SIXTEENTH CONGRESS OF THE REPUBLIC) OF THE PHILIPPINES ) First Regular Session )



13 JUL -1 A9:10

#### SENATE

RECOUNTERSY

Senate Bill No. 21

#### INTRODUCED BY SEN. JINGGOY EJERCITO ESTRADA

#### EXPLANATORY NOTE

With the entry into force of the Maritime Labor Convention 2006 on 20 August 2013, the Philippines as the 30th Member State to ratify the Convention is in the thick of preparations for the implementation of the same through national laws, regulations and other measures. It is deemed appropriate that the Philippines implement the MLC 2006 through a national legislation. Such track is highly imperative considering that the Philippines is one of the major sources of seafarers around the world.

According to the International Labor Organization, there are more than 1.2 million seafarers worldwide and Filipino seafarers make up 30 per cent of the seafarers on the global shipping fleet. Likewise, archipelagic as it is, with more than 1,107 islands, the Philippines is also home to thousands of local seafarers manning domestic ships navigating the Philippine waters for purposes of commerce and trade.

In view of these considerations, passing the *Magna Carta for Seafarers* that promotes the welfare and protect the rights of Filipino seafarers and their families is imperative. The draft Magna Carta for Seafarers is a consolidation of all pending bills filed during the 15<sup>th</sup> Congress. Incorporated in this draft are inputs from the maritime stakeholders during the series of regional consultations and advocacy on the MLC 2006.

The draft Magna Carta for Filipino Seafarers seeks to ensure protection of the rights and welfare of overseas Filipino seafarers and their families. Specifically, it seeks to recognize the rights of Filipino seafarers, institute mechanisms for the enforcement and protection thereof, provide for compulsory benefits, and implement standards set by the MLC 2006.

JINGGOY EJERCITO ESTRADA Senator

SIXTEENTH CONGRESS OF THE REPUBLIC) OF THE PHILIPPINES ) First Regular Session )



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Senate Bill No. 21

## INTRODUCED BY SEN. JINGGOY EJERCITO ESTRADA

### AN ACT

# INSTITUTING THE MAGNA CARTA OF FILIPINO SEAFARERS

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

#### **Chapter I – General Provisions**

**SECTION 1.** Short Title. – This Act shall be known as the "Magna Carta of Filipino Seafarers."

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SEC. 2. Declaration of Policies. - It is hereby declared the policy of the State:

- a) To recognize the rights, contributions and unique role of Filipino seafarers as maritime professionals as well as their vulnerabilities, and afford them full protection before, during and after their employment;
- b) To maintain and progressively develop a pool of competent and worldclass seafarers for all officers, ranks and ratings, as well as service personnel on special types of vessels, through a system of education, training, accreditation and licensing;
- c) To establish mechanisms for the enhancement of administrative, adjudicative, social as well as welfare services for them and their families;
- d) To enact laws that adopt, and implement the standards set by international conventions and agreements on working conditions, and safety, among others, for seafarers particularly the Maritime Labour Convention, 2006;
- e) To recognize manning and recruitment entities as vital partners in promoting the skill and competence of Filipino seafarers.

Toward these ends, the State shall endeavor to improve the Filipino seafarers' working conditions, terms of employment, career prospects and provide them opportunities to harness their potentials to the fullest. The State shall further work to uplift the socio-economic well-being of the Filipino seafarers' families.

**SEC. 3.** *Applicability.* – This Act shall cover Filipino seafarers working on board 2 coastal and ocean-going ships of Philippine or foreign registry.

All rights, privileges and benefits previously enjoyed by Filipino seafarers before
the effectivity of this Act, including those set forth in Presidential Decree No. 442
otherwise known as the Labor Code of the Philippines, as amended, and
Republic Act No. 8042, otherwise known as the "Migrant Workers and Overseas
Filipinos Act of 1995," as amended, shall continue to be recognized and shall not
be diminished after the effectivity of this Act.

Cadets on shipboard training shall be governed by separate rules and
 regulations issued by the Department of Labor and Employment in coordination
 with relevant government agencies.

 SEC. 4. Definition of Terms. -

- (a) "Authority" shall refer to the document issued by the Department of Labor and Employment (DOLE) authorizing any person or entity to engage in the recruitment and placement of seafarers;
- (b) "Coastal ship" shall refer to any Philippine flag vessel licensed to carry passengers or cargo, or both, in any port in the Philippines;
- (c) "Coastal trade" shall refer to trade engaged in by a coastal ship within Philippine waters;
- (d) "Cadet" refers to a student of maritime educational institution, who is required to undergo onboard training to complete the educational requirements for a maritime degree or technical course;
  - (e) "Departure" shall refer to the actual departure from the point of hire of a Filipino seafarer through air, sea or land travel transport to join his ship in a Philippine or foreign port;
- (f) "Domestic Seafarers" shall refer to any seafarers employed on board a ship or vessel plying inter-island waters or waters within Philippine territory;
- (g) "Foreign Registry" shall refer to the official public register of vessels of a country other than the Philippines;
- (h) "International Maritime Convention" or "International Convention" shall refer to any written treaty or agreement, or any protocol or amendment thereto, affecting the maritime industry which has come into force and effect, including the Maritime Labour Convention, 2006;
- (i) "License" shall refer to the document issued by the DOLE authorizing any person or entity to operate a manning or recruitment and placement agency;
- (j) "Manning Agency" shall refer to any person, company, institution, licensed to engage in recruitment and deployment of overseas Filipino seafarers on board ships of foreign registry in behalf of its foreign principals;

