C. MARITIME INDUSTRY AUTHORITY

STRATEGIC OBJECTIVES

Mandate

The Maritime Industry Authority (MARINA) develops Philippine domestic shipping, shipbuilding, ship repair and ship breaking through investment incentives, deregulation of rates/operation, enhancement of safety standards, compulsory insurance coverage for passengers and cargoes, reasonable fines and penalties, and constructive measures for a strong and competitive merchant fleet. Pursuant to Executive Order No. 75, the DOTC through the MARINA was designated as the Single Maritime Administration of the Standards of Training, Certification and Watchkeeping Convention responsible for the oversight and supervision over compliance with all qualification requirements and conditions relating to maritime education, training and certification of Filipino Seafarers.

Vision

It shall be a premier maritime administration in Southeast Asia propelling the Philippine maritime industry to global competitiveness.

Mission

To effectively administer an integrated and sustainable maritime industry

Key Result Areas

Rapid, inclusive and sustained economic growth

Sector Outcome

Access to markets and seamless interconnection of the entire country

Organizational Outcome

Regulated maritime industry services to facilitate accessibility and mobility of people, goods and services as the maritime administration in the Philippines (Flag State)

New Appropriations, by Program/Project

<table>
<thead>
<tr>
<th>Current Operating Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel Services</td>
</tr>
<tr>
<td>---------------------</td>
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<tr>
<td></td>
</tr>
<tr>
<td>PROGRAMS</td>
</tr>
<tr>
<td>100000000 General Administration and Support</td>
</tr>
<tr>
<td>20000000 Support to Operations</td>
</tr>
<tr>
<td>30000000 Operations</td>
</tr>
<tr>
<td></td>
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<tr>
<td>MFO 1: Maritime Industry Policy Services</td>
</tr>
<tr>
<td>MFO 2: Maritime Industry Regulatory Services</td>
</tr>
<tr>
<td>Total, Programs</td>
</tr>
<tr>
<td>TOTAL NEW APPROPRIATIONS</td>
</tr>
</tbody>
</table>
New Appropriations, by Central / Regional Allocation

Current Operating Expenditures

<table>
<thead>
<tr>
<th>Personnel Services</th>
<th>Maintenance Operating Expenses</th>
<th>Capital Outlays</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>P 114,249,000</td>
<td>P 286,512,000</td>
<td>5,084,000</td>
<td>405,845,000</td>
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<tr>
<td>75,035,000</td>
<td>51,360,000</td>
<td>4,258,000</td>
<td>130,653,000</td>
</tr>
</tbody>
</table>

REGION

Central Office

Region I - Ilocos
Region IV-A - CALABARZON
Region V - Bicol
Region VI - Western Visayas
Region VII - Central Visayas
Region VIII - Eastern Visayas
Region IX - Zamboanga Peninsula
Region X - Northern Mindanao
Region XI - Davao
Region XII - SoccSardeg
Region XIII - Gana

TOTAL NEW APPROPRIATIONS

| P 189,294,000 | P 337,872,000 | 9,342,000 | P 536,498,000 |

Special Provision(s)

1. Tonnage Fees. In addition to the amounts appropriated herein, Twenty Five Million Pesos (P25,000,000) sourced from the annual tonnage fees collected by the Maritime Industry Authority (MARINA) from ship owners or operators shall be used for the promotion and development of the domestic shipping industry, enhancement of maritime safety, and the promotion of the shipbuilding and ship repair industry of the country in accordance with Section 17, Chapter VII of R.A. No. 9295, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The MARINA shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Administrator of MARINA and the Agency’s web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the MARINA.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

PERFORMANCE INFORMATION

KEY STRATEGIES

1. Foster a globally competitive maritime industry
2. Provide timely and efficient quality service to clients and maritime transport users
3. Strengthen stakeholders' ownership of maritime policies, programs and projects
4. Ensure compliance with safety and environmental standards
5. Ensure sufficient manpower complement
6. Develop strategic competencies
7. Develop an IT-enabled agency
8. Rationalize budgeting process for optimum use
9. Augment resources through use of income, trust funds and other sources
MAJOR FINAL OUTPUTS (MFO) / PERFORMANCE INDICATORS

MFO 1: MARITIME INDUSTRY POLICY SERVICES

- No. of policies, rules and regulations updated, issued and disseminated: 14
- % of clients who rate the policies as satisfactory or better: 70%
- % of policies, rules and regulations updated over the last three years: 90%

MFO 2: MARITIME INDUSTRY REGULATORY SERVICES

Licensing and Registration/Franchising

- No. of vessels / new applications/renewal for issuance of permits, licenses and certificates: 38,393
- No. of seafarers new applications/renewal for issuance of permits, licenses and certificates: 502,779
- % of permit, license, or certificate holders with one or more recorded incidents in the last three years: 2%
- % of seafarer certificated/ documented with one or more recorded violations in the last three years: 2%
- % of license applications processed within fifteen days from receipt of application: 90%

Monitoring

- No. of cases/complaints filed and processed: 170
- % of permit, license, or certificate holders with two or more recorded incidents/violations over the last three years: 5%
- % of filed cases/complaints resolved within one month: 70%

Enforcement

- No. of violations and complaints acted upon and reports issued: 17
- % of certificate/permit holders or licensees with two or more adverse findings during monitoring: 2%
- % of detected non-compliance issued with notice for rectification within seven days of detection: 90%

NOTE: Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

D. OFFICE OF TRANSPORTATION COOPERATIVES

STRATEGIC OBJECTIVES

MANDATE

The Office of Transportation Cooperatives was created under Executive Order No. 898 dated May 28, 1983. It is mandated to promulgate and implement rules and regulations that will govern the promotion, organization, registration (accreditation), regulation, supervision and development of Transportation Cooperatives.

VISION

It shall be a committed organization formulating a conducive policy environment that provides quality customer service, all towards directing and assisting the transport cooperatives to become self-reliant and globally competitive socio-economic transport and business enterprises, and providing professionalized transport and allied services with socio-economic empowered members and investors/workers (operators, drivers and allied workers).