

SEVENTEENTH CONGRESS  
CONGRESS OF THE PHILIPPINES  
First Regular Session  
HOUSE OF REPRESENTATIVES



House Bill No. 3840

---

Introduced by REPRESENTATIVE PIA S. CAYETANO

---

**EXPLANATORY NOTE**

Republic Act No. 7160, otherwise known as "The Local Government Code of 1991," as amended, was enacted precisely to breathe life into the constitutional mandate of local autonomy by establishing a more responsive and accountable local government structure instituted through an efficient system of decentralization. Essentially, this system is geared towards empowering local government units to achieve their full development as self-reliant communities, making them more effective and meaningful partners in the attainment of the nation's goals.

Being the basic political unit, the barangays serve as "the primary planning and implementing unit of government policies, plans, programs, projects and activities in the community, and as a forum wherein the collective views of the people may be expressed, crystallized and considered" (Section 384 of the Local Government Code). As such, it is the country's ultimate front-liner in the provision of a broad range of basic services to the community, as well as in the delivery to the citizenry of their first taste of the fruits of local public service.

In this sense, the creation of barangays, upon proper compliance with the requirements set by the Constitution and Local Government Code, thus only serves to bolster the capability of local governments to efficiently and effectively perform their respective functions, duties and responsibilities in the name of autonomy, decentralization and national growth and prosperity.

Further, the policy of establishing, protecting and enhancing fiscal autonomy on all levels of local governance is integral to the proper exercise of local government functions. This policy refers not just to the power to allocate one's resources in accordance with one's priorities but also the power to create one's own sources of revenue *in addition to* one's equitable share in the national taxes released by the central government.

Section 6, Article X of the Constitution states: "Local government units shall have a just share, as determined by law, in the national taxes which shall be automatically released to them." The internal Revenue Allotment (IRA) as incorporated in the general appropriations law enacted annually by the legislature is the "just share" contemplated by the constitutional mandate. Therefore, it is clearly an indispensable component in the grant of meaningful and true fiscal autonomy to

local government units. Further, Sec. 25 of RA 7160 bolsters the Constitutional grant of a just share of LGUs in the IRA.

Thus, this bill seeks to invoke the 1987 Constitution and RA 7160 by allowing Barangay South Signal Village to be entitled to a just share from the national taxes.

Barangay South Signal Village, located within the City of Taguig, Metro Manila, is one such barangay excluded from a share in the IRA. It has a land area of Eight Hundred One Thousand Two Hundred and Sixty square meters (801,200 sq. m.), more or less, and a population of Thirty Nine Thousand Two Hundred and Sixty (39,260). It is bounded on the North by Luzon Avenue, Espino Street, Callejon Ballester Street, and Calle Cabasaan; on the South and South West, by Maharlika Village, a Creek, Barangay Upper Bicutan Proclamation No. 172 Psd-013-002680; on the East, by NAPOCOR High Tension Line; and on the West, by F.T.I. Compound. Having thus complied with the requisites prescribed under Section 386 of the Local Government Code and the plebiscite requirement contained in Section 10, Article X of the Constitution, it was separated from the original Barangay Signal, and created as a separate barangay by the City Government of Taguig, acting through the Sangguniang Panlungsod, under City Ordinance No. 60-2008 approved on September 22, 2008. Its corporate existence began on October 25, 2010 when its first set of regular officials was elected, pursuant to Section 14 of the Local Government Code.

In view of these considerations, and in the face of resonating and unified public clamor for a clear and immediate legislative remedy to the matter at hand, the immediate approval of this bill is highly and earnestly sought.

*Pia S. Cayetano*  
**PIA S. CAYETANO**  
*2<sup>nd</sup> District of Taguig City*

SEVENTEENTH CONGRESS  
CONGRESS OF THE PHILIPPINES  
First Regular Session  
HOUSE OF REPRESENTATIVES

House Bill No. **3840**

---

Introduced by REPRESENTATIVE PIA S. CAYETANO

---

AN ACT  
CREATING A BARANGAY TO BE KNOWN AS BARANGAY SOUTH SIGNAL  
VILLAGE IN THE CITY OF TAGUIG, METRO MANILA

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

1           **SECTION 1. *Creation of Barangay South Signal Village.*** – South Signal  
2 Village Proper in Barangay Signal Village, City of Taguig, Metro Manila is hereby  
3 separated from Barangay Signal Village and constituted into a distinct and  
4 independent barangay to be known as Barangay South Signal Village.

5           **SEC. 2. *Territorial Boundaries.*** – The territorial boundaries of Barangay  
6 South Signal Village shall consist of permanent natural boundaries identified as  
7 follows:

8           " Bounded on the North by Luzon Avenue, Espino Street, Callejon Ballester  
9 Street, and Calle Cabasaan;

10           On the South and Southwest by Maharlika Village, a creek, Barangay Upper  
11 Bicutan Proclamation No. 172 Psd-013-002680;

12           On the East by NAPOCOR High Tension Line; and

13           On the West by F.T.I. Compound. "

1           **SEC. 3. Conduct and Supervision of Plebiscite.** – The plebiscite conducted  
2 and supervised by the Commission on Elections (COMELEC) in Barangay Signal  
3 Village pursuant to City Ordinance No. 60, Series of 2008 of the Sangguniang  
4 Panlungsod of the City of Taguig, which ratified the creation of Barangay South  
5 Signal Village as proclaimed by the City Board of Canvassers on December 28,  
6 2008 shall serve as substantial compliance with the plebiscite requirement under  
7 Section 10 of Republic Act No. 7160, as amended, otherwise known as the "Local  
8 Government Code of 1991".

9           **SEC. 4. Incumbent Barangay Officials.** - The incumbent barangay officials  
10 of Barangay South Signal Village, City of Taguig shall continue to hold office until  
11 such time that their successors have been duly elected and qualified.

12           **SEC. 5. Public Infrastructures and Facilities.** – All existing public  
13 infrastructures and facilities for public use existing therein at the time of the approval  
14 of this Act are hereby transferred without cost or compensation to and shall be  
15 administered by the new barangay.

16           **SEC. 6. Internal Revenue Allotment Shares.** – Barangay South Signal  
17 Village shall be entitled to Internal Revenue Allotment (IRA) shares pursuant to  
18 Section 285 of Republic Act No. 7160, as amended, otherwise known as the "Local  
19 Government Code of 1991".

20           **SEC. 7. Separability Clause.** – If, for any reason, any part or provision of this  
21 Act is declared unconstitutional or invalid, other parts or provisions hereof which are  
22 not affected thereby shall continue to be in full force and effect.

23           **SEC. 8. Effectivity.** – This Act shall take effect fifteen (15) days after its  
24 publication in the *Official Gazette* or in any newspaper of general circulation.

Approved,