[PPA MEMORANDUM CIRCULAR NO. 08-97, February 05, 1997]

CLARIFICATIONS ON THE EXEMPTION OF NAVAL, DIPLOMATIC AND ACADEMIC VESSELS FROM PAYMENT OF VESSEL CHARGES

1. AUTHORITY

- 1.1 Sec. 21, Presidential Decree No. 857, dated 23 December 1975, as amended
- 1.2 PPA Memorandum Order No. 20-83, dated 26 July 1983
- 1.3 PPA Memorandum Circular No. 03-95, dated 5 January 1995
- 1.4 PPA Memorandum Circular No. 07-94, dated 9 March 1994

2. OBJECTIVES

- 2.1 To ensure proper interpretation and implementation of relevant provisions covering exemptions from payment of port charges granted to foreign state vessels.
- 2.2 To ensure reciprocal privileges to vessels owned by the Philippine government which are similarly situated as foreign vessels granted exemption.

3. DEFINITIONS

- 3.1 *Vessel Charges* refer to charge against vessels such as:
- 3.1.1 *Port dues* is the amount assessed against a vessel engaged in foreign trade based on its total GRT or part thereof, including those engaged in barter trade for each entrance into and departure from a port of entry in the Philippines.
- 3.1.2 Dockage at Berth is the amount assessed against a vessel engaged in international or foreign trade, including those engaged in barter trade, for mooring or berthing at a pier, wharf, bulkhead wharf, river or channel marginal wharf at any national port in the Philippines; of for mooring or making fast to a vessel so berthed.
- 3.1.3 *Dockage at Anchorage* is the amount assessed against a vessel engaged in international or foreign trade, including those engaged in barter trade, that do not berth but drop anchor at either a government or privately-owned port whether operated exclusively or commercially.
- 3.2 Naval Vessels Commissioned vessels owned by navies of friendly