The Politics, Landowners' Resistance and Peasants' Struggle for a Genuine Land Reform in the Philippines

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Overview

Introduction

- Agrarian Reform in East Asian Countries
- Philippines at a Snapshot
- The History and Politics of Land Reform in the Philippines
- Landowners' Resistance and Peasants' Struggle
- Conclusion and Policy Suggestions



Source: www.ifad.org

Introduction

Agrarian Reform in East Asia Japanese Agrarian Reform (1946-1949)

Objectives:

- To promote owner-cultivator and agrarian capitalism
- To undermine communist mobilization of the peasantry

Why a highly confiscatory and regulatory approach was possible?

- Tenant farmers had strong cooperativism and unionization
- Industrialist and middle class demanded such reform as a `democratization' measure
- United States financial and military support

Land Redistribution

Political influence

Collective action

Education, Language, Culture

Moral sanctions against violation

Motivation

Introduction (cont)

Agrarian Reform in East Asia Taiwanese Agrarian Reform (1949-1953)

Objective:

To fight against communism

Why a highly confiscatory and regulatory approach was possible?

- United States financial and military support
- Government was alien to local landed elite's influence
- Tenants were highly organized and well-informed
- Efficient bureaucracy
- Accurate landownership and land use data

land	
Redistrib	ution

Political influence

Collective action

Education, Language, Culture

Moral sanctions against violation

Motivation

Introduction (cont)

Agriculture and Poverty in the Philippines

- Agriculture and fishery contribute 15% of the GDP in 2002 (National Statistic Office (NSO) 2005)
- Three quarters of the poor make a living from agricultural and fisheries activities
- Agricultural land area constitutes 32.2% of the country's total land area (NSO 2005)
- Average farm size is 2.0 hectares (NSO 2005)



Source: www.dar.gov.ph

Introduction (cont)

Areas in focus

Region VIII (Eastern Visayas) Ormoc, Leyte Baybay, Leyte Inopacan, Leyte

Region X (Northern Mindanao) Claveria, Misamis Occidental Cagayan de Oro, Misamis Occidental Sumilao, Bukidnon



Methodology

Criteria for Selection of Study Area

Total area accomplished by the Department of Agrarian Reform (DAR) Type of land and agricultural practices Presence of contact persons

Region VIII (Eastern Visayas)	Region X (Northern Mindanao)
High-performing in total area	Low-performing in total land
distributed by DAR	area distributed by DAR
> 3 islands with higher slopes	 Part of a big island (Mindanao)
Major crops are rice and	Vast land cultivated with
coconut	exportable produces

Methodology (cont)

Collection of Data

Literature review

Archival analysis

- data reduction
- re-reading



Qualitative interview

- individual
- group

Key persons

- > Agrarian reform beneficiaries
- Landless farmers
- Landowners
- Lawyers and legal advisers
- DAR officers, NGO officers
- Lawmakers/Congress

Period	Highlights
Pre-colonial	No concept of individual freehold private property of
(before 1571)	land (Putzel 1992)
Spanish (1571-1898)	 Private land ownership was introduced. Economic and political system where a relatively small group of landed elites enjoyed monopoly and power. Peasant pressure for reforms were present but failed to regain their lands and trample the feudal system.
First Philippine	Malolos constitution authorized the President to
Republic	alienate, transfer or exchange land. "Political will" was
(1899-1901)	present but administration was short lived.

Period	Highlights
American (1901-1935)	 Dominant position of the landed oligarchy. Philippine Bill 1902 (ceilings on private ownership) Philippine Registration Act (RA) 1902 (comprehensive registration) Increase percentage of tenants among the agricultural population (Putzel 1992). Subdued peasants' resistance due to presence of United States military.
Commonwealth (1935-1946)	 Social Justice' program Land acquired and distributed was minuscule and land concentration accelerated.

Period	Highlights
Japanese	Peasants took up arms against Japanese
(1941-1945)	Landlords who supported the Japanese lost lands
	while those supported the anti-Japanese group earned
	fixed rentals (DAR 2006)
	Rural reform focused on agrarian reform
Philippine Republic	Roxas (1946-1948)
(1946-present)	Reactivation of peasant military movement demanding agrarian reform
	RA 34 (70-30 sharing arrangement and share tenancy contracts)

Period	Highlights
Period Philippine Republic (1946-present)	 Quirino (1948-1953) No important legislation passed Robert S. Hardie's report on tenancy rejected abolishing absentee ownership low ceiling on land retention government purchase and distribution of land land price fixed and non-negotiable compensation flexible amortization
	United States authorities did not support liberal reform

Period	Highlights
Philippine Republic	Magsaysay (1953-1957)
(1946-present)	 Agriculture Tenancy Act 1954 (share tenancy and leasehold system)
	 Land Reform Act of 1955 (Land tenure administration) - 300 has for individuals, 600 for corporations
	Budgetary constraints halted redistribution efforts
	Garcia (1957-1961)
	No new agrarian legislation
	> 19 large estates and six smaller ones were acquired

