

**[PPA ADMINISTRATIVE ORDER NO. 06-2013,
December 17, 2013]**

**AMENDMENT TO PPA ADMINISTRATIVE ORDER NO. 05-2007
(REVISED GUIDELINES ON THE TRANSFER OF THE MANAGEMENT
OF PPA PORTS TO LOCAL GOVERNMENT UNITS (LGUs) AND
GOVERNMENT CORPORATIONS (GCs))**

Adopted: 17 December 2013

Date Filed: 02 January 2014

In keeping with its mandate of port development pursuant to Presidential Decree no. 857, as amended, whereby PPA is expected to implement port development projects to serve the public interest regardless of financial viability, and at the same time pursue its corporate duty to generate sufficient revenue to sustain its operations, PPA Administrative Order No. 05-2007, otherwise known as "Revised Guidelines on the Transfer of the Management of PPA Ports To Local Government Units (LGUs) and Government Corporations (GCs)," is hereby amended and modified as follows:

Section 1. Port Development by PPA. PPA shall continue to undertake any required port development, including capital dredging works and major civil works in ports covered by a Memorandum of Agreement (MOA) with LGU or GC, subject to the following conditions:

- 1.1 Availability of PPA funds and resources appropriated for said purpose;
- 1.2 Port development plans submitted by LGU or GC have been favourably recommended by the PDO and PMO holding jurisdiction over the port and approved integrated into the PPA Plans and Programs;
- 1.3 Port development project is located within the delineated port zone and is intended for provision of vessel, cargo and passenger related services;
- 1.4 LGU or GC has faithfully complied with all of its responsibilities as stipulated in the MOA, including port upkeep, repair and maintenance.

Section 2. Quarterly Supervision Fee

- 2.1 The Supervision Fee to be remitted by the LGU or GC to PPA shall be equivalent to fifty percent (50%) of the port revenues generated.
- 2.2 Remittance of Supervision Fee shall be quarterly, on the tenth (10th) day of the first month of the following quarter.
- 2.3 Monthly report of revenues collected shall be submitted by the LGU to the PMO, with copies of the corresponding Official Receipts issued.

Section 3. Third Party CH Operator

- 3.1 Cargo handling and related services contracted out to third parties by