9th CONGRESS OF THE PHILIPPINES) First Regular Session

SENATE OF THE DIVLOPPINES OF THE DIVLOPPINES
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Introduced by Senator Vicente C. Sotto III

SENATE

S.B. No. 892

AN ACT ABOLISHING THE PHILIPPINE OVERSEAS EMPLOYMENT ADMINISTRATION (POEA) AND THE OVERSEAS WORKERS WELFARE ADMINISTRATION (OWWA) AND CREATING IN THEIR STEAD THE PHILIPPINE OVERSEAS MANPOWER EMPLOYMENT AND DEVELOPMENT AUTHORITY (POMEDA). DEFINING ITS POWERS, FUNCTIONS AND RESPONSIBILITIES, PROVIDING FUNDS THEREFORE, AND FOR OTHER PURPOSES.

EXPLANATORY NOTE

We are aware of the adverse consequences of illegal recruitment and all such other acts related and/or associated to this social plague.

Recently, many have been clamoring for government to really effect, if need be, radical structural reforms to, at least, dramatically minimize the extent of this pestering problem. Changes are needed to show and manifest to everybody that government has not become complacent and indifferent to the sad plight of Filipino overseas workers who continue to bear the harassment and the abuse brought to bear upon them by criminal elements both in the private or public sector.

This bill would endeavored to rationalize, coordinate and streamline government's effort to effectively address this problem. Certain agencies and/or instrumentalities of government would be abolished; some would be created and/or established all for the purpose of getting everybody's acts together to further the interests, precisely, of those whom we now consider as the new heroes of this Republic.

In general, we shall review the over-all structure of the recruitment industry, i.e., functions and responsibilities of government agencies involved in regulating this industry. Those agencies that shall be re-structured and/or established, as a consequence of this law, shall be made more responsive.

The early and immediate passing of the bill, therefore, is earnestly sought.

VICENTE C. BOTTO III Senator

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<u>Be it enacted by the Senate and the House of Representatives</u> of the Philippines in Congress assembled:

1 SECTION 1. <u>Declaration of Policy.</u> - It is hereby 2 declared to be the policy of the State to phase out private 3 overseas labor recruitment agencies, private overseas trade and 4 medical testing agencies, and for the government to take over the 5 responsibility for the recruitment, placement, hiring, trade and 6 medical testing of Filipino overseas workers.

7 SEC. 2. Abolition of the Philippine Overseas 8 Employment Administration and the Overseas Workers Welfare 9 Administration and the creation in their stead of the Philippine 10 Overseas Manpower Employment and Development Authority. - The 11 Philippine Overseas Employment Administration and the Overseas 12 Workers Welfare Administration is hereby abolished, and in their 13 stead, there is hereby created the Philippine Overseas Manpower 14 Employment and Development Authority (POMEDA), hereinafter 15 referred to as the Authority, which shall be responsible for the 16 welfare and all matters relating to the employment abroad of 17 Filipino workers.

1 SEC. 3. <u>Corporate Powers</u> - The Authority is hereby 2 vested with, and shall exercise all the attributes and powers of 3 a corporation provided under existing laws, including the power 4 to sue and be sued, enter into contracts, own and possess, 5 acquire, purchase, hold, lease, transfer, alienate, and dispose 6 property of whatever kind and nature. 112

7 SEC. 4. <u>General Powers, Functions, and</u>

<u>Responsibilities.</u> - The Authority shall exercise, discharge, and
perform the following powers, functions, and responsibilities:

(1) Formulate policies, plans, and programs relating to the
 employment and deployment of Filipino workers abroad;

(2) Formulate policies, plans, and programs to protect and
safeguard the interests, welfare and well-being of Filipino
workers deployed abroad and to manage the Welfare Fund of these
workers so that said funds could be immediately tapped and used
to defray expenses and/or expenditures needed to countervail
emergencies and untoward contingencies that may arise to threaten
the safety or health of Filipino overseas workers;

19 (3) Formulate plans, and programs for manpower training and
20 skills development of prospective Filipinos overseas workers,
21 integrate and coordinate the activities of other agencies of the
22 government, thereon;

(4) Formulate plans, and programs to market and promote
Filipino workers abroad coordinating, therefore, all efforts of
different agencies and instrumentalities of government to
successfully deploy these workers to foreign labor markets;

(5) Provide for the procedures and guidelines for the
 phasing out and final abolition of all private recruitment
 agencies;

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4 (6) Undertake the direct hiring and recruitment of Filipino
5 Overseas Workers and also undertake the Trade and Medical Testing
6 of the same to ensure that only qualified, competent and
7 physically fit and healthy workers are send to work abroad;

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8 (7) Prepare and issue, formulate and implement the
9 necessary procedures to process the travel documents of Filipino
10 overseas workers;

(8) Prepare and issue the necessary guidelines, procedures and processes, undertake, coordinate, and supervise the implementation of said policies, plans and programs, and activities relating to the hiring, recruitment, trade and medical testing, promoting, documenting, deployment and the protection of the welfare and well-being of Filipino overseas workers;

18 (9) Perform such other duties as may be necessary for the
19 accomplishment of the purposes of this Act.

