

MEMORANDUM CIRCULAR NO. 124

TO : DOMESTIC SHIPPING OPERATORS AND MARITIME ENTITIES CONCERNED

SUBJECT : REVISED CLASSIFICATION REQUIREMENTS FOR VESSEL IN THE DOMESTIC TRADE

Pursuant to PD 474 and Executive Order Nos. 125/125-A, and in consonance with the government's policy to further strengthen maritime safety, the following revised guidelines in the classification of vessels to be operated in the domestic trade are hereby adopted:

I. VESSEL TO BE ACQUIRED UNDER MEMO CIRCULAR 104:

The following vessels intended for acquisition under Memorandum Circular No. 104 must be classed or classed by an internationally accredited classification society as of the time of their acquisition;

- a. Passenger and/or cargo vessels 500 GT and above; and,
- b. Tankers and barges hauling petroleum, petroleum by-products, chemicals and other hazardous cargoes.

Vessels falling under the foregoing categories, including High Speed Craft, which are to be acquired through local construction shall be built to class.

It is further understood that the aforementioned vessels shall be class-maintained at all times during their operation in the domestic trade.

II. EXEMPT VESSELS

Vessels approved for acquisition commencing 1 January 1997 and those intended for acquisition under MC 104, not falling within the categories in Section (I), *in lieu* of the *classification requirement*, must be in seaworthy condition, without outstanding recommendations, as shown in the latest survey report prepared by a marine surveyor in the country of origin of the vessel, and as attested to or confirmed by actual MARINA survey and inspection to be conducted prior to the release of the vessel from the custody of the Bureau of Customs.

III. VESSELS ACQUIRED/DELIVERED commencing 1 January 1997:

Vessels required to be classed under Section (I) which were approved for acquisition and/or delivered commencing 1 January 1997 until the effectivity of this Circular on 15 September 1997, shall strictly comply with MARINA Office Order No. 014-93/93A, series of 1993, which provides for the guidelines on the strict

implementation of the classification requirement for imported/bareboat chartered vessels intended for domestic operations.

IV. EXISTING/OPERATING VESSELS AS OF 31 DEC. 1996:

The classification requirement for vessels operating in the domestic trade prior to 1 January 1997, except High Speed Crafts and tankers and barges hauling petroleum, petroleum by-products, chemicals and other hazardous cargoes required to be classed under MC Nos. 56/56A, 104 and 121, shall be optional; provided, the following conditions are complied with:

- a. The vessel shall undergo survey and inspection by MARINA surveyor prior to the extension/renewal of the Certificate of Inspection; and,
- b. All vessel safety documents/certificates must be valid prior to the extension/renewal of the Certificate of Public Convenience (CPC)/Provisional Authority(PA)/Special Permit(SP).

V. VOLUNTARY/ OPTIONAL CLASSIFICATION BY OWNER/OPERATOR:

The foregoing provisions, notwithstanding, the owner/operator of a vessel exempted from mandatory classification is not precluded from having the vessel classed.

VI. SANCTIONS/PENALTIES:

Any violation of or failure to comply with the provisions of this Circular shall be subject to the administrative sanctions prescribed under Memorandum Circular No. 120, s. 1997.

VII. REPEALING CLAUSE:

Any provisions of existing orders, circulars or rules and regulations otherwise inconsistent hereby modified/amended accordingly.

VIII. SAVING CLAUSE

The relevant provisions of Memorandum Circular No. 121, s.1997, providing for specific guidelines on the classification of High Speed Crafts are hereby reiterated.

IX. EFFECTIVITY CLAUSE:

This Memorandum Circular shall take effect on 15 September 1997 after its publication in a newspaper of general circulation.

Manila, Philippines, 26 August 1997.

BY THE AUTHORITY OF THE MARINA BOARD:

(SGD.) RADM PIO GARRIDO JR AFP (Ret)
Administrator

SECRETARY'S CERTIFICATE

This is to certify that the foregoing Memorandum Circular No. 124 was approved by the MARINA Board in its 137th Regular Meeting dated August 26, 1997.

(SGD.) Atty. Gloria J. Victoria- Banas
Deputy Corporate Board Secretary

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