

[REPUBLIC ACT NO. 9273, March 21, 2004]

**AN ACT CONVERTING THE PANAY STATE POLYTECHNIC COLLEGE
INTHE PROVINCE OF CAPIZ INTO A STATE UNIVERSITY TO BE
KNOWN AS THE CAPIZ STATE UNIVERSITY (CAPSU) AND
APPROPRIATING FUNDS THEREFOR**

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

SECTION 1. *Conversion.* — The Panay State Polytechnic College in the Province of Capiz is hereby converted into a state university to be known as the Capiz State University (CAPSU) hereinafter referred to as the University. The center for administration of the University shall be in the Roxas City campus while the center for academic affairs shall be in the Mambusao Poblacion Campus.

SEC. 2. *General Mandate.* — The University shall primarily provide advanced instruction and professional training in agriculture, fishery and forestry, science and technology, arts and humanities, education and other related fields. It shall also undertake research, extension services and production activities, and provide progressive leadership in its areas of specialization.

SEC. 3. *Curricular Offerings.* — The University shall offer undergraduate, graduate and short-term courses within its areas of specialization and according to its capabilities, as the Board of Regents may deem necessary to carry out its objectives, particularly in order to meet the needs of the Province of Capiz and the region.

The existing high school/s shall be transferred to the jurisdiction and supervision of the Department of Education (DepEd): *Provided*, That the high school/s shall be allowed to remain and operate within the campus of the University until the existing students shall have completed their high school education: *Provided, further*, That the University may operate a reasonably-sized laboratory school, if it has a College Education.

SEC. 4. *Administration.* — The University shall have the general powers of a corporation set forth in Batas Pambansa Blg. 68, as amended, otherwise known as the "Corporation Code of the Philippines." The administration of the University and the exercise of its corporate powers shall be vested exclusively in the Board of Regents and the president of the University insofar as authorized by the Board.

SEC. 5. *The Governing Board.* — The Governing Board of the state university shall be the Board of Regents, hereinafter referred to as the Board, which shall be composed of the following:

- a. The Chairperson of the Commission on Higher Education (CHED), as chairperson;
- b. President of the University, as vice chairperson;
- c. Chairperson of the Committee on Education, Arts and Culture of the Senate, as member;
- d. Chairperson of the Committee on Higher and Technical Education, House of Representatives, as member;
- e. Regional Director of the National Economic and Development Authority (NEDA), as member;
- f. Regional Director of the Department of Agriculture (DA), as member;
- g. President of the federation of the faculty associations of the University, as member;
- h. President of the federation of the student councils of the University, as member;
- i. President of the federation of the alumni associations of the University, as member; and
- j. Two (2) prominent citizens who have distinguished themselves in their professions or fields of specialization of the University, as members.

The Board of Regents shall appoint two (2) prominent citizens from among a list of at least five (5) persons qualified in the Province of Capiz, as recommended by the search committee constituted by the University president, in consultation with the Chairperson of the CHED, based on the normal standards and qualifications for the position set by the Board.

The term of office of the president of the federation of faculty associations, the president of the federation of student councils, and the president of the federation of alumni associations shall be coterminous with their respective terms of office, as set forth in their respective Constitutions and By-Laws.

The two (2) prominent citizens shall serve for a term of two (2) years, from appointment date.

SEC. 6. Promulgation and Implementation of Policies. — The Board shall promulgate and implement policies in accordance with the declared State policies on education and other pertinent provisions of the Constitution on education, agriculture, science and technology, as well as the policies, standards and thrusts of the CHED under Republic Act No. 7722, otherwise known as the "Higher Education Act of 1994."

SEC. 7. Powers and Duties of the Board of Regents. — The Board shall have the following specific powers and duties in addition to its general powers of administration and the exercise of all powers granted to the board of directors of a corporation under existing laws:

- a. To promulgate rules and regulations as may be necessary to carry out the purposes and functions of the University;
- b. To receive and appropriate all sums as may be provided, for the support of the University in the manner it may determine, in its discretion, to carry out the purposes and functions of the University;
- c. To import duty-free economic, technical and cultural books and/or publications, upon certification by the CHED that such imported books and/or publications are for economic, technical, vocational, scientific, philosophical, historical or

cultural purposes, in accordance with the provisions of the Tariff and Customs Code, as amended;

- d. To receive in trust, legacies, gifts and donations of real and personal properties of all kinds and to administer and dispose of the same when necessary for the benefit of the University, and subject to the limitations, directions and instructions of the donor, if any.

