

“An Act Providing for A Magna Carta For Workers, Enterprises and Organizations In The Informal Economy and Institutionalizing Mechanisms For Transitioning To Formal Economy, For Implementation Thereof And For Other Purposes”

From Bills filed by Sen. Angara, Sen. Poe, and, Sen. Ejercito respectively

MACWIE “SALIENT FEATURES”

**(Draft Substitute Bill as
of July 9, 2018)**

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PROVISIONS

Section 1: Short Title : MACWIE

“Magna Carta of Workers in the Informal Economy”

Section 2: Declaration of Policy:

- a. Just and dynamic social order
- b. Promotion and fulfillment of workers' rights
- c. Establish integrated and coherent policy on formalization of enterprises and workers



PROVISIONS

Section 3: Coverage: lifted from ILO R. 204 and non-regular domestic workers

Section 4: Definitions:

Informal economy based on the 17th ICLS

Illicit activity

Informal employment

Social Protection

Security of workplace and at workplace

Social and Solidarity Economy Units



PROVISIONS

Section 5: Rights and Benefits

17 rights generally addressing decent work deficits

Section 6: Preferential rights of own-account workers and informal economic units such as:

infrastructure support, policy support-value chain access to finance, technology, common facilities, policies against demolition and extortion, etc...



PROVISIONS

Sections 7, 8 and 9: Right to organize not only for the purpose mutual aid but for federating and negotiations for procurement and government assistance

Section 10: Designation of workplaces by local governments in consultation with affected workers and inhabitants

Sections 11 - 14: Policy on eviction and demolition (decent conditions of living and logistical viability)



PROVISIONS

Sections 15 -20: Social Protection for WIE

Social Protection definition and framework is institutionalized with one additional program added, the climate change resiliency

Sections 21-24: Labor standards and enforcement of laws

(some disagreements by the workers and support institutions to make OSH developmental for informal economic units consistent with livelihood development framework or the typology to be developed as provided in this measure)

Social Protection Framework

**CORE
PROGRAMS**

**JOB
AND
LIVELIHOOD**

**SOCIAL
SECURITY
AND
INSURANCE**

**SAFETY
NETS**

**SOCIAL
WELFARE**

**CLIMATE
CHANGE
RESILIENCY**

Integrated framework in a policy mix



PROVISIONS

SECTIONS 25 – 30: Creation of Informal Economy Development Council from national to local with initial funds from Presidential discretionary funds

(adaptation with enhancement from the NEDA Social Development Council Reso. No. 2, series of 2003]

INFORMAL ECONOMY DEV'T. COUNCIL

NEDA SOCIAL DEV'T. COUNCIL

DOLE
Co-chair

MEMBERS

NEDA DG
Co-chair

DTI, DA, DSWD, DILG, CHR, NAPC, DOT, SSS, PHILHEALTH, PCW, TESDA, DICT, CCC, HUDCC, ONE FROM PRIVATE SECTOR, ONE FROM ULAP, INCUMBENT NAPC-WIS SECTORAL REP., AND AT LEAST 30% OF MEMBERSHIP ARE FROM DOLE/DA ACCREDITED ASSOCIATIONS

REG'L DEV'T COUNCILS

WORKERS IN THE INFORMAL ECONOMY DEV'T. UNIT



PROVISIONS

SECTIONS 31-32: RATIONALIZATION OF PROGRAMS

Transitioning the informal economic units through registration, increasing compliance, monitoring of the formalization process and reporting to Congress. Each mandated agency shall have annual budget for the WIE interventions.

Sections 34-36 : CREATION of WIELDU, LGU funds, functions and composition



PROVISIONS

SECTIONS 37-39 : REGISTRATION AND ANNUAL DUES

1. ECONOMIC UNITS – LOCAL GOVERNMENT
2. INFORMAL WORKERS IN HOUSEHOLDS- LOCAL GOVERNMENT
3. ORGANIZATIONS – DOLE AND DA

SECTION 40 : ADDITIONAL SOURCES OF FUNDS:

PAGCOR, ANNUAL DUES COLLECTED FROM INFORMAL ECONOMIC UNITS, FARMERS, FISHERFOLKS, VENDORS, HOUSEHOLDS, ETC...



PROVISIONS

SECTIONS 41-46 : Final Provisions

Penal Provisions

Implementing Rules and Regulations

Appropriation

Separability Clause

Repealing Clause

Effectivity