(k) "Maritime Industry" shall refer to all stakeholders engaged in the business of owning, managing, chartering and/or operating coastal or ocean-going ship(s) of Philippine or foreign registry, manning of ships, management of ports, stevedoring and arrastre services, ship brokering and chartering, ship-building and ship repair, providing maritime services such as ship supplies and provisions, maritime education and training, shipping agency, and other similar activities;

- (I) "Master" shall refer to a seafarer who is licensed and authorized to command and/or navigate a ship by law or regulation and appointed as representative of the shipowner;
- (m) "Officers" shall refer to seafarers who are licensed by law or regulation to serve in such capacity, such as Master Mariner, Chief Officer, 2nd Officer, and 3rd Officer for the Deck department and Chief Engineer, 2nd Engineer, 3rd Engineer, and 4th Engineer for the Engine department;
- (n) "Overseas Filipino Worker (OFW)" or "Migrant Worker" shall refer to a person who is to be engaged, is engaged or has been engaged in a remunerated activity in a state of which he or she is not a citizen or on board a vessel navigating the foreign seas other than a government ship used for military or non-commercial purposes or on an installation located offshore or on the high seas;
- (o) "Philippine National" shall refer to any individual who is a citizen of the Philippines, or a commercial partnership or corporation organized under the laws of the Philippines, at least 60% of the capital of which is owned by citizens of the Philippines;
- (p) "Philippine Port" shall refer to any Philippine airport or seaport;
- (q) "Philippine Seafarers' One Stop Processing Center (PSOC)" shall refer to the facility center which houses all relevant offices/agencies involved in providing services to seafarers in one roof;
- (r) "Philippine Shipping Companies" shall refer to entities registered and licensed under the laws of the Philippines to engage in the business of overseas and/or domestic water transportation;
- (s) "Philippine Waters" shall refer to the inland waters, archipelagic waters, territorial sea and exclusive economic zone of the Philippines, as defined by law and as recognized by international conventions;
- (t) "Point of Hire" shall refer to the place indicated in the contract of employment which shall be the basis for determining commencement and termination of contract;
- (u) "Principal" or "employer" shall refer to any person, partnership or corporation hiring Filipino seafarers to work on board coastal and ocean-going ships;
- (v) "Rating" shall refer to any member of the crew other than the Officers as defined herein;
- (w) "Recruitment and Placement" shall refer to any act of canvassing, enlisting, contracting, transporting, utilizing, hiring or procuring workers,

and includes referrals, contract services, promising or advertising employment, locally or abroad, whether for profit or not: Provided, that any person or entity, which in any manner, offers or promises employment for a fee to two (2) or more persons shall be deemed engaged in recruitment and placement;

- (x) "Recruitment and placement agency" shall refer to any Filipino person, corporation, partnership, company, etc. who is engaged in recruiting seafarers for placement or employment on board ships of Philippine or foreign registry;
- (y) "Repatriation" shall refer to a process of returning a person back to one's point of hire;
- (z) "Philippine Registry" shall refer to the official public register under the authority of the Registrar of Ships which shall hold the record of all vessels and its encumbrances registered under Philippine laws;
- (aa) "Seafarer" shall refer to any person who is employed or engaged or works in any capacity on board a ship covered by this Act;
- (bb) "Overseas Filipino Seafarer (OFS)" shall refer to a seafarer employed on board a ship plying outside inland waters, archipelagic waters or territorial seas of the Philippines;
- (cc) "Ocean-going ship" shall refer to any Philippine or foreign-registered ship which is authorized to carry passengers or cargo, or both, in trade between a Philippine port and a foreign port, or between two foreign ports;
- (dd) "Shipowner" shall refer to the owner of the ship or any other organization or person, such as the manager, agent or bareboat charterer, who has assumed the responsibility for operation and management of the ship from the shipowner, and who, on assuming such responsibilities, has agreed to take over all the attendant duties and responsibilities of a shipowner under this Act;

### Chapter II - Seafarer's Rights

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  42 SEC. 5. *Right to Just Terms and Conditions of Work.* Seafarers shall have the
  43 rights to:
- 45 (a) a safe and secure workplace that complies with safety standards;
- 47 (b) decent working and living conditions on board ship;
  - (c) medical care, welfare measures and other forms of health and social protection;
  - (d) fair terms and conditions of employment including salary commensurate to their rank, hours of work, and other relevant basis for wage computation, minimum number of working hours, rest period consistent with Philippine laws or international maritime conventions, when applicable.

**SEC. 6.** *Rights to Self-organization, to engage in Collective Bargaining and to participate in democratic exercises.* – Seafarers shall enjoy their right to selforganization, to collective bargaining and to participate in the deliberation of issues and in the formulation of policies that affect them, including the guarantee of representation in governing boards or appointment in government instrumentalities.

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9 **SEC. 7.** *Right to Educational Advancement and Training at Reasonable and* 10 *Affordable Costs.* – Seafarers shall have access to educational advancement 11 and training at reasonable and affordable costs.

