

QUALSHIP 21 & E-ZERO

REWARDING YOUR COMMITMENT TO QUALITY, SAFETY AND THE ENVIRONMENT

OUALSHIP 21

In our continued efforts to ensure safe, secure, and environmentally sound maritime commerce, we offer this program to reward those companies, operators, and vessels that demonstrate the highest commitment to quality and safety through the highest level of compliance with International standards and United States law and regulation.

E-ZERO (ZERO ENVIRONMENTAL DEFICIENCIES OR VIOLATIONS)

Beginning July 1st, 2017, vessels enrolled in the QUALSHIP 21 program may also seek the E-Zero designation if they meet the requirements set forth below. The E-Zero program is a new addition to the existing QUALSHIP 21 program, and the intent of this program is to recognize those exemplary vessels that have consistently adhered to environmental compliance, while also demonstrating an immense commitment to environmental stewardship. These vessels will receive the E-Zero designation on their QUALSHIP 21 certificate.



Present Incentives for QUALSHIP 21 Vessels

All Vessels

- QUALSHIP 21 enrollment valid for 3 years.
- Vessel name posted on U.S. Coast Guard website & EQUASIS.

Tank Vessels

 Certificate of Compliance (COC) annual examination reduced in scope. (For tank vessels, the COC annual examination occurs at the mid-period of the COC's two-year validity.)

Freight Vessels

 Three years of limited Port State Control (PSC) oversight.

Passenger Vessels

 No reduced PSC examination, but vessel will receive QUALSHIP 21 certificate and recognition on the QUALSHIP 21 web page & EQUASIS.

New Incentives For QUALSHIP 21/E-Zero Vessels

All Vessels

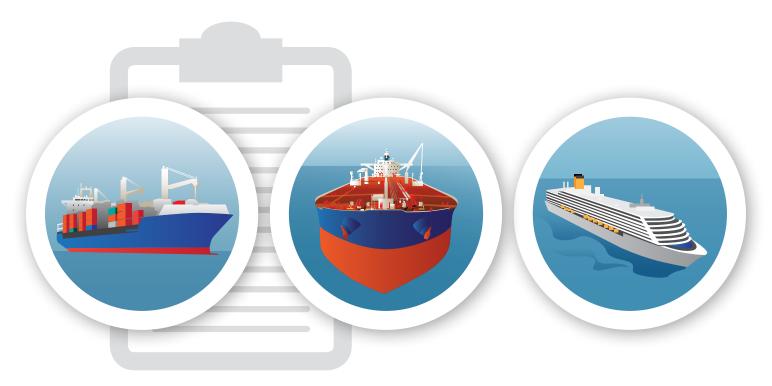
- Special recognition denoted on QUALSHIP 21 certificate
- Vessel name posted on U.S. Coast Guard website & EQUASIS.

Tank Vessels

Vessel permitted to conduct cargo operations within six months of both the COC annual examination due date and the COC expiration date. OCMIs must, at a minimum, must verify cargo-specific statutory documents (e.g., IOPP, International Certificate of Fitness) and confirm all cargo systems are operational with the master prior to allowing cargo operations. Tank vessels must still receive a full COC renewal examination prior to the issuance of the COC and the vessel's departure from the Captain of the Port Zone.

Passenger Vessels

 Reduced scope for the environmental portion of the examination during COC periodic examinations.



Vessel Eligibility for QUALSHIP 21

For the purpose of QUALSHIP 21, the initial eligibility criteria are:

- Must be a non-U.S. flagged vessel.
- The vessel must be registered to a QUALSHIP 21 qualified flag administration.
- No substandard vessel detentions in the U.S. within the previous 36 months.
- No marine violations or serious marine casualties and no more than one Notice of Violation (NOV) ticket in the U.S. within the previous 36 months.
- A successful U.S. PSC safety exam within the previous 24 months.
- Not owned or operated by any company (listed on vessel's Continuous Synopsis Record) that has been associated with more than one PSC detention in U.S. waters within the previous 24 months.
- Vessels cannot have their statutory convention certificates issued by a targeted recognized organization (RO). Targeted ROs are those that have points assigned in the U.S. Port State Control Matrix as listed in the most recent PSC Annual Report.
- The Coast Guard reserves the right to restrict eligibility in the QUALSHIP 21 program to any vessel because of special circumstances. This includes but is not limited to significant overseas casualties or detentions and pending criminal or civil investigations.