20 SEC. 5. Devolution of the Powers and Functions of the 21 Philippine Overseas Employment Administration and the Overseas 22 Workers Welfare Administration to the Philippine Overseas 23 Manpower Employment and Development Authority. - Except as they 24 are inconsistent with the provisions of the Act, all the powers, 25 functions and responsibilities of the Philippine Overseas 26 Employment Administration and the Overseas Workers Welfare 27 Administration are hereby devolved to, and shall be exercised by 28 the Philippine Overseas Manpower Employment and Development 29 Authority.

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1SEC. 6.The Governing Board of the Philippine2Overseas Manpower Employment and Development Authority.

The Philippine Overseas Manpower Employment and 3 (1) Development Authority shall have a Governing Board which shall be 4 composed of the Secretary of the Department of Labor and 5 Employment as Chairman, the Secretary of the Department of 6 Foreign Affairs as the Vice Chairman, the Secretary of the 7 Department of Health, two (2) representatives from the private 8 sector, one of which must come from the labor sector to be 9 appointed by the President of the Republic of the Philippines, 10 upon the recommendation of the Secretary of the Department of 11 Labor and Employment, as members. The two representatives of the 12 private sector shall serve as members of the Governing Board of 13 the Authority for a period of two (2) years. 14

15 (2) The Board shall be the highest policy making and
16 governing body of the Authority and shall exercise the powers,
17 functions, and responsibilities as herein provided.

(3) The Secretaries of the Departments of Labor and
Employment, Foreign Affairs and Health shall serve in the
Governing Board without additional compensation. The two (2)
members of said Board representing the private sector
shall receive honoraria for services rendered as such members of
the Board at the rate provided therefore under existing rules and
regulations for similar positions.

25 SEC. 7. Director-General.- Authority shall be
26 appointed by the President of the Republic of the Philippines
27 upon the recommendation of the Secretary of Labor and Employment.

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He shall serve at the pleasure of the appointing authority and
 the Governing Board and shall receive a compensation equivalent
 to the salary of an Undersecretary of a regular department of the
 National Government. The Director-General shall exercise the
 following functions and

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6 (1) Implement, integrate, coordinate, supervise, and
7 monitor the implementation of all policies, plans, programs, and
8 activities of the Authority which have been approved by the
9 Governing Board:

10 (2) Prepare the Budget of the Authority which shall be
11 submitted for approval by the Governing Board;

12 (3) Exercise general administrative functions relating to13 the Authority;

14 (4) Coordinate and act as liaison of the Authority with the
15 other coordinating agencies pertaining to matters affecting
16 Filipino overseas workers;

17 (5) Perform such other duties as may be directed by the
18 Governing Board or the Chairman of said Board in order to
19 accomplish the purposes of this Act.

20 SEC. 8. Organization of Service Units - The Authority 21 shall organize and create Service Units and shall provide the 22 staffing pattern thereof, defining their respective functions, 23 responsibilities, and duties, which may be necessary for the 24 accomplishment of this Act. Specialized Service Units equivalent 25 to Bureaus of a regular department of the National Government 26 shall be created and/or established such as, but not limited to: 27 (1) A unit to market and promote Filipino overseas workers 28 abroad:

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(2) A unit to protect the welfare and well-being as well as the workers' fund of Filipino workers deployed abroad; Mb.

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3 (3) A unit to directly undertake the pooling and
4 recruitment of necessary manpower or Filipino overseas workers
5 needed to be deployed abroad as per the individual needs of
6 foreign principals. This unit shall be allowed to charge
7 placement fees which it shall set including other guidelines
8 and/or standards subject to the approval of the Governing Board
9 of the Authority;

10 (4) A unit that would train, develop and upgrade the skills 11 of Filipino overseas workers which would also trade test 12 prospective applicants for overseas placement to ensure that the 13 same are indeed qualified for the positions applied for abroad. 14 This unit shall set the fees to be charged applicants for the 15 appropriate tests to be administered; other guidelines and/or 16 standards subject to the approval of the Governing Board of the 17 Authority:

18 (5) A unit that would test the medical, physical and 19 psychological fitness and health, likewise, of prospective 20 Filipino overseas workers to ensure that these workers are 21 psychologically, medically and physically fit to work abroad 22 especially under adverse conditions and environment. This unit 23 shall set the fees to be charged applicants for the appropriate 24 tests to be administered; other guidelines and/or standards 25 subject to the approval of the Governing Board of the Authority;

26 (6) A unit that would handle the processing of the travel
27 documents of Filipino overseas workers. Subject to the approval
28 of the Governing Board of the Authority, the unit shall

promulgate the necessary guidelines and procedures on the proper documentation of passport applications to ensure that these documents are not falsified, tampered and/or fabricated.