Toward this end, relevant government agencies shall:

- (a) Regulate the operation of all educational, training, and review institutions offering courses related to seafaring;
- (b) Pursue grant programs such as scholarships, subsidies, loan assistance and other measures that will harness the skills of Filipino seafarers toward greater competitiveness to new demands in the industry; and,
- (c) Promote quality maritime education and training that respond to the needs of the industry and in accordance with international maritime standards.

SEC. 8. *Right to Relevant Information.* – Seafarers shall have adequate and
 relevant information regarding their rights, benefits, obligations, conditions and
 realities attendant to their profession, their duties, responsibilities and obligations.

Towards this end, manning agencies, and other organizations responsible for the recruitment and placement of Filipino seafarers shall be mandated to provide seafarers information on the computation and payment of salaries and specific privileges and benefits available in their contract of employment.

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36 **SEC. 9.** *Right to Consultation.* – Seafarers and seafarers' organizations or 37 unions as well as concerned maritime industry representatives shall be 38 adequately consulted before adopting any policy, law, executive issuance, rule or 39 regulation that may directly or indirectly affect them and/or their families and 40 beneficiaries.

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SEC. 10. *Right Against Discrimination.* – Seafarers shall have the right against
 discrimination by sole reason of race, sex, religion and political opinion. Career
 opportunities shall be promoted and appropriate working and living conditions
 shall be guaranteed equally among male and female seafarers.

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49 **SEC. 11.** *Right to Legal Representation.* – Seafarers who are victims of 50 violations of the provisions of this Act, shall have the right to free legal assistance 51 and protection at government's expense.

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54 **SEC. 12.** *Right to Access to Communication.* – Seafarers, especially during their 55 free time or off-duty, shall be given access to communication and they shall be 56 allowed to use the internet, mobile phone and other communication facilities.

1	Chapter III – Seafarer's Duties
2 3 4	<b>SEC. 13.</b> Seafarer shall have the following duties:
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6 7 8	<ol> <li>To comply with and observe the terms and conditions of his/her employment contract;</li> </ol>
9 10	2. To abide by the Code of Discipline;
11 12 13 14 15	<ol> <li>To be obedient to the lawful commands of the Master or any person who shall lawfully succeed him and to comply with the shipowner's/principal's policy on safety and operational procedures and instructions given in connection therewith;</li> </ol>
16 17 18	<ol><li>To be diligent in his duties relating to the ship, its stores and cargo, whether on board, in boats or ashore;</li></ol>
19 20 21 22	<ol> <li>To conduct himself at all times in an orderly and respectful manner towards shipmates, passengers, shippers, stevedores, port authorities, and other persons who have official business with the ship;</li> </ol>
22 23 24 25	<ol> <li>To take personal responsibility for his health at all times by practicing a healthy lifestyle.</li> </ol>
26 27	Chapter IV – Minimum Requirements for Seafarers
28	Chapter IV – Minimum Requirements for Sealarers
29 30 31 32 33 34	<b>SEC. 14.</b> <i>Minimum Age.</i> – No person below eighteen (18) years old shall be employed, engaged, or otherwise allowed to work on board a coastal or ocean-going ship.
35 36 37	<b>SEC. 15.</b> <i>Medical Certificates.</i> – No seafarer shall be employed, engaged, or otherwise allowed to work on board a coastal or ocean-going ship unless certified as medically fit to perform his/her duties.
38 39 40 41	Seafarer shall hold a medical certificate issued by a medical facility duly accredited by the Department of Health.
41 42 43 44 45	The medical certificate shall certify that the person is expected to be able to meet the minimum requirements for performing the duty specific to his/her post at sea safely and effectively during the period of validity of the certificate.
46 47	The validity of the medical certificate shall not exceed a period of two (2) years.
48 49 50 51 52 53 54 55 56	<b>SEC. 16.</b> <i>Education.</i> – Seafarer must have at least successfully completed the required academic requirements for a maritime degree provided for in the curriculum approved by the Commission on Higher Education, or must have completed the basic training courses for the position applied for as required by TESDA for ratings. The implementing rules and regulations of this Act shall set the educational and/or training requirements for each classification of seafarers.

SEC. 17. Training. - No seafarer shall be employed, engaged, or otherwise 1 2 allowed to work on board a coastal or ocean-going ship unless he/she is properly trained and certified as competent or otherwise qualified to perform his/her duties 3 on board in accordance with the standards of international maritime 4 convention(s) providing for seafarer's training, qualification, competency or 5 certification. 6 7 8 SEC. 18. Recruitment and Placement. Unless otherwise provided under this Act 9 and/or its implementing rules and regulations, no amount or fee shall be charged 10 in the recruitment and placement of a seafarer. 11 12 Only duly licensed manning or placement and recruitment agency shall be 13 allowed to operate and engage in the recruitment and placement of seafarers, in 14 accordance with the rules and regulations as may be issued by the Secretary of 15 Labor and Employment. 16 17 DOLE regulations shall govern the recruitment and placement and/or contracting 18 and subcontracting work arrangement of seafarers. 19 20 Seafarers shall be compensated for monetary loss that may be incurred as a 21 result of the failure of recruitment and placement service or the relevant 22 23 shipowner under the seafarer's employment agreement to meet its obligations by 24 way of insurance or an appropriate measure. 25 26 27 **Chapter V. Terms and Condition of Employment** 28 29 SEC. 19. Standard Employment Agreement for Seafarers. - There shall be an 30 agreement in writing between the shipowner and the seafarer, which shall 31 32 include the following terms: 33 34 a) the seafarer's full name, date of birth or age, and birthplace; 36 b) the shipowner's name and address; c) the place where and date when the seafarer's employment 38 32 agreement is entered into;  $\frac{41}{42}$ d) the capacity in which the seafarer is to be employed; e) the amount of the seafarer's salary, and the formula used for 43 44 45 calculating the same; 49 f) hours of work; 48 g) wages and wage-related benefits, which include the following: overtime pay, holiday pay, premium pay, paid leaves, 13th 49 50 51 month pay; 52 h) social security and welfare benefits; 53 <u>5</u>4 i) stipulation on repatriation or similar undertakings; j) separation pay and retirement pay; and 56 k) other benefits in accordance with law, company policy or 58 59 agreements. 60