Vessel Eligibility for E-Zero designation

- Must be a vessel enrolled in QUALSHIP 21, maintain certification for the past three years and remain eligible for reenrollment.
- Zero worldwide MARPOL detentions for the vessel in the past three (3) years.
- Zero environmental deficiencies (MARPOL, 33 CFR Subchapter O, Ballast Water Management, Vessel General Permit, Antifouling) in the U.S. over the past three (3) years.
- Zero Letters of Warning, Notices of Violation or Civil Penalties related to Right Whale Mandatory Ship Reporting or speed restriction violations over the past 5 (five) years.
- Installed CG type-approved Ballast Water Management (BWM) system or operating without a BWM compliance date extension letter granted in accordance with 33 CFR 151.2036.

Qualifying Flag Administrations

For flag administrations to qualify for the QUALSHIP 21 program, they must:

- Not have a three-year detention ratio greater than 1.0%.
- Have at least 10 PSC examinations in the U.S. in each of the previous 3 years.
- Submit a Self-Assessment of Flag Administration (State) Performance to the IMO and provide a copy to the U.S. Coast Guard.
- Submit an Executive Summary from their Member State Audit Scheme audit to the U.S. Coast Guard or submit a letter or email attesting to the fact that they have not yet undergone the audit but have submitted their request to be audited.

Vessel Enrollment

Vessel owners and/or operators are required to submit the name of the vessel, IMO number, registered flag administration, company name, and company IMO number to the Coast Guard's Office of Commercial Compliance (CG-CVC-2). After receiving this information, the Coast Guard will screen the information and make a determination of eligibility. Once accepted into the program, a QUALSHIP 21 Certificate will be issued to the company and the vessel. The vessel will then be listed on the CG-CVC-2's QUALSHIP 21 web page.

Vessel owners that have ships enrolled in QUALSHIP 21 but do not see their vessels on the QUALSHIP 21 web page should notify the Coast Guard at the address noted on this pamphlet.

Applications for enrollment are processed in the order in which they are received. Our goal is to process each application within 30 days of receipt.

Exit Criteria

A vessel will no longer be eligible for incentives during the period of the QUALSHIP 21 certificate, under the following conditions:

- The vessel is detained and determined to be substandard in U.S. waters.
- The vessel has a marine violation, more than one unpaid NOV ticket, or a reportable marine casualty that meets the definition of a serious marine incident or major marine casualty.
- The vessel is found with serious deficiencies (e.g., deficiencies that are considered serious enough to warrant the detention of the vessel) that are not being monitored by the vessel's flag administration or RO acting on behalf of the flag administration, or if the vessel is found to not have reported a hazardous condition prior to arrival. If the vessel is within the time limits

- imposed by the flag administration or RO to correct deficiencies, the vessel will not lose eligibility for incentives.
- The vessel transfers to a targeted RO.
- The vessel changes its flag administration to one that has a
 detention ratio greater than 1.0%, or to a flag administration
 that does not have at least 10 distinct arrivals in each of the
 previous 3 years.
- The vessel is associated with a company that is required by the U.S. Department of Justice or U.S. Coast Guard to have and follow an Environmental Compliance Plan due to criminal prosecution or the vessel has any other pending criminal investigations.

A company may request reconsideration from the U.S. Coast Guard (CG-CVC-2) to remain in the QUALSHIP 21 program or retain its E- Zero designation if it owns or operates a vessel that has been associated with an IMO reportable detention or environmental deficiency.

Renewing Eligibility

- Vessel owners are required to renew their enrollment in the program. There is no longer automatic reenrollment into the program. Furthermore, renewal of eligibility is established under the same conditions as initial certification, including the requirement to have completed a successful U.S. PSC safety exam within the previous 24 months. Therefore, vessel owners are encouraged to request a PSC safety exam from the local COTP during U.S. port visits during their 35th or 36th month of the term of their QUALSHIP 21 certificate.
- When renewing eligibility, current QUALSHIP 21 flag administrations whose 3-year rolling detention ratio has gone above 1.0% will be given a one-year extension, provided that their ratio is below 1.05%.

