

**[ REPUBLIC ACT NO. 5996, August 04, 1969 ]**

**AN ACT GRANTING KALIBO ELECTRIC CO, A FRANCHISE TO  
INSTALL, OPERATE AND MAINTAIN A TELEPHONE SYSTEM IN  
THE MUNICIPALITY OF KALIBO, PROVINCE OF AKLAN.**

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

SECTION 1. Subject to the conditions established in this Act and the provisions of Commonwealth Act Numbered One hundred forty-six, as amended, and of the Constitution, applicable thereto, there is granted to Kalibo Electric Co., hereinafter called the grantee, its successors or assigns, for a period of twenty-five years from the approval of this Act, the right, and privilege to install, operate and maintain in the Municipality of Kalibo, Province of Aklan a telephone system to carry on the business of the electrical transmission of conversations and signals in the said municipality. For this purpose, the grantee is authorized to use all. roads, streets, and public thoroughfares in the said municipality for the construction, maintenance and operation of all apparatus, conductors, and appliances necessary for the electrical transmission of conversations and signals, to erect poles, string wires, build conduits, lay cables, and to construct, maintain and use such approved and generally accepted means of electrical conduction in, on, over or under the public roads, highways, lands, bridges, streets, lanes, and sidewalks in the said province and/or municipality and overhead or underground lines or on the surface of the ground as may be necessary and best adapted to said transmission.

SEC. 2. All poles erected and all conduits constructed or used by the grantee shall be located in places designated by the municipal authorities of the said municipality: *Provided*, That all poles erected and used by the grantee or its successors or assigns shall be of such appearance as not to disfigure the roads or streets, and the wires and cables by said poles and the underground cables shall be strung and laid in accordance with professional standards approved by the Public Service Commission, and said poles shall be of such height as to maintain the wires and cables stretched on the same at a height of at least fifteen feet above the level of the ground, and said wires and cables shall be so placed as not to imperil the public safety, in accordance with a plan approved by the Public Service Commission: *Provided, further*, That whenever twenty-five or more pairs of wires or other conductors are carried on one line of poles in any place of the poblacion of the Municipality of Kalibo, Province of Aklan, said wires or conductors shall be placed in one cable, and whenever more than eight hundred pairs of wires or other conductors are carried on one line of poles, said wires or conductors shall be placed underground by the grantee, its successors or assigns, whenever ordered to do so by the Public Service Commission.

SEC. 3. For the purpose of erecting and placing the poles or other supports of such wires or other conductors, or of laying and maintaining underground said wires,

cables or other conductors, it shall be lawful for the grantee, its successors or assigns, to make excavation or lay conduits in any of the public places, highways, streets, alleys, lanes, avenues, sidewalks or bridges in the Municipality of Kalibo: *Provided, however,* That any public place, highway, street, alley, lane, avenue, sidewalk, or bridge disturbed, altered or changed by reason of the erection of poles or other supports, or the laying underground of wires or other conductors, or of conduits, shall be repaired and restored to the satisfaction of the district engineer, removing from the same all rubbish, dirt, refuse, or other material which may have been placed there or taken up in the erection of said poles or the laying of said underground conduits, and leaving them in as good condition as they were before the work was done.

SEC. 4. Whenever any person has obtained permission to use any of the roads or streets in said municipality for the purpose of removing any building or in the prosecution of any provincial or municipal work or for any other cause whichever making it necessary to raise or remove any of said wires or conduits which may obstruct or hinder the prosecution of said work, the said grantee, upon notice by the municipal council, served upon said grantee at least forty-eight hours in advance, shall raise or remove any of said wires or conduits which may hinder the prosecution of such work or obstruct the removal of said building, so as to allow the free and unobstructed prosecution of said work, and the person or entity at whose request the wires or poles or other structures have been removed shall pay one-half of the actual cost of replacing the poles or raising the wires and other conductors or structures. The notice shall be in the form of a resolution duly adopted by the municipal council and serve upon the grantee or its duly authorized representatives or agent by a person competent to testify as witness in a civil action, and in case of refusal or failure of the grantee to comply with such notice, the municipal mayor, with the proper approval of the municipal council, first had, shall order such wires or conduits to be raised or removed at the expense of the grantee for the purpose aforesaid.

