East Service Road, South Superhighway, Taguig City

133rd TESDA Board Meeting

09 November, Tuesday, 9:00 a.m. Teleconference via Zoom Platform

Resolution No. 2021-44 (Page 1 of 6 pages)

APPROVING THE ASSESSMENT FEES FOR VARIOUS QUALIFICATIONS IN THE AUTOMOTIVE AND LAND TRANSPORTATION SECTOR

WHEREAS, paragraph 9, Section 8 of Republic Act No.7796 or the Technical Education and Skills Development Act of 1994 empowers the TESDA Board to "exact reasonable fees and charges for such tests and training conducted and retain such earnings for its use, subject to guidelines promulgated by the Authority";

WHEREAS, Administrative Order No. 31, Series of 2012, directs and authorizes all heads of departments, bureaus, commissions, agencies, offices, and instrumentalities of the national government, including government-owned and/or controlled corporations (GOCCs), to rationalize the rates of their fees and charges, increase their existing rates and impose new fees and charges;

WHEREAS, the DOF – DBM – NEDA Joint Circular No. 1-2013 provides the Implementing Rules and Regulations of Administrative Order No. 31, Series of 2012, on the Rationalization of Rates of Fees and Charges, Increase in Existing Rates, and Imposition of New Fees and Charges;

WHEREAS, Section 5 of the DOF — DBM — NEDA Joint Circular No. 1-2013 states that the determination of the rates of fees and charges shall consider the direct costs of rendering the service based on current appropriation, which shall include the cost of supplies and materials, salaries and wages of personnel directly involved in the service, and the proportionate share in the expenses of the agency or department, including the depreciation costs of the equipment used;

WHEREAS, to implement the intent of the above-cited Joint Circular, the TESDA Secretariat through the Qualifications and Standards Office (QSO) initiated the review of the assessment fees and pursued a five-step process, as follows:

- 1. Conduct Assessment Fee Workshops with the Technical Experts;
- 2. Presentation of the Proposed Assessment Fees to National Tax Research Center (NTRC);
- 3. Presentation of the Proposed Fees to TESDA Board Joint Standards-Setting and Systems Development and Finance Committee;
- 4. Conduct of Public Hearing(s) for the Proposed Assessment Fee(s); and,
- 5. Approval and Promulgation of Assessment Fees by the TESDA Board for the nationwide implementation.

WHEREAS, the NTRC enhanced the formula in the determination of Assessment Fees to expound the Direct and Indirect Cost Items;

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WHEREAS, "direct costs" are defined as costs which can be clearly and/or specifically identified with the conduct of assessment; and/or contribute to accomplishing the goal of assessment;

WHEREAS, "indirect costs" are defined as costs which are necessary for the functioning of the Assessment Center (AC) but which cannot be directly and/or easily traced to the conduct of assessment; and/or contributory to accomplishing the goal of assessment. These are also expenses incurred in the conduct of assessment which includes the operating costs. Also termed as the overhead cost which is the amount left after deducting the direct costs;

WHEREAS, a ten percent (10%) recovery cost is included on top of the determined direct and indirect costs to form part of the proposed assessment fees;

WHEREAS, the following were considered in the determination of assessment fees;

- Costs of supplies, materials, tools, and equipment are based on current market price;
- Rates of utilities (water, electricity) are based on the average regional costs;
- Costs of rental for facility/building are based on the guidelines of NTRC;
- Salaries and wages are based on the Occupational Wage Survey and cumulative inflation rate;
- Rate of Assessor's Fee is based on TESDA Board Resolution No. 49, s. 2020.
- Reusability of tools/equipment is maximized without compromising safety;
- Competency Assessment Tools (CATs) serve as a reference when identifying the cost elements in the Assessment Fee.

WHEREAS, the Members of the TESDA Board present during the 6th Joint Finance-Standards Setting and Systems Development Committees (F-SSSDC) TESDA Board-TESDA Secretariat Consultation Meeting held on 20 April 2016 agreed that the assessment fees shall be subject to review based on the following:

- 1. Indicators in the industry or the economy that may have a significant impact on certain cost items which were included in the computation of the assessment fees such as but not limited to:
 - cost of electricity;
 - cost of rental: and
 - · mandated minimum wages and others, if applicable.



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2. The assessment fees shall be reviewed after two (2) years unless prior cost items indicated in the computation of the assessment fees will have a significant impact that might necessitate an earlier review:

WHEREAS, the following TESDA Board Resolutions were issued approving and promulgating the amended Training Regulations for various qualifications in the Automotive and Land Transportation Sector held on held 11 August 2020 during the 122nd TESDA Board Meeting:

- TESDA Board Resolution No. 2020-30 on "Approving and Promulgating the" Training Regulations for Speed Limitation Device Servicing NC II"
- TESDA Board Resolution No. 2020-33 on "Approving and Promulgating the Training Regulations for Automotive Servicing (Chassis Repair) NC II"
- TESDA Board Resolution No. 2020-34 on "Approving and Promulgating the Training Regulations for Automotive Servicing (Electrical Repair) NC II"
- TESDA Board Resolution No. 2020-35 on "Approving and Promulgating the Training Regulations for Automotive Servicing (Engine Repair) NC II"

