# [ CPA ADMINISTRATIVE ORDER NO. 01-97, June 26, 1997 ]

# POLICY ON CARGO HANDLING IN PRIVATE PORTS, PROVIDING GUIDELINES THEREFOR, AND OTHER RELATED MATTERS

This Circular is being issued pursuant to Sec. 5 (a, b, c), 7 (b, j), Sec. 9 (a, g, k), and Sec. 21 of R.A. 7621 and to Board Resolution No. 168-97.

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# **Declaration of Policy**

It is the declared policy of the Authority to promote, enhance, and liberalize the cargo handling industry in private ports consistent with its objective to enhance the flow of international and domestic commerce passing through or utilizing the ports of Cebu. In this regard, the owner or operator of a private port or port facility shall have the option to operate on its own or to engage any cargo-handling operator of its choice, provided that said operator is accredited by the CPA.

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#### Scope

This Circular shall govern applications for accreditation to operate cargo handling services in private ports, whether commercial or non-commercial, situated within the territorial jurisdiction of the Authority.

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#### **Purposes**

- 3.1 To liberalize and streamline documentation, processing, and evaluation of applications for, and issuance of Accreditation to operate arrastre, stevedoring, porterage and other related cargo handling services in private ports under the jurisdiction of the Authority.
- 3.2 To determine and ensure that the applicants for accreditation are managerially, operationally and financially capable and competent to render/operate the services.

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#### **Guidelines**

The following guidelines shall govern the documentation, processing of application

for and issuance of accreditation for cargo-handling in private ports:

- 4.1 Documentary Requirements
- 4.1.1 For New Applications
- 4.1.1.1 Articles of Incorporations/Cooperation or Partnership, By-Laws and Registration with the Securities and Exchange Commission (SEC) or the Cooperative Development Authority, and in case of sole proprietorship proof to that effect.
- 4.1.1.2 Registration with BIR, SSS, BDT, and VAT Registration Certificates.
- 4.1.1.3 CPA Certificate of Registration of Private Port.
- 4.1.1.4 Board Resolution from Private Port Owner or Operator endorsing the applicant to render cargo handling services for its cargo in its own port.
- 4.1.2. For Renewal of Accreditation
- 4.1.2.1. Updated Articles of Incorporations, By-Laws of Corporation, Cooperative or Partnership, Proof of substantial changes in the organization, if any.
- 4.1.2.2 BDT Registration if five (5) years term already expired.
- 4.1.2.3 SSS Official Receipt or Special Bank Receipt with SSS Form R-3 showing latest remittances, BIR receipts.
- 4.1.2.4 Proof of payment of Supervision Fee remitted for the previous accreditation period based on CPA Audit records.
- 4.1.2.4.1 Requirement 4.1.2.3. shall be presented on a monthly basis reckoned from the effectivity of the accreditation certified correct by the applicant and the correctness of the figures verified by the General Manager or his duly authorized representative with its own statistical data or CPA Audit Report.

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### **Term of Accreditation**

The accreditation shall be issued for a term of one (1) year renewable annually.

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## **Supervision Fee**

Any accredited cargo-handler operating within a private port shall remit to the Authority a supervision fee in the amount equivalent to three percent (3%) of their gross receipts, which shall be remitted to the Authority immediate after the completion of the loading and/or unloading of the cargo to and/or from the vessel.