Such donations shall be exempt from the donor's tax and the same shall be considered as allowable deductions from the gross income in the computation of the income tax of the donor, in accordance with the provisions of the National Internal Revenue Code (NIRC), as amended: *Provided*, That such donations shall not be disposed of, transferred or sold;

- e. To fix the tuition fees and other necessary school charges such as, but not limited to, matriculation fees, graduation fees and laboratory fees, as the Board may deem proper to impose, after due consultations with involved sectors;

Such fees and charges, including government subsidies and other income generated by the University, shall constitute special trust funds and shall be deposited in any authorized government depository bank, and all interest that shall accrue therefrom shall form part of the same funds for the use of the University;

Any provision of existing laws, rules and regulations to the contrary notwithstanding, any income generated by the University from tuition fees and other charges, as well as from the operation of auxiliary services and other grants, shall be retained by the University, and may be disbursed by the Board for instruction, research, extension or other programs/projects of the University: *Provided*, That all fiduciary fees shall be disbursed for the specific purpose for which they are collected;

If, for any reason beyond its control, the University shall not be able to pursue any project for which funds have been appropriated and allocated under its approved program of expenditures, the Board may authorize the use of the said funds for any reasonable purpose which, in its discretion, may be necessary and urgent for the attainment of the objectives and goals of the University;

- f. To adopt and implement a socialized scheme of tuition and school fees for greater access to poor but deserving students;
- g. To authorize the construction or repair of its buildings, machinery, equipment and other facilities, and the purchase and acquisition of real property, including necessary supplies, materials and equipment;
- h. To appoint, upon recommendation of the president of the University, vice presidents, deans, chancellors, directors, heads of campuses, faculty members and other officials and employees of the University;
- i. To fix and adjust salaries of faculty members, administrative officials and employees subject to the provisions of the Revised Compensation and Position Classification System and other pertinent budget and compensation laws governing hours of service, and such other duties and conditions as it may deem proper; to grant them, at its discretion, leaves of absence under such

regulations as it may promulgate, any provision of existing laws to the contrary notwithstanding; and to remove them for cause in accordance with the requirements of due process of law;

- j. To approve the curricula, institutional programs and rules of discipline drawn by the administrative and academic councils as herein provided;
- k. To set policies on admission and graduation of students;
 - l. To award honorary degrees upon persons in recognition of outstanding contribution in the field of agriculture or any field of specialization within the academic competence of the University; and to authorize the awarding of certificates of completion of non-degree and nontraditional courses;
- m. To establish and absorb nonchartered tertiary institutions within the Province of Capiz as branches and centers, in coordination with the CHED, and in consultation with the Department of Budget and Management (DBM), and to offer therein programs or courses, to promote and carry out equal access to educational opportunities as mandated by the Constitution;
- n. To establish research and extension centers of the University where such will promote the development of the latter;
- o. To establish chairs in the University and to provide fellowships for qualified faculty members and scholarships to deserving students;
- p. To delegate any of its powers and duties provided for hereinabove to the president and/or other officials of the University as it may deem appropriate, so as to expedite the administration of the University;
- q. To authorize an external management audit of the institution, to be financed by the CHED, subject to Commission on Audit (COA) rules and regulations, and to institute reforms, including academic and structural changes, on the basis of the audit results and recommendations;
- r. To collaborate with the governing boards of state universities and colleges within the Province of Capiz or the region, under the supervision of the CHED and in consultation with the DBM, and work towards the restructuring of the University to become more efficient, relevant, productive and competitive;
- s. To enter into joint ventures with business and industry for the profitable development and management of the economic assets of the University, the proceeds of which shall be used for the development and strengthening of the University;
- t. To develop consortia and other forms of linkages with local government units, institutions and agencies, both public and private, local and foreign, in furtherance of the purposes and objectives of the University;
- u. To develop academic arrangements for institution capability building with appropriate institutions and agencies, both public and private, local and foreign, and to appoint experts/ specialists as consultants, part time or visiting or exchange professors, scholars, researchers, as the case maybe;
- v. To set up the adoption of modern and innovative modes of transmitting knowledge such as the use of information technology, the dual system, open learning or distance education, community laboratory, for the promotion of greater access to higher education;
- w. To establish policy guidelines and procedures for participative decision-making and transparency within the University;
- x. To privatize, where most advantageous to the University, management of nonacademic services such as health, food, building, grounds or property maintenance and similar activities; and
- y. To extend the term of the president of the University beyond the age of retirement but not later than the age of seventy (70), whose performance has