1 The foregoing employment agreement shall be in a working language and in 2 English, executed in three (3) original copies before the commencement of the 3 employment. The shipowner and the seafarer shall each have a signed original 4 of the agreement. A signed original shall be made available onboard the ship.

6 When there is a collective bargaining agreement, a copy thereof must be 7 maintained onboard the ship.

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9 However, for overseas Filipino seafarers the Standard Employment Contract 10 (SEC) approved by the governing board of POEA shall be observed; Provided, 11 that in the absence of a reliever, the employment contract of a seafarer shall not 12 be extended more than three (3) months from the date of the expiration of the 13 contract, in which case the seafarers shall be allowed to disembark or shall be 14 repatriated to the point of hire.

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17 SEC. 20. Wages. - Upon effectivity of this Act, the Regional Tripartite Wages and Productivity Boards shall set the minimum wage rates of the seafarers on-18 19 board ships engaged in domestic shipping, taking into account the peculiarities of the employment arrangement of seafarers. Provided, that wages for actual work 20 hours and days shall not be lower than the applicable minimum wage rates in the 21 22 domicile or head office of the shipowner, whichever is higher. Wages shall be paid at least once every two weeks or twice a month at intervals not exceeding 23 sixteen (16) days. 24

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SEC. 21. Freedom to Stipulate. – The seafarer and the shipowner are allowed to stipulate and mutually agree on other terms and conditions exceeding the minimum standards, provided that the additional provisions are mutually beneficial to both parties and are not contrary to law, public policy and morals.

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33 SEC. 22. Hours of work and hours of rest. - The normal hours of work of
34 seafarer shall be eight (8) hours but in no case exceed fourteen (14) hours in any
35 24-hour period and seventy-two (72) hours in any 7-day period.

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The minimum hours of rest for seafarers shall not be less than 10 hours in any 24-hour period and 77 hours in any 7-day period.

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Provided that, for ships licensed to engage in coastal trade only the rules found in Book Three, "Conditions of Employment ", Title I "Working Conditions and Rest Periods", Chapter I, "Hours of Work", Chapter II, "Weekly Rest Periods", And Chapter II, "Holidays, Service Incentive Leaves and Service Charges" of the "Labor of the Philippines", Presidential Decree No. 442 as amended, shall continue to apply and shall be considered as substantially complying with international standards.

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48 **SEC. 23.** *Paid Annual Leave.* – Whenever applicable, the seafarers shall be paid 49 an annual leave to be calculated on the basis of a minimum of 2.5 calendar days 50 per month of employment.

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**Chapter VI – Repatriation** 

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56 **SEC. 24.** *Repatriation.* – Seafarers shall be entitled to repatriation. All costs 57 related to the repatriation and / or transport of the personal effects of a seafarer

shall be borne by or charged to the shipowner and manning or crewing agency 1 concerned. The expenses of repatriation shall include the transportation charges, 2 the accommodation and the food of the seafarer during the journey. However, in 3 cases where the termination of employment is due solely to the fault of the 4 seafarer, the shipowner or manning/crewing agency shall not in any manner be 5 responsible for the repatriation of the former and/or his/her personal effects. 6 7 8 9 **SEC. 25.** Mandatory Repatriation of Underage Seafarers. – Upon discovery or information of a Filipino seafarer whose actual age falls below eighteen (18) 10 years of age, the nearest Philippine consulate office shall, without delay, 11 repatriate the said seafarer and advise the DFA and DOLE as soon as possible 12 of such discovery and other relevant information. 13 14 15 SEC. 26. Emergency Repatriation. - The DOLE, in coordination with the OWWA 16 and the DFA, shall undertake the repatriation of seafarers in cases of war, 17 epidemics, abandonment of ships by shipowners, disasters or calamities, natural 18 or man-made, and other similar events without prejudice to reimbursement by the 19 20 responsible shipowner or manning crewing agency. 21 22 23 SEC. 27. Repatriation in Case of Coastal Vessels. - The provisions on repatriation shall also apply to seafarers working on coastal vessels. 24 25 26 27 Chapter VII. Manning Requirement 28 29 SEC. 28. Manning Levels. - All ships of Philippine registry shall have the 30 31 required minimum manning levels in accordance with the requirements set by 32 MARINA. 33 34 Every ship shall be manned by a crew that is adequate in terms of size and 35 qualifications taking into account the need to operate the vessel safely and efficiently. 36 37 38 39 SEC. 29. Crew Competence. - Every member of the crew of a ship of Philippine Registry shall possess the appropriate certificate of competency setting forth his 40 competence to serve in the capacity and perform the functions involved at the 41 42 level of responsibility, for the position held, for the type, tonnage, power, means of propulsion, and trading patterns of the ship concerned. 43 44 45 The certificate of competency shall attest to the fact that the seafarer to whom it is issued meets the requirements for service, age, medical fitness training, 46 qualification, and examinations for the position held. 47 48 49 SEC. 30. Registry of Seafarers. - The POEA, for ocean-going ships of foreign 50 51 registry and MARINA for coastal and ocean-going ships of Philippine registry shall maintain a registry of all seafarers in the Philippines. The registry shall 52 contain the following information: 53 54 55 a. The name of the seafarer; b. Qualifications; 56 c. Record of employment; 57