4 (7) The Director-General, running the day-to-day affairs of
5 the Authority, shall be directly assisted by a Secretariat which
6 shall perform, among others, administrative, legal, planning,
7 finance and security functions.

8 SEC. 9. <u>Absorption of Personnel, Transfer of Assets</u> 9 <u>and Liabilities of the Philippine Overseas Employment</u> 10 <u>Administration and the Overseas Workers Welfare Administration to</u> 11 <u>the Philippine Overseas Manpower Employment and Development</u> 12 <u>Authority.</u>

(1) The personnel complement of the Philippine Overseas 13 Employment Administration and the Overseas Workers and Welfare 14 Administration, in so far as they can be accommodated in the 15 structural organization and staffing pattern of the Philippine 16 17 Overseas Manpower Employment and Development Authority, may be absorbed by the latter. As far as possible, they shall be 18 19 appointed to similar positions in the Authority with 20 corresponding similar salary rates as those which they were receiving in their original mother agencies. Those which cannot 21 22 be accommodated in the Authority shall be separated from the service with entitlement to all the benefits to which they may be 23 24 entitled to upon separation from the service as provided under 25 existing laws, rules and regulations.

(2) The new structure and staffing pattern for the
Philippine Overseas Manpower Employment, upon the recommendation
of the Director-General and concurrence of the Governing Board,
within One Hundred Twenty (120) Days upon the effectivity of this

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law and the authorized position created, thereunder, shall be
 filled with regular appointments by the Secretary of Labor and
 Employment or the President, as the case may be.

4 (3) All properties, assets, and liabilities of the
5 Philippine Overseas Employment Administration and the Overseas
6 Workers Welfare Administration are hereby transferred to the
7 Philippine Overseas Manpower Employment and Development
8 Authority.

9 SEC. 10. Phasing out and Abolition of Private Agencies 10 Undertaking the Hiring, Recruitment, Trade and Medical Testing of 11 Filipino Overseas Workers.

(1) Upon the effectivity of this Act, no private
individual, corporation, partnership, or any other entity shall
be granted a permit or license to operate, manage, maintain, and
undertake the hiring, recruitment, trade and medical testing of
Filipino overseas workers;

17 (2) The Authority shall handle the phasing out, and final
18 abolition of existing private agencies operating, managing, and
19 undertaking the hiring, recruitment, trade and medical testing of
20 Filipino overseas workers which shall be completed not later than
21 two (2) years from the effectivity of this Act.

22 SEC. 11. <u>Direct Recruitment, Hiring, Trade and Medical</u> 23 <u>Manpower Employment and Development Authority</u> - Upon the 24 effectivity of this Act the Philippine Overseas Manpower 25 Employment and Development Authority shall directly undertake the 26 recruitment, placement, hiring, trade and medical testing of all 27 Filipino overseas workers.

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SEC. 12. <u>Funding.</u> - The Authority shall be entitled to
a share of Thirty (30%) Percent of all its collections and fees
relating to the recruitment, hiring, trade and medical testing
which the Authority shall use for its purpose in order to carry
out objectives of this Act.

6 SEC. 13. <u>Transitory Provisions.</u> - Meanwhile that the 7 Philippine Overseas Manpower Employment and Development Authority 8 has not yet been fully organized, the Philippine Overseas 9 Employment Administration and the Overseas Workers Welfare 10 Administration shall continue to exercise its powers, functions, 11 and responsibilities, but not later than one (1) year from the 12 effectivity of this Act.

SEC. 14. <u>Separability Clause.</u> - Any portion or
 provision of this law that may be declared unconstitutional shall
 not have the effect of nullifying other portions or provisions
 that can still subsist and be given effect in their entirety.

SEC. 15. <u>Repealing Clause.</u> - All laws, Presidential
 Decrees, Executive Orders, Memorandum Orders and other issuances
 or parts thereof, which are inconsistent with this Act are hereby
 repealed or modified accordingly.

SEC. 16. <u>Effectivity.</u> - This law shall take effect
Five (5) Days after its publication in the Official Gazette or in
at least two (2) newspapers of general circulation, which ever
come earlier.

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