



PHILIPPINE
PORTS
AUTHORITY



SEP 16 2020

PPA ADMINISTRATIVE ORDER
NO. 07 - 2020

TO : All Port Managers
Cargo Handling Operators
Private Port Owners/Operators
Others Concerned

SUBJECT : Amendment to PPA Administrative Order No. 12-2018

Pursuant to Board Resolution No. 2910 adopted on June 25, 2020, Article IV, Section 17 C and Article VI, Section 27 C of PPA Administrative Order (AO) No. 12-2018, entitled "Guidelines for the Selection and Award of Contract Under the Port Terminal Management Regulatory Framework (PPA Administrative Order No. 03-2016, as amended)" is hereby amended to read as follows.

xxx - xxx - xxx

"Article IV - Eligibility

Section 17. Eligibility Requirements

Xxx

C. Financial Capability

To ensure that the bidder is financially capable of entering into a contract, the following requirements must be complied with

- a) The paid-up capital of the prospective bidder shall not be less than thrice the minimum first year concession fee of the port subject of bidding, and,
- b) The prospective bidder shall deposit in cash, in favor of PPA, an amount equal to the minimum concession fee of the port subject of bidding for the first year of the Port Terminal Management Contract

Xxx

A. Bonifacio Drive, South Harbor Port Area Manila 1018 Philippines
P O Box 436 Manila Philippines
Tel No (+632) 527-8356 to 83 Fax No (+632) 527-4866
website www.ppa.com.ph

XXX - XXX - XXX

Article VI - Award

Section 27 – Notice of Award and Execution of Contract

Xxx.

C. Performance Security

- I. To guarantee the faithful performance by the winning bidder of its obligations under the contract, it shall post a Performance Security within thirty (30) calendar days from the signing of the Port Terminal Management Contract. The Performance Security shall be in a form of cash or cashier's/manager's check issued by a Universal or Commercial Bank.
- II. The required amount of the above forms of security shall be equivalent to the first year concession fee.

The Performance Security shall be denominated in Philippine Peso and posted in favor of the PPA, which shall be forfeited by the PPA in the event it is established that the winning bidder is in default in any of its obligations under the Port Terminal Management Contract.”

XXX - XXX - XXX

All other provisions of PPA AO No. 12-2018 not affected by this Order shall remain valid and in full force.

All other prior policies, rules and regulations issued by PPA, or parts thereof, to the extent that the same are in conflict or inconsistent herewith, are deemed amended, modified, or repealed accordingly.

This Order shall take effect fifteen (15) calendar days after its publication in newspaper of general circulation and a copy filed with the University of the Philippines Law Center.


JAY DANIEL R. SANTIAGO
General Manager