- d. Education and training;
- e. Current certificates;
- f. Occupational category.

Such other relevant information shall be included in the registry that will allow the
relevant agency to promote employment opportunities for seafarers whether on
board or ashore, or allow for further training and education to support skills
development and competencies of seafarers in order to secure or improve
employment opportunities.

- Chapter VIII Accommodation, Recreational Facilities, Food and Catering
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**SEC. 31.** Application. – The requirements of this Chapter for crew accommodation and recreational facilities covering ships of Philippine Registry shall be applicable to the following:

- (a) All ocean-going ships and coastal ships constructed on or after the date when the Maritime Labor Convention of 2006 come into force;
- (b) All second hand ships, whether ocean-going or coastal, acquired or leased, and entered in the Philippine Registry after the entry date into force of the said Convention unless provided exemption by the relevant Philippine government agency;

(c) All ships constructed prior to the entry into force of the Maritime Labor
 Convention, 2006, as the case may be, which undertake major or substantial structural alterations after the entry into force of the Convention unless provided exemption by the relevant Philippine government agency.

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33 **SEC. 32.** Accommodation Facilities. – Unless otherwise exempted herein or by 34 appropriate regulations, all ship of Philippine registry shall have safe, recent and 35 adequate accommodations for seafarers taking into account the need to protect 36 the health and safety of seafarers working or living on board.

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**SEC. 33.** *Requirements for Sanitation.* – All ships of Philippine registry shall have access to sanitation facilities meeting the minimum standards for health and hygiene. The sanitation facilities shall be located at convenient places, allowing for easy access to work stations. Separate facilities shall be provided for male and female crew.

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- 46 SEC. 34. Recreational Facilities. Unless otherwise exempted herein or by
   47 appropriate regulations, all ships of Philippine registry shall have recreational
   48 facilities, amenities, and services appropriate for seafarers.
- 49 Coastal ships are exempted from this requirement considering the trading 50 patterns and length of voyages of such ships which allow the crew to go home or 51 to have access and make use of comparable facilities on land.
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53 54 **SEC. 35.** *Food and Catering.* – The shipowner shall ensure protection and 55 promotion of the health of the seafarer. Whenever applicable,shipowners shall 56 ensure that ships carry onboard and serve free food and drinking water of 57 appropriate quality, quantity and nutritional value that adequately cover the requirements of the ship and take into consideration the differing cultural and religious backgrounds. The foods and drinks and the preparation thereof shall be in accordance with the standards of the Sanitation Code of the Philippines and pertinent laws, rules and regulations.

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### Chapter IX -- Health Protection and Medical Care

**SEC. 36.** *Medical Care Onboard Ship and Ashore.* – The shipowner shall provide adequate medical services and medicine chest onboard, and access to shore facilities for the protection of the health of the seafarers, as well as the corresponding medical and/or trained personnel who shall provide first-aid and medical care pursuant to the Occupational Safety and Health Standards and other pertinent laws, rules and regulations.

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17 The shipowner shall ensure that seafarers have access to treatment for sickness 18 or injury, hospitalization and dental treatment.

- The seafarer shall have the right to consult a qualified physician or dentist
  without delay in ports of call, where practicable.
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23 SEC. 37. Shipowners' Liability. - Without prejudice to existing laws and policies, collective bargaining agreement or other applicable employment agreement, the 24 shipowner shall be responsible for the health protection and medical care for 25 seafarers with respect to sickness and injury, for compensation in case of death 26 27 or long term disability due to occupational injury, illness or hazard, for payment of expenses for medical care and treatment until recovery or until the seafarer's 28 illness or incapacity is declared permanent in character, and for payment of burial 29 30 expenses.

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SEC. 38. Maritime Occupational Safety and Health Standards. – The DOLE
 shall formulate guidelines for the implementation of the occupational safety and
 health policy and program for seafarers.

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- Chapter X Welfare and Social Security Protection
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41 **SEC. 39.** *Social Welfare Benefits.* – Without prejudice to established company 42 policy, collective bargaining agreement or other applicable employment 43 agreement, all seafarers shall be entitled to coverage for social welfare benefits 44 such as Pag-IBIG Fund (Républic Act No. 7742) and PhilHealth (Republic Act 45 No. 7875, as amended by Republic Act No. 9241) Employees' Compensation 46 Law(Presidential Decree No. 626), and the Social Security Law (Republic Act No 47 1161 as amended by Republic Act No. 8282), and other applicable laws.

