

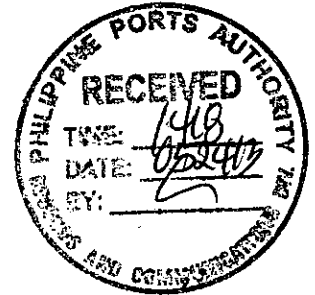


Bonifacio Drive, South Harbor, Port Area, Manila 1018, Philippines, P.O. Box 436, Manila, Philippines
Tel. No. (0632) 527-8356, Fax No. (0632) 527-4855, http://www.ppa.com.ph

MAY 22 2013

PPA OPERATIONS MEMORANDUM ORDER

No. 02 - 2013



T O : All Port District Managers
Port Managers
Cargo Handling Operators
Service Contractors
Others Concerned

SUBJECT : Clarificatory Guidelines on the Areas/Facilities Leased By Cargo Handling Operators

Further to pertinent provisions of PPA Administrative Order No. 22-95, otherwise known as Revised Guidelines on Real Estate Management, and in order to provide guidelines on areas leased by cargo handling operators, the following clarifications are hereby issued:

1. Scope

This Order covers port areas/facilities leased by the PMOs authorized cargo handling operators (CHO) utilized for purposes other than for cargo handling operation. (N.B. Excluded from said OMO are areas leased by Passenger Terminal Building operators/contractors)

2. Clarifications

- 2.1 Areas occupied by cargo handling operators covered by permit/s