Period	Highlights
Philippine Republic	Macapagal (1961-1965)
(1946-present)	Land Reform Code (200 amendments)
	 abolished share tenancy, 75 hectares retention limit lands with permanent crops were exempted
	- draft included a plan for progressive land tax but was
	Marcos (1965-1986)
	Code of Agrarian Reform
	- peasant pressure, congressional action
	- reduced funding for the program
	Operation Land Transfer and Operation Leasehold

Period	Highlights
Philippine Republic (1946-present)	 Aquino (1986-1992) Comprehensive Agrarian Reform Program (CARP) 5 has retention limit + 3 has per legitimate heir 10 years implementation period in different phases comprehensive in coverage with some exemptions Ramos (1992-1998) Better implementation of CARP Exemptions of fishponds and prawn ponds Provided 50 billion pesos for CARP and extension for another 10 years

Period	Highlights
Philippine Republic (1946-present)	 Estrada (1998-2000) Consolidation of small farm operation into medium and large scale integrated enterprise
	 Arroyo (2000-present) Budget cuts "Farmland as Collateral" bill

Agrarian Reform Models and Evasionary Mechanisms

Voluntary-Offer-to-Sell (VOS) scheme

offers incentives to landlords when they voluntarily cooperate with the program Case 1: Garchitorena Land Scam

Voluntary Land Transfer (VLT) Scheme

Iand transfer made directly between landlords and tenants Case 2: Danding Cojuangco Land Deal

Stock Distribution Option (SDO)

Iandlords offer farmworkers capital stock of the company Case 3: Hacienda Luisita



Source: www.intal.be

"Don't throw us out of Hacienda Luisita"

-Ambala/KMP

Agrarian Reform Models and Evasionary Mechanisms

Leaseback Arrangement

Iand awarded to beneficiaries are put to a lease agreement with an investor Case 4: Del Monte Philippines

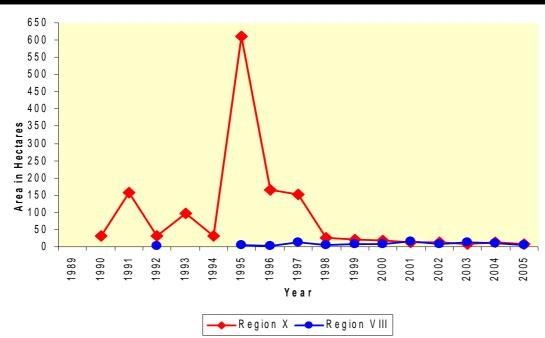
Leasehold Arrangements

non-transfer program that protects the tenure status Case 5: Balayan, Batangas



Source: www.googlephoto.com

Evasionary Mechanisms (cont)

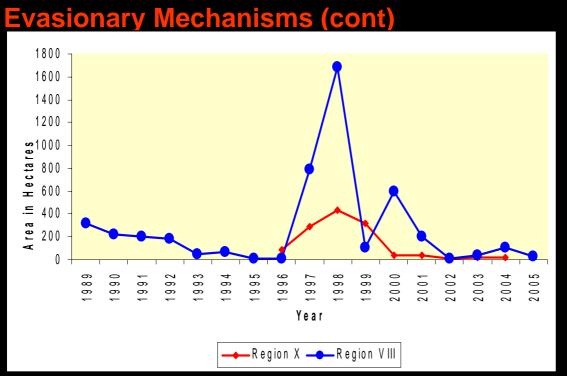


Historical Trend of Land Conversion in Region X and Region VIII (1989-2005) Source: DAR Region VIII and DAR Region X





Sources: Milan 2006



Historical Trend of Land Exemption and Exclusion in Region X and Region VIII (1989-2005) Source: DAR Region VIII and DAR Region X



Sources: Milan 2006

Opinions from DAR Officers

- Modify land valuation formula
- Speed up land valuation and payment to landowners.
- Punishment for landowners with strong resistance and for farmer beneficiaries for selling cultivation rights/converting lands.
- Coordination with NGO's.
- Apprehensive on the "Farmland as Collateral" bill
- Mixed opinion on the planned merger of three institutions: DAR, DENR, and Department of Agriculture (DA).

Opinions from Landowners

- Sentimental value towards land
- Retention limit
- Lack in landownership data

Opinions from Farmers

 Landowners circumvent CARP by transferring title or selling their properties
 Supports the <u>"Farmland as Collateral" bill</u>



Source: www.googlephoto.com

Conclusions

- Periodic government policies on land reform to address serious peasant unrest.
- Political influence of proponents of land redistribution is low despite large number.
- Landlord's power and influence in legislature and executive branch is well-entrenched.
- Laws passed were limited in scope, plugged with loopholes and not backed with sufficient funds
- Provisions of CARP provided opportunities for landowners to evade the program.
- Agrarian reform will remain an important and economic issue.



Policy Suggestions

- Formulation of a Land Use Code
- Progressive Land Tax on landholdings beyond the retention limit
- Idle Land Tax Law
- Task force on illegal conversion
- Alternative to a 'Farmland as Bank Collateral' bill
- Land valuation formula
- Exclusions/exemptions of lands
- Data base management



Sources: www.peace.net.ph

Collective Action

Role of Non-Government Organizations (NGOs) and Peoples' Organizations

Collective Action for Strong Political Will



Source: www.peace.net.ph

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Maraming Salamat! Thank you!



Sources: www.ifad.org