The cost of health services for the sickness and injuries suffered by the seafarer
 shall be covered by mandatory social welfare programs under existing laws.

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### **Chapter XI – Compliance and Enforcement**

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55 **SEC. 40.** *Compliance.* – All ships of Philippine registry shall comply with the 56 provisions of this Act. The shipowner or master shall ensure the compliance of 57 the ship with this Act and its implementing rules and regulations. 1 The shipowner and master shall be made principally liable for any violation of the 2 provisions of this Act and its implementing rules and regulations.

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5 **SEC. 41.** *Enforcement.* – For purposes of this Act, the Secretary of Labor or 6 his/her duly authorized representative, shall have the sole and exclusive authority 7 to inspect all ships, coastal or ocean-going, regardless of their flag state to 8 ensure compliance with the provisions of this Act.

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10 The Secretary of Labor may authorize other government agencies or duly 11 recognized organizations in the enforcement of the provisions of this Act and its 12 implementing rules and regulations.

14 Unless directly exercised by the Secretary of Labor, the duly authorized 15 representative shall have the power to board ship and carry out any examination, 16 test or inquiry which they may consider necessary in order to satisfy themselves 17 that the standards are strictly observed.

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19 The Secretary of Labor and Employment or his/her duly authorized 20 representative shall have the power to order immediate correction of, and impose 21 fine for, violations of the provisions of this Act.

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If the violation or deficiency constitutes serious breach of the requirement of this Act and its implementing rules and regulations or poses imminent danger to the ships, and/or to the life or limbs of the seafarer, the Secretary of Labor or his/her duly authorized representative may order the detention of the ship until the violation or deficiency is corrected.

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30 **SEC. 42.** *Maritime Labour Certificate and Declaration of Maritime Labour* 31 *Compliance.* – All ships of Philippine registry shall have a maritime labour 32 certificate issued by the Secretary of Labor or his/her duly authorized 33 representative.

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All ships of Philippine registry shall also have a declaration of maritime labour
 compliance drawn up by the shipowner or master.

A ship of less than 500 gross ton shall not be required to have a maritime labour
 certificate and declaration of maritime labour compliance.

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41 A maritime labour certificate shall be valid for three (3) years subject to renewal.
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Intermediate inspection may be conducted during the validity of the maritime
labour certificate.

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47 SEC. 43. Recognized Organization. - Recognized Organizations shall be
 48 authorized by the Secretary of Labor to conduct inspection and issue certification
 49 in accordance with the provisions of this Act and its implementing rules and
 50 regulations.

A recognized organization shall have the necessary knowledge of the requirements of this Act and its implementing rules and regulations, Maritime Labour Certificate, 2006 and other relevant international treaty or convention.

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1 A recognized organization shall also have the necessary and qualified 2 professional, technical and support expertise to carry out the conduct of 3 inspection and issuance of certification.

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5 Chapter XII – Termination of Employment 6 7 8 SEC. 44. Termination of Employment. -9 10 1) The shipowner, master or their representative may, after notice and 11 hearing, terminate the services of the seafarer working on ocean-going 12 ships any time before the expiration of the contract for any grounds as 13 may be stipulated therein, or under the company rules and regulations or 14 code of discipline. A seafarer working on ocean-going ships may, by mere 15 service of notice, terminate his or her services any time before the 16 expiration of the contract for any grounds as may be stipulated therein or 17 under company rules and regulations. 18 19 2) Seafarer working on coastal ships may, by mere notice, terminate his or 20 her services for any of the following causes: 21 22 a) Serious insult on the honor and person of the seafarer by the 23 shipowner, master or their representative; 24 25 b) Inhuman treatment of the seafarer by the shipowner, master or their representative; 26 27 c) Commission of a crime or offense against the seafarer by the shipowner, master of their representative; and, 28 d) Other causes analogous to the foregoing. 29 30 31 3) A shipowner may, after notice and hearing, terminate the services of a 32 seafarer working on coastal ships for any of the following causes: 33 34 a) Serious misconduct or willful disobedience by the seafarer of the 35 lawful order of the shipowner, master of their representative in 36 37 connection with his or her work: 38 b) Gross or habitual neglect by the seafarer of his or her duties; c) Fraud or willful breach by the seafarer of the trust reposed in him or 39 her by the shipowner, master or their representative; 40 d) Commission of a crime or offense by the seafarer against the person of 41 the shipowner, master or any immediate member of his or her family; 42 43 and. e) Other causes analogous to the foregoing. 44 45 **Chapter XIII - Settlement of Disputes** 46 47 48 49 SEC. 45. On-board and Onshore Complaint Procedure. - All ships of Philippine registry shall develop and implement a fair, effective and expeditious on-board 50 and on-shore complaint procedures in accordance with the implementing rules 51 and regulations of this Act. 52 53

