




Cooperative Development Authority (CDA)

Legal Bases of CDA Creation

Constitutional Mandate

“The Congress shall create an agency to promote the viability and growth of cooperatives as instruments for equity, social justice and economic development.”

(Section 15, Article 12 of the 1987 Philippine Constitution)



Enabling Laws

REPUBLIC ACT 6939 (March 10, 1990)


“An act creating the cooperative development authority to promote the viability and growth of cooperatives as instruments of equity, social justice and economic development, defining its powers, functions and responsibilities, rationalizing government policies and agencies with cooperative functions, supporting cooperative development, transferring the registration and regulation functions of existing government agencies on cooperatives as such and consolidating the same with the authority, appropriating funds therefor, and for other purposes”



Enabling Laws

EXECUTIVE ORDER NO. 95, Series of 1993

Designating the CDA as the lead government agency on cooperative promotion, development and regulation and calling on all government agencies with cooperative programs to coordinate these to CDA. It also provides for the creation of the National Coordinating Committee and Cooperative Development Councils



EXECUTIVE ORDER NO. 332, Series of 2004

Transferring the Cooperative Development Authority from the Office of the President to the Department of Finance (DoF)



Reason for Being

- Chief implementor of the Cooperative Code (Lead Government agency on cooperatives development) and the sole registering government agency of all types of co-ops
- Facilitates coordination of various cooperative programs and activities of government agencies, non-government organizations and cooperatives.





Vision and Mission



Vision

An effective and efficient regulatory agency working towards the development of viable, sustainable, socially responsive and globally competitive cooperatives.



Mission

To ensure the safe and sound operations of cooperatives.



Requirements for Registration


1. Cooperative Name Reservation Notice
 2. Economic Survey
 3. Articles of Cooperation & By-Laws
 4. Treasurer's Affidavit
 5. Surety Bonds of Accountable Officers
 6. Certificate of Pre-Membership Education Seminar (PMES)
 7. Undertaking to comply w/ the auditing and accounting standards prescribed by the Authority.
 8. Proof of Land Ownership
 9. Well Drilling Data (in case of existing groundwater source) including Physical and Chemical Analysis of water.
 10. Registration Fee
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Regulatory Powers

The Authority shall have the power to regulate the internal affairs of water service cooperative.

All matters relating to the Certificate of Public Convenience such as capitalization and investment requirements, equipment and facilities, water tariff, and such other matters affecting their water service operations shall be governed by the NWRB.



Privileges of Cooperatives

1. Tax Exemptions (all national, city, provincial, municipal or barangay taxes)

(Income Tax, Value-Added Tax, Percentage Tax, Donor's Tax, Excise Tax, Documentary Stamp Tax, Annual Registration Fee, all taxes on transactions with insurance companies and banks)

2. Whenever two or more public service entities have competing interests with respect to the granting and renewal of CPC and one is a Water Service Cooperative duly registered with the CDA, the NWRB shall accord preference to the cooperative over any type of public service entity.



Ring-Fencing for Multi-Purpose Cooperatives with Water Services

Ring-fencing mean the isolation or fencing-off of the water supply operation of a multi-purpose cooperative from its other business activities.

It includes:

- Separation of financial accounts;
 - Consolidation of financial accounts across different products and services;
 - Effecting physical and procedural internal divisions;
 - Assigning protocols for disclosure and exchange of information between internal entities;
 - Consistent application of rules for cost/revenue attribution; and
 - appropriate allocation of common or joint cost.
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Linkages

- ✓ Continuing collaboration with other government agencies and international development partners such as exchange of information, sharing of resources and technical assistance for the development of Water Service Cooperatives.
 - National Water Resource Board – CDA as partner agency
 - Department of Environment & Natural Resources – environment and natural resources statistics information system portal
 - Philippine Development Forum Sub-Working Group on Water Supply and Sanitation – Inter-Agency
 - USAID Be Secure Project – CDA as partner agency
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Thank You...