SEC. 5. All apparatus and appurtenances to be used by the grantee, its successors or assigns, shall be modern and first class in every respect, and all telephone lines or installations used, maintained and operated in connection with this franchise by the grantee, its successors or assigns, shall be kept and maintained at all times in a satisfactory manner, so as to render an efficient and adequate telephone service, and it shall further be the duty of said grantee, its successors or assigns, whenever required to do so by the Public Service Commission, to modify, improve, and change such telephone system for the electrical transmission of conversations and signals by means of electricity in such manner and to such extent as the progress of science and improvements in the method of electrical transmission of conversations and signals by means of electricity may make reasonable and proper.

SEC. 6. The grantee, its successor or assigns, shall keep a separate account of the gross receipts of its telephone business in the Municipality of Kalibo and shall furnish to the Auditor General and the Treasurer of the Philippines a copy of such accounts not later than the thirty-first day of July of each year for the twelve months preceding the first day of July.

SEC. 7. The grantee, its successors or assigns, shall be liable to pay the same taxes on its real estate, buildings, and personal property, exclusive of this franchise as other persons or corporations are now or hereafter may be required by law to pay.

In addition, the grantee, its successors or assigns, shall pay to the Treasurer of the Philippines each year, within ten days after audit and approval of the accounts referred to in Section six of this Act, five *per centum* of all gross receipts of the telephone business transacted under this franchise by the grantee, its successors or assigns.

SEC. 8. Within sixty days, from the approval of this Act, the grantee shall file with the Public Service Commission its application for a certificate of public convenience. In case of failure to make such application within the said period, this franchise shall become null and void.

SEC. 9. The grantee shall not commence any construction whatever pursuant to this franchise without first obtaining a certificate of convenience and public necessity from the Public Service Commission of the form and character provided for in Commonwealth Act Numbered One hundred and forty-six, as amended, specifically authorizing such construction. The grantee shall not exercise any right or privilege under this franchise without first having obtained such certificate of convenience and public necessity from the Public Service Commission. The Public Service Commission shall have the power to issue such certificate of convenience and public necessity whenever it shall, after due hearing, determine that such construction or such exercise of the rights and privileges under this franchise is necessary and proper for the public convenience, and the Commission shall have the power in so approving to impose such conditions as to construction, equipment, maintenance, service or operation as the public convenience and interest may reasonably require, and such certificate shall state the date on which the grantee shall commence construction and the period within which the work shall be completed. In order to avail itself of the rights granted by such certificate of convenience and public necessity, the grantee shall file with the Public Service Commission, within such period as said Commission shall fix, its written acceptance of the terms and conditions of this franchise and of the certificate, together with the document evidencing the fact that the deposit required in Section ten has been made. In the event that the grantee shall not commence the telephone service referred to in the certificate obtained and filed as herein provided within such period as the Public Service Commission shall have fixed, said Commission may declare said certificate null and void and the deposit made pursuant to Section ten of this Act forfeited to the National Government unless the grantee shall have been prevented from doing so by fortuitous cause or *force majeure*, usurpation or military power, martial law, riot, uprising, or other inevitable cause: *Provided, however,* That if the grantee shall have been prevented by any of said causes from commencing the telephone service within the period specified, the time during which it shall have been so prevented shall be added to said period: *Provided, further,* That failure on the part of the grantee to accept the conditions of this franchise and those imposed in the certificate of convenience and public necessity shall automatically void this franchise.

SEC. 10. Upon the written acceptance of the terms and conditions of this franchise, the grantee shall deposit with the Treasurer of the Philippines ten thousand pesos, or negotiable bonds of the Government of the Philippines or other securities approved by the Secretary of Public Works and Communications, of the face value of ten thousand pesos, as an earnest of good faith in accepting<sup>1</sup> this franchise and a guaranty that, within six months from the date of the granting by the Public Service Commission of a certificate of convenience and public necessity authorizing the