All disputes including violation of the provisions of employment agreement, 1 termination cases and claims for damages arising from employment involving 2 seafarers shall undergo a conciliation and mediation proceedings before the 3 4 National Conciliation and Mediation Board. 5 Unresolved disputes including violation of the provisions of employment 6 7 agreement, termination cases and claims for damages arising from employment involving seafarers shall be within the jurisdiction of the Labor Arbiters of the 8 9 National Labor Relations Commission. 10 Voluntary arbitrators or panel of voluntary arbitrators, upon agreement of the 11 parties, may also hear and decide all disputes including violation of contract, 12 termination and claims for damages arising from employment involving seafarers. 13 14 15 16 SEC. 46. Mandatory Conciliation-Mediation. - Seafarers may avail of the conciliation-mediation services of the DOLE pursuant to Republic Act 10396 and 17 its Implementing Rules and Regulations, by filing a request for assistance before 18 19 the conciliation-mediation desks at the Regional/Field/Provincial Offices of the 20 DOLE. 21 22 23 **Chapter XIV -- Reintegration for Overseas Filipino Seafarers** 24 25 Reintegration. - For overseas Filipino seafarers, returning or 26 SEC. 47. 27 unemployed seafarers may avail of the livelihood development, training programs 28 and placements services offered by concerned government agencies, including 29 OWWA and TESDA, TLC, and the CDA. 30 31 These agencies shall formulate skills upgrading or retraining curricula to meet the needs of returning or unemployed seafarers. The participation of the maritime 32 33 industry, in particular, port and shipping industry, and maritime educational institutions shall be likewise solicited by the DOLE in devising the appropriate 34 35 retraining and local job placement programs for unemployed seafarers. 36 The National Reintegration Center for OFWs (NRCO) shall attend to the needs of 37 returning seafarers. The Center shall provide a mechanism for their reintegration 38 into the Philippine society, serve as a promotion house for their local 39 40 employment, and tap their skills and potentials for national development. 41 42 43 Chapter XV – Incentives and Awards Granted to the Maritime Industry 44 45 46 SEC. 48. Incentives and Awards. - There shall be established an incentives and 47 awards system for the maritime industry stakeholders which shall be developed and administered by the concerned government agency. 48 49 50 Under such rules and regulations that may be promulgated, deserving ship owners, seafarers, manning and other organizations or entities shall be 51 incentivized or awarded for their outstanding performance in upholding the rights 52 of seafarers or complying with this Magna Carta. 53 54 55 56 57

# Chapter XV – Government Agencies

**SEC. 49.** *Role of Government Agencies.* – The following government agencies shall perform the following functions to promote the welfare and protect the rights of Filipino seafarers:

- a) Department of Labor and Employment. The DOLE shall ensure that the standards set forth under this Act, Presidential Decree No. 442, as amended, and other laws, the Maritime Labour Convention, 2006 and other international treaties and conventions to which the Philippines is a signatory are faithfully complied with and fairly applied to Filipino seafarers;
- b) To this end, the DOLE shall establish an effective system for the inspection and certification to ensure that the working and living conditions of seafarers are met and continue to be met pursuant to the Maritime Labour Convention 2006;
- c) Department of Foreign Affairs. The DFA, through its home offices or foreign posts, shall take priority action or make representation with the foreign authority concerned to protect the rights of Filipino seafarers and extend immediate assistance, including the repatriation of distressed or beleaguered Filipino seafarers;
- d) Department of Health. The Department of Health (DOH) shall regulate the activities and operations of all clinics which conduct medical, physical, optical, dental, psychological and other similar examinations, hereinafter referred to as health examinations, on Filipino seafarers;

The Department of Health shall determine and prescribe the nature of the medical examination that shall be required of a seafarer, ensuring that such examination will genuinely determine the seafarer's state of health, considering the duties that he/she shall be required to perform on board. The DOH shall likewise prescribe the contents of the medical certificate to ensure that such certification will genuinely reflect the seafarer's state of health.

- e) Philippine Overseas Employment Agency. The POEA shall look into and improve on the working conditions and terms of employment of the officers and crew of vessels of Philippine registry, and of such officers and crew members who are Filipino citizens and employed by foreign vessels; develop an effective system of monitoring and gathering welfare concerns for purposes of determining future welfare programs, monitoring existing welfare activities and addressing current welfare issues prioritize according to urgency; observe and conduct a comprehensive and updated system of pre-departure orientation seminars or briefings to departing seafarers and other maritime workers; scheduled for deployment. It shall also undertake studies and distribute relevant rnaterials for use in pre-departure orientation seminars of maritime workers and other related activities; accredit, regulate and supervise predeparture orientation seminars or briefings of authorized manning or crewing agencies; formulate and undertake programs and projects for the effective and efficient utilization of the seafarers' welfare fund; provide services to assist maritime workers and their immediate dependents and families; and perform such other duties as may be essential in giving assistance to seafarers and their families;

f) Overseas Workers Welfare Administration. - The OWWA through its welfare officer or in his absence, the coordinating officer, shall provide the Filipino seafarers and his family all the assistance they may need in the enforcement of contractual obligations by agencies and/or by their principals.

The OWWA shall likewise formulate and implement welfare programs for overseas Filipino seafarers and their families while they are abroad and upon their return. It shall ensure the awareness by the overseas Filipino workers and their families of these programs and other related governmental programs.

- g) Commission on Higher Education (CHED), TESDA and MTC shall ensure the promotion of quality and efficiency in maritime education through advocacy and accountability.
- h) Commission on Higher Education and the Technical Education and Skills Development Authority. The CHED and the TESDA shall ensure that the curricula for the seafarers' education and training are in consonance with the demands of global maritime industry as well as with the requirements of STCW '78, as amended.
- i) Commission on Higher Education and MARINA. The CHED, in coordination with MARINA, and maritime schools and training institutions, shall be responsible for the continuous and comprehensive research, review and upgrading of the system of education, training, certification and recruitment of all maritime schools and institutions, as well as the manning or crewing agencies and regulatory commissions.
- j) Maritime Industry Authority. The MARINA shall be responsible in the formulation, adoption and enforcement of regulations governing the quality standards and mechanisms of training and competence of local seafarers.

