



# HIGHLIGHTS OF JANUARY TO DECEMBER 2018 ACCOMPLISHMENTS OF THE CONSTRUCTION INDUSTRY AUTHORITY OF THE PHILIPPINES AND ITS IMPLEMENTING BOARDS

# **Industry Policy Development**

- The CIAP continued to formulate and/or implement policies, programs and measures to support
  the development of the industry which are necessary to come up with an overall strategy for the
  industry's sustainable growth. For 2018, it passed 9 Board Resolutions/policies to address critical
  industry issues/concerns. Among others, are the following major policy initiatives:
  - CBR No. 1 s. 2018 "Designating Arch./Enp Ramon L. Abiera & Engr. Leilani DL. Del Prado as Permanent & Alternate CIAP Representatives to the Board of Consultancy (BOC) of the National Building Code of the Philippines (NBCP or PD 1096)
  - CBR No. 5 s. 2018 "Appointing Atty. Teresita V. Diaz-Baldos as Chairperson of the Construction Industry Arbitration Commission (CIAC)"
  - CBR No. 6, s. 2018 "Requesting the Department of Public Works and Highways (DPWH) and the House Committee on Public Works for the inclusion of the Construction Industry Authority of the Philippines as permanent member in the Building Regulations and Standard Council under the proposed House Bill No. 7804 or the Philippine Building Act of 2018"
  - CBR No. 7, s. 2018 "Requesting the Professional Regulation Commission (PRC) to issue Clarification on the scope of works & definition of the terms "Agricultural & Biosystems Engineering" under Republic Act No. 10915 "An Act Strengthening, Modernizing and Aligning the Practice of Agricultural Engineering in the Country into the internationally recognized practice of Agricultural and Biosystems Engineering & for other Purposes" in relation to other Fields of Engineering"
  - CBR No. 8, s. 2018 "Granting clearance for the signing of the general terms and conditions of the Land Bank of the Philippines (LBP) on the free use of its Electronic Modified Disbursement System"
  - CBR No. 9 s. 2018 "Recognizing the previous Chairmen and/or Board members of the Construction Industry Authority of the Philippines (CIAP) and its implementing boards for their significant contributions to the achievements of the goals and objectives of the agency as well as of the construction industry"
  - CBR No. 10, s. 2018 "Recommending to the House Committee for Appropriations the Reconsideration of the 2019 Budget of the Construction Industry Authority of the Philippines"
  - CBR No. 11 s. 2018 "Creating the Construction Industry Authority of the Philippines (CIAP) Technical Working Group"
  - CBR No. 12 s. 2018 "Endorsing Nominees to the Vacant Position of Board Member of the Philippine Contractors Accreditation Board (PCAB) to the Office of the President"
- The CIAP organized/conducted a dialogue with the industry stakeholders and concern government agencies regarding the lingering effects of the DENR's closure of quarries.
- CIAP through the Philippine Overseas Construction Board collaborated with the Philippine Constructors Association in the conduct of the Philippine Construction Congress on 08 November 2018.

 Collaborated with the United Architects of the Philippines (UAP) in the conduct of Inno + Con Forum on 28 November 2018.

# **Contractors Licensing and Registration**

- In order to promote the safety and protect the interest of the general public from risks of dealing
  with unqualified and incompetent contractors, the CIAP through PCAB regulates the construction
  sector through contractor licensing & registration. PCAB also investigates and imposes sanctions
  against erring contractors.
- For CFY 2018-2019, the PCAB approved 20,581 applications for all types: new licenses, renewal, license amendments & upgrading, and special licenses.
  - Domestic Contractors:

No. of Contractor Applications Approved	CFY 2017 – 2018	CFY 2018-2019	TOTAL
New Licenses	836	1,186	2,022
Renewals	322	9,684	10,006
Special Licenses (Foreign & Joint Venture)	1,265	1,980	3,245
Amendments & Upgrading	452-	623	1,075
Sub-Total	2,875	13,473	16,348
Registration (government contractors) a) Registration b) Re-registration c) Amendments	576 92 288	745 2,167 365	1,321 2,259 653
Sub Total	956	3,277	4,233
Grand Total			20,581

- Zero backlog or 87 of 87 pending cases resolved/acted upon as of 31 December 2018.
  - Overseas Contractors applications approved:
    - 4 New
    - 15 Renewal
    - 79- Project authorizations

