hundred pesos (P100.00) per day, except for those who will be subjected to the overnight parking fee.

SEC. 12. Street Parking Fee. – For enterprises or corporations who are duly
 authorized to provide and regulate street parking, the maximum parking fee that may be
 imposed shall be Fifty pesos (P50.00) per hour.

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SEC. 13. Overnight Parking Fee. – The maximum overnight parking fee that may
 be imposed by any covered establishment shall be One hundred fifty pesos (P150.00) per
 vehicle.

36 SEC. 14. Lost Parking Ticket Fee. – The maximum lost parking ticket fee that 37 may be imposed by any covered establishment shall be One hundred fifty pesos (P150.00) 38 per vehicle: *Provided*, That the owner is able to provide the necessary documents to prove his 39 or her ownership of the subject vehicle: *Provided*, *further*, That covered establishments shall 40 refund the lost parking ticket fee when the customer returns or surrenders the parking ticket or 41 card within sixty (60) days from the time they used the parking facility.

SEC. 15. Exigent Circumstances. – In case of natural disasters such as floods,
 heavy typhoons, earthquakes, volcanic eruptions, landslides, and fires, covered
 establishments shall waive all parking fees during the occurrence of the natural disaster.
 Once the natural disaster ceases, covered establishments shall issue a notice posted in three
 (3) conspicuous places requiring the removal of parked vehicles within twelve (12) hours.
 Regular parking fees shall be imposed for vehicles which remain beyond the twelve (12) hour
 period.

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9 SEC. 16. Prohibition from Invoking Waiver of Liability. – Covered 10 establishments shall comply with the minimum standards for parking facilities. They shall be 11 prohibited from invoking the waiver of liability in case of loss of property or damage to the 12 customer's or parking client's vehicle. They shall only be liable for loss of property or damage 13 to the customer's or parking client's vehicle upon proof of failure to comply with the minimum 14 standards required by this Act, negligence, want of care, or any similar act showing that it 15 failed to provide safe and secure parking areas.

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- 17 The prohibition enunciated in the immediately preceding paragraph shall 18 likewise apply to operators of independent parking enterprises.
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Nothing in this Act shall prevent covered establishments from collecting damages from the person primarily responsible for any injury to a customer or parking client, or damage or loss of their vehicle.

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SEC. 17. Obligations of Customers and Parking Clients in Using Parking Spaces or Facilities. – Customers and parking clients shall observe the parking rules and regulations imposed by covered establishments as mandated in this Act and should only park in designated parking spaces of the covered establishment that they will particularly visit, do business with, or make any similar transaction.

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Customers shall provide any receipt of purchase of any amount or any proof of visit in the establishment before paying. This is to avoid overcrowding of parking areas and to assure that designated spaces will be fully utilized by legitimate clients, visitors, customers, and patrons of the covered establishments.

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In the same respect, customers and parking clients shall keep their receipt of
 entry and exit from the covered establishments for better surveillance.

1 SEC. 18. Minimum Standards for Parking Facilities. All covered 2 establishments charging parking fees shall maintain the following minimum standards: 3 (a) Customers and parking clients shall be issued a parking receipt upon 4 entering or exiting a parking facility. A parking receipt must contain the 5 effective date and time and the plate number of the motor vehicle the 6 customer or parking client is paying for; 7 8 (b) Such number of closed-circuit television (CCTV) cameras as may be 9 sufficient to monitor all parked vehicles. Upon the occurrence of a crime, 10 covered establishments shall, without delay, render immediate assistance to 11 the victim, and allow the victim and law enforcement agencies access to the 12 scene of the crime. Covered establishments shall also give the victim and law 13 enforcement agencies copies of the CCTV footage which captured the 14 incident. Refusal to allow immediate access to the crime scene or give copies 15 of CCTV footages shall render the owner, operator, or manager of covered 16 establishments liable for damages, as well as for obstruction of justice under 17 Presidential Decree No. 1829; 18 19 (c) Such number of security guards to monitor all parked vehicles; 20 21 (d) Such number of entrance booths to prevent congestion in public roads and 22 highways: 23 (e) Such number of exit booths to prevent congestion within the parking lot; 24 25 (f) A minimum of not less than four percent (4%) of the total parking slots per 26 parking level, in the most convenient and accessible location, shall be 27 reserved exclusively for Senior Citizens and Persons with Disabilities 28 (PWDs); 29 30 (g) Minimum safety standards: 31 32 (i) Necessary traffic safety signs; 33 34 (ii) Pedestrians crossing signs and markings; 35 36 (iii) Speed bumps or rumble strips; and 37 38 (iv) The maximum speed limit shall be set at twenty kilometers per hour 39 (20 km/hr) to ensure safety of all customers and parking clients.

1 SEC. 19. *Provision for Bicycle Parking*. – All covered establishments shall install 2 a fixed structure that will serve as their designated bicycle parking areas. The number of 3 allotted bicycle parking slots shall be determined by concerned local government units (LGUs) 4 in coordination with the Department of Trade and Industry (DTI).

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6 SEC. 20. *Penalties.* – Any person or establishment who violates the provisions of 7 this Act shall be fined with not less than One hundred thousand pesos (P100,000.00) but not 8 more than Three hundred thousand pesos (P300,000.00) per customer that is charged with a 9 fee beyond the maximum rates imposed herein, or a suspension or cancellation of business 10 permits and licenses, or both, upon the discretion of the court.

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12 SEC. 21. *Implementing Rules and Regulations (IRR)*. – Within ninety (90) days 13 from the effectivity of this Act, the DTI shall, in consultation with the Department of 14 Transportation, Department of Public Works and Highways, and Department of the Interior 15 and Local Government, promulgate the rules and regulations necessary to effectively 16 implement the provisions of this Act.

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The Secretary of the DTI is authorized to review the applicability of this Act and to adjust the parking fees as prescribed herein not oftener than once every three (3) years, taking into consideration the cost of maintenance of parking facilities, provision of security, real property taxes, the inflation rate and other operating expenses, but in no case shall parking fees be adjusted or increased by more than fifteen percent (15%).

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SEC. 22. *Transitory Provision*. – All covered establishments are given a period of six (6) months from the effectivity of the IRR of this Act to implement the necessary logistical and technological adjustments to comply with such IRR.

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SEC. 23. Separability Clause. – If any provision or part of this Act is held invalid
 or unconstitutional, the remaining parts or provisions not affected shall remain in full force and
 effect.

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32 SEC. 24. *Repealing Clause*. – All laws, executive orders, presidential decrees or 33 issuances, letters of instruction, administrative orders, rules, and regulations as well as local 34 ordinances contrary to or inconsistent with the provisions of this Act are hereby repealed, 35 amended, or modified accordingly.

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37 SEC. 25. Effectivity Clause. – This Act shall take effect fifteen (15) days after its
 38 publication in the Official Gazette or in a newspaper of general circulation.

Approved,