CONGRESS OF THE PHILIPPINES EIGHTEENTH CONGRESS Third Regular Session

HOUSE OF REPRESENTATIVES

H. No. 10611

BY REPRESENTATIVES RAMIREZ-SATO AND BARZAGA, PER COMMITTEE REPORT NO. 1378

AN ACT

DECLARING THE ISLAND OF MINDORO 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. Short Title. - This Act shall be known as the "Mindoro Island
 Mining-Free Zone Act."

SEC. 2. Statement of Policy. - It is the policy of the State to protect and advance the right of the people to a balanced and healthful ecology in accord with the rhythm and harmony of nature.

6 It is likewise the responsibility of the State to promote the rational 7 exploration, development, utilization, and conservation of the mineral resources 8 of the country in a way that effectively safeguards the environment and protects 9 the rights of affected communities. Towards this end, the State shall institute 10 measures to protect the people and the environment in Mindoro Island from the 11 adverse effects of mining.

SEC. 3. Mining-Free Zone. - The Mindoro Island, covering the Provinces of Mindoro Occidental and Mindoro Oriental, is hereby declared a mining-free zone. All forms of mining operations and activity, whether large-scale or smallscale, within its jurisdiction are hereby prohibited. The provisions of Republic Act No. 7942, otherwise known as the "Mining Act of 1995," Republic Act No. 7076, otherwise known as the "People's Small-Scale Mining Act" and other laws, rules, and regulations on mining inconsistent with this Act shall have no application
 within the territorial jurisdiction of the locality.

SEC. 4. Coverage. - This Act covers all mining operations and activities,
 including quarrying, within the territorial jurisdiction of the Provinces of Mindoro
 Occidental and Mindoro Oriental.

As used in this Act, "mining" shall refer 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 and surveys, development, utilization and processing, as well as quarry operations involving cement raw materials, marble, granite, sand and gravel construction aggregates, and other similar activities related to excavating and quarrying minerals and ores.

SEC. 5. Recognition of Existing Mining Contracts, Agreements and 13 Permits. - All valid and existing mining contracts, exploration permits, licenses, 14 technical and financial agreements and mineral production sharing agreements 15 in accordance with R.A. 7942 and R.A. 7076 covering any area of the two (2) 16 Provinces at the date of effectivity of this Act, shall be recognized by the 17 Government and shall remain valid until their expiration or termination thereof. 18 Thereafter, no further extension or renewal of the contract, permit, license or 19 agreement shall be granted. Moreover, the government shall not issue new 20 exploration permits nor enter into new mineral agreements or similar other 21 agreements covering lands within the jurisdiction of the said provinces. 22

SEC. 6. Prohibition Against Granting of Further Exploration Permits in Existing Mineral Agreements. - At the date of the effectivity of this Act, no exploration permits to conduct further exploration activities or an application for extension thereof shall be granted even during the lifetime of existing mineral contracts, technical and financial assistance agreements and mineral production sharing agreements.

SEC. 7. 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 permit or mineral agreements within (1) year from the effectivity of this Act, the exploration permit

z

.

or mineral agreement shall be declared dormant by the Department of
Environment and Natural Resources (DENR). Dormant permits and agreements
shall *ipso facto* be cancelled upon declaration of dormancy.

SEC. 8. Rehabilitation of Small-Scale Mining Areas. - Within one (1) year after the effectivity of this Act, all affected small-scale mining operators are mandated to undertake the rehabilitation, regeneration, and reforestation activities on mineralized areas, to include slope stabilization of mined-out and tailing-covered areas, in order to ensure watershed development, and water preservation solutions.

10 SEC. 9. Quarry Permits. – Issuance of a quarry permit in the mining-11 free zone shall be under the direct supervision of the DENR. Existing quarry 12 permits issued by provincial government at the time of the adoption of this Act 13 shall likewise be recognized. Thereafter, quarry permits issued by the provincial 14 governor shall be 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 no more than one quarry 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.

Upon the recommendation and conduct of proper investigation by the DENR, a quarry permit shall immediately be cancelled by the provincial governor for areas up to five (5) hectares, when, in the guise of quarrying activities, the holder of a quarry permit engages in activities that are duly authorized for exploration permits, mineral agreements or mining contracts.

SEC. 10. Penal Provisions. - Any person, natural or juridical, or any public officer, who violates the provisions of this Act shall suffer the penalty 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 (PhP1,000,000), but not more than Ten million pesos (P 10, 000,000).

In addition, a 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

3

directors or trustees who authorized the violations therein shall suffer the penalty
 imposed under this Act.

3 SEC. 11. Implementing Rules and Regulations. - Within six (6) months 4 following the effectivity of this Act, the DENR and the local government units 5 concerned shall promulgate the rules and regulations for the effective 6 implementation this Act.

SEC. 12. 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. 13. Repealing Clause. - All other laws, ordinances, orders, rules,
 regulations and other issuances or parts thereof which are inconsistent with this
 Act are hereby repealed, amended or modified accordingly.

SEC. 14. Effectivity. - This Act shall take effect fifteen (15) days after its
 publication in the Official Gazette or in a newspaper of general circulation.
 Approved,

. .