#### **Overseas Construction Promotion and Market Development**

- Participated in six Trade Shows as follows:
  - PHILCONSTRUCT (6-9 Jan at SMX Convention Center, Pasay; 7-9 Jun in Cebu; 6-9 Sept in SMX Davao; 8-11 Nov at World Trade Center)
  - WORLDBEX 2018 Exhibit at WTC, 14 –18 Mar
  - Electrical, Energy, Power Philippines 2018
- Coordinated/organized the following Outbound Missions:
  - Western Japan Construction Mission (Geothermal), 12-14 March in Tokyo, Japan
  - Official Visit of Pres. Duterte in Seoul, Korea on 3-6 June
  - I3S (Inclusive Innovation Industrial Strategy) Roadshow in Osaka, Japan on 25-29 July;
- Organized/coordinated Inbound Mission/ Business Forum as follows:
  - Philippine-Korea Business Investment Forum on Infrastructure & Energy on 30 Jan at Sofitel Phil Plaza
  - Malaysia Business Forum & Roundtable Discussion on Future Collaboration in Construction Industry bet, Malaysia & the Phils, on 12 Mar at Makati Shangrila
  - Thailand Philippine Business Matching & Networking on 23 Aug at the Shangrila Makati
  - Korea Philippines Infrastructure Forum & Business Networking on 31 July at the Shangrila, Makati City
  - B2B for the 39th Edition of INDEE-Philippines on 22-25 Aug at the World Trade Center

- Signed the following MOA:
  - Memorandum of Understanding (MOU) with the International Contractors Association of Korea (ICAK) was forged during PRRD's State Visit to South Korea on 3 -6 June;
  - Memorandum of Understanding (MOU) with the Construction Development Board of Bhutan to promote cooperation, partnership, collaboration & continuous association in the development of the construction industry was signed during the Philippine Bhutan Construction Industry Roundtable Meeting/Discussion on 11 June at the DTI Int'l Bldg
- Organized 5 Overseas & Domestic Construction Industry Information & Capability Building Sessions, as follows: 16 Mar at SMX MOA, Pasay City; 25 Apr in Baguio City; 7 June in Cebu City; 7 Sept in Davao City; and 16 October in Cagayan
- Organized the 3rd Philippine Construction Industry Congress held on 8 November at Conrad Hotel, Pasay City
- Participated/attended the following:
  - Build.Build.Build. Jobs. Jobs. Jobs. Caravan held on 12 Aug @ SMX Convention;
  - Arangkada Philippine For a on 12 Sept, Marriot Hotel
  - AFEC-FAPECA Conference on 20 Sept, SMX
  - 2nd Inter-Agency Meeting on the Formulation of Comprehensive Reservation List on Investment and Services under the Negative List on 12-16 Nov in Tagaytay City
  - Workshop on Trade & Service (Negative List Approach) under the CCS-Japan Cooperation Program on 22-23 Nov at EDSA Shangrila Hotel
  - Inter-Agency Committee Meeting on Trade & Services relation to PJEPA, 10th Package of Agreements under the AFAS & Draft test of ASEAN Trade in Services Agreement (ATISA) w/regard to Art 3,7 & 9 on 3 Dec at the DTI International
  - 4th Philippine Working Group on Services (Phil-WGS)
  - Russia Joint Committee Meeting
  - 7th PJEPA Joint Committee Meetings & Sub-committee Meetings
  - RCEP-TIS Bilateral Meeting with Japan

#### **Domestic Construction Development**

#### Construction Performance Evaluation System (CPES)

- In order to help ensure efficiency, quality and safety in government construction projects, CIAP through the Philippine Domestic Construction Board (PDCB) implements the Constructors Performance Evaluation System (CPES). The CPES is a uniform rating system of evaluating the performance of contractors based on a set of criteria which include Workmanship, Materials, Time, Facilities, Environmental, Safety and Health, and Resources Deployment.
- The CIAP through the PDCB promoted the implementation of CPES in government infrastructure/tendering agencies. It provides technical assistance services for the establishment of CPES Implementing Units to implementing agencies It also accredits Constructors Performance Evaluators (CPEs) who may be topped to evaluate performance of government infrastructure projects.
- 100% or (453 of 453) received CPES applications were processed/ evaluated and approved.
- 12 Blacklisting Reports and 2 CPES reports were prepared and disseminated.
- Assisted the following agencies in the conduct of CPES Accreditation Trainings:
  - Government Svc Insurance System, 17-19 Jan in Pasay City
  - Department of Public Works & Highways: 21-23 Jan at Port Area, Manila; 18-20 June at Port Area, Manila
  - ❖ PICE-National Chapter on 25-27 Apr in Baguio
  - Don Honorio Ventura Technological State University (DHVTSU) on 7-9 May in Pampanga
  - University of the Philippines System on 16-18 May in Quezon City
  - ❖ National Housing Authority on 28-30 May in Quezon City
  - ❖ National Irrigation Admin. (NIA): 26-28 June in Iloilo City; 13-15 Nov in Kalibo, Aklan; 27-29 Nov in Lucena City, Quezon; 11-13 Dec in Tabuk, Kalinga
  - ❖ Commission on Audit (COA) on 2 4 July in Quezon City
  - ❖ Department of Agriculture (DA) 17 19 July in Naga City; 9-11 Oct in Pangasinan; 23-25 Oct in Davao City
  - ❖ National Power Corp (NPC) on 13-14 Aug in QC
  - ❖ Department of Education (DEPed) on 29-31 Aug in Pasig City
  - ❖ Philippine Ports Authority PPA) on 12-14 Sept in Port Area, Manila
  - Provincial Government of Cagayan on 3-5 Oct in Tuguegarao, Cagayan
  - ❖ Department of Health (DOH) on 16-18 Oct in Tagaytay City

Department of the Interior & Local Govt (DILG): 4-6 Dec in Tagbilaran, Bohol; 4-6 Dec (DILG-Capiz); 12-13 Dec (DILG-CAR)

## **Construction Contract Dispute Resolution**

- The CIAP through the Construction Industry Arbitration Commission (CIAC) makes available a venue to resolve claims and disputes arising from contracts entered into by parties involved in construction in the Philippines. Construction disputes falling within the CIAC's jurisdiction include contracting parties who are bound by an arbitration agreement directly or by reference. Such parties may be a project owner, contractor, subcontractor, fabricator, project manager, design professional, consultant, quantity surveyor, bondsman or insurer of an insurance policy in a construction project.
- For the period January to December 2018, 45 arbitration cases awarded on the merits with a total sum in dispute (SID) of Php 5.823 B were resolved within 6 months from TOR signing/approved time extensions.
- Average turn-around time: 3.95 months from TOR signing/start of proceedings

# Capacity Building for human resources in the Construction Industry

- This is being undertaken by the CIAP's training arm, the Construction Manpower Development Foundation (CMDF). It involves the conduct of construction manpower training & human resources development program for the construction industry. Such required the collaborative efforts of the industry, government and related construction organizations/ associations.
- In Jan to Dec 2018, Training programs were conducted with 4,987 participants broken down as follows: Academe – 764; Managerial and Supervisory – 1,082; Safety – 2,906; Skills Training – 119;
- Facilitated 15 Authorized Managing Officer (AMO) seminars of 2,156 participants.
- 95 trainees are awarded with certification: Tile setting 56; CSTCP 20: FTCP 19
- Facilitated the following Industry Supported Programs:
  - Cebu Contractors Association (CCA)
    - Construction project contract management seminar (17-18 Nov, Cebu) with
       14 participants
    - Construction project QA/QC seminar (19-20 Nov, Cebu) with 20 participants
  - Association of Carriers & Equipment Lessors, Inc. (ACEL)
    - Equipment seminar workshop (9-12 oct, pasig) with 26 participants
  - Phil society of ventilating, air-conditioning & refrigerating engineers (PSVARE)
    - Basic HVAC/R seminar (8 Nov at SMX MOA) with 113 participants
    - Advance HVAC/R seminar (8 Nov at SMX MOA) with 84 participants

## **Financial matters**

As of December 31, 2018 the CIAP income a total amount of ₱ 253,519,717.76.

Roll-out of the Philippine Construction Industry Roadman 2020-2030

# **Moving Forward**

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	ONE CIAP ISO 900:2015 Certification
	Strengthening of the Filipino Engineering Professionals in collaboration with the
	Professional Regulatory Commission
	Full implementation of the Ease of Doing Business Act
	Zero backlog of administrative cases in 2018
	Development of new procedure for Administrative Cases
	CIAP Document 102 to be part of the Philippine National Standards
	Inclusion of the CIAP Document 102 in Construction Performance Evaluation
	System Trainings
	Formulation of Productivity Development Programs for manpower in construction