WHEREAS, the following TESDA Board Resolutions were issued approving and promulgating the amended Training Regulations for various qualifications in the Automotive and Land Transportation Sector held on 13 October 2020 during the 124th **TESDA Board Meeting:**

- TESDA Board Resolution No. 2020-43 on "Approving and Promulgating the Amended Training Regulations for Automotive Body Repairing NC II*
- TESDA Board Resolution No. 2020-44 on "Approving and Promulgating the Amended Training Regulations for Automotive Body Painting/Finishing NC II to Automotive Painting NC II

WHEREAS, during the 56th TESDA Board Joint F-SSSDC held on 21 October 2021, the Members of the said Committees and the TESDA Secretariat deliberated on the experts' proposed assessment fees for Automotive and Land Transportation qualifications and favorably endorsed the same for the consideration and approval of the TESDA Board:

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WHEREAS, the technical computations of the assessment fees for Automotive and Land Transportation qualifications are hereby appended as Annex "A" and shall form an integral part of this Resolution;

WHEREAS, stakeholders' national consultation was held virtually using zoom platform on 04 November 2021 to ensure that the proposed assessment fees for Automotive and Land Transportation qualifications were properly disseminated and discussed with the stakeholders, pursuant to the Implementing Rules and Regulations of Administrative Order No. 31, Series of 2012. The list of participants is hereby appended as Annex "B" of this Resolution to form an integral part hereof;

NOW, THEREFORE, BE IT RESOLVED, AS IT IS HEREBY RESOLVED, that the TESDA Board in its meeting today, 09 November 2021, approves the assessment fees for the various Automotive and Land Transportation qualifications, as follows:

Speed Limitation Device Servicing NC II

• Full - Two Thousand Four Hundred Thirty-One Pesos (PhP 2,431.00)

Automotive Body Repairing NC II

• Full - One Thousand Thirty-Six Pesos (PhP 1,036.00)

Automotive Painting NC II

• Full - One Thousand Five Hundred Eighty-One Pesos (PhP 1,581.00)

Automotive Servicing (Chassis Repair) NC II

• Full - One Thousand Three Hundred Twenty-Eight Pesos (PhP 1,328.00)

Automotive Servicing (Electrical Repair) NC II

- Full One Thousand Four Hundred Twenty-One Pesos (PhP 1, 421.00)
- COC 1 One Thousand Three Hundred Seventy-Five Pesos (PhP 1, 375.00)
- COC 2 One Thousand One Hundred Ninety-Seven (PhP 1.197.00)

Automotive Servicing (Engine Repair) NC II

• Full - One Thousand Three Hundred Pesos (PhP 1, 300.00)



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An assessor's fee of PhP 3,192.00 is applied for a maximum of six (6) candidates per assessment activity in the Speed Limitation Device Servicing NC II. The assessment fees of the remaining presented Automotive and Land Transportation qualifications include assessor's fee of PhP 3,192.00 applied for ten (10) candidates or PhP 319.20 per candidate, for every qualification or Certificate of Competency(COC);

BE IT RESOLVED, FURTHER, that this Resolution shall be published in the Official Gazette and one (1) newspaper of general circulation, and disseminated to all concerned, and the same shall be effective fifteen (15) days upon Official Gazette publication as aforementioned;

BE IT RESOLVED, FINALLY, that the TESDA Secretariat is directed to issue the appropriate Implementing Guidelines within thirty (30) days from the date of effectivity of this Board Resolution. All accredited competency assessment centers and assessors under this Resolution must comply with the aforementioned fees and the Implementing Guidelines under penalty of suspension or revocation of accreditation as appropriate, after due process.

Adopted this 09th November 2021.

ATTY JAN MICHAEL P. JARO Board Secretary VI

Attested by:

SEC. ISIDRO'S. LAPEÑA, PhD., CSEE Designated Chairperson, TESDA Board Director General, TESDA

Republic of the Philippines TECHNICAL EDUCATION AND SKILLS DEVELOPMENT AUTHORITY East Service Road, South Superhighway, Taguig City

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(Original Signed)
USEC. EPIMACO V. DENSING III
Department of the Interior and Local
Government

(Original Signed)
USEC. DIOSDADO M. SAN ANTONIO
Department of Education

(Original Signed)
USEC. RAFAELITA M. ALDABA
Department of Trade and Industry

(Original Signed)
MR. ISIDRO ANTONIO C. ASPER
Board Member, Labor Sector

(Original Signed)
MR. RAMON R. DE LEON
Board Member, Labor Sector

(Original Signed)
MR. RENE LUIS M. TADLE
Board Member, Labor Sector

(Original Signed)
MR. ROGELIO J. CHAVEZ, JR.
Board Member, Labor Sector

(Original Signed)
DR. LEONIDA BAYANI-ORTIZ
Board Member, Employer Sector

(Original Signed)
PROF. RANDOLPH I. NONATO
Board Member. Employer Sector

(Original Signed)

FR. ONOFRE G. INOCENCIO JR., SDB

Board Member, Education,
and Training Sector

(Original Signed)
MR. ARTURO M. MILAN
Board Member, Business,
and Investment Sector

(Original Signed)
MS. MARY G. NG
Board Member, Business,
and Investment Sector