Unless otherwise provided in this Act, the mandate, power and function of all existing department, agency and instrumentality of the government including government owned and controlled corporation shall remain and continue to be recognized in accordance with the law or order creating them.

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40 **SEC. 50.** *Philippine Seafarer One Stop Processing Center (PSOC).* – The 41 PSOC, as established under Administrative Order No. 56, has been tasked to 42 operationalize and make available to the public, an integrated document 43 processing center for the seafarers and the general public to conduct official 44 transactions.

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46 PSOC shall have the services of the following government offices: 47

- 48 a) Department of Labor and Employment;
- 49 b) Department of Foreign Affairs;
- 50 c) Department of Health;
- 51 d) Philippine Overseas Employment Administration;
- 52 e) Overseas Workers Welfare Administration (OWWA);
- 53 f) Commission on Higher Education (CHED);
- g) Professional Regulation Commission (PRC);
- 55 h) Technical Education and Skills Development Authority (TESDA);
- i) Maritime Industry Authority (MARINA);
- j) National Telecommunications Office (NTC);

1 2 3	<ul> <li>k) Department of Foreign Affairs (DFA);</li> <li>l) National Bureau of Investigation (NBI);</li> <li>m) Social Security System (SSS);</li> </ul>
4	n) PhilHealth
5 6	o) Pag-IBIG Fund; p) Philippine Coast Guard (PCG);
7	<ul> <li>q) National Statistics Office (NSO); and</li> </ul>
8	r) Such other government offices that the Secretary of DOLE may deem
9	necessary.
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11 12	Chapter XVI. Penal Provisions
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15	SEC. 51. Any public officer or employee, organization or person who, without
16 17	proper delegation, exercises the authority granted to the Secretary of Labor shall be punished of a fine of not less than ten thousand pesos (P10,000.00) nor more
18	than forty thousand pesos (P40,000.00), or imprisonment of not less than one (1)
19	year nor more than four (4) years, or both at the discretion of the court.
20	
21	CTC 50 Any public officer or overlage surgerization of home when with a t
22 23	<b>SEC. 52.</b> Any public officer or employee, organization or person who, without proper delegation, exercises the authority granted to the Secretary of Labor shall
23 24	be punished of punished with a fine of not less than ten thousand pesos
25	(P10,000.00) nor more than forty thousand pesos (P40,000.00), or imprisonment
26	of not less than one (1) year nor more than four (4) years, or both at the
27 28	discretion of the court.
28 29	
30	SEC. 53. Any shipowner, master, their representatives or other person who
31	denies or refuses the Secretary of Labor, his duly authorized representative or
32	the duly recognized organization to access to, board, and inspect the ship or any
33 34	part thereof or its principal place of office, or branch office or any part thereof to determine compliance with this Act shall be punished of punished with a fine of
35	not less than one hundred thousand pesos (P100,000.00) nor more than four
36	hundred thousand pesos (P400,000.00), or imprisonment of not less than one (1)
37	year nor more than four (4) years, or both at the discretion of the court.
38 39	
40	SEC. 54. Any shipowner, master, their representatives or other person who fails
41	or refuses to present employment records such as payrolls, daily time records,
42	payslip, or other when required by the Secretary of Labor, his duly authorized
43 44	representative or the duly representative of recognize organization shall be punished of punished with a fine of not less than one hundred thousand pesos
45	(P100,000.00) nor more than four hundred thousand pesos (P400,000.00), or
46	imprisonment of not less than one (1) year nor more than four (4) years, or both
47	at the discretion of the court.
48 49	
<del>5</del> 0	SEC. 55. Investigation of Complaints The DOLE and POEA shall investigate
51	and take appropriate action on any complaint concerning any violations of this
52	Act and its implementing rules and regulations.
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54 55	SEC. 56. Prescriptive Periods Offenses defined and penalized under this Act
56	shall prescribe in five (5) years: Provided, however, that illegal recruitment cases

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1 2 3	involving economic sabotage as defined herein shall prescribe in twenty (20) years.
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5	Chapter XVII – Final Provisions
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8	SEC. 57. Implementing Rules and Regulations The DOLE, in coordination
9	with the DFA, MARINA and other agencies concerned shall formulate its rules
10	and regulations within ninety (90) days after the effectivity of this Act.
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13	SEC. 58. Separability Clause If, for any reason, any section, clause or term of
14	this Act is held to be illegal, invalid, or unconstitutional, such parts not affected by
15	such declaration shall remain in full force and effect.
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17 18	SEC. 59. Repealing Clause All laws, presidential decrees, or issuance,
10	executive orders, letters of instruction, rules or regulations inconsistent with the
20	provisions of this Act are hereby repealed or modified accordingly.
21	provisions of the victure hereby repetition of mounion desoralingly.
22	SEC. 60. Effectivity Clause This Act shall take effect fifteen (15) days after its
23	publication in the Official Gazette or in at least two (2) newspapers of general
24	circulation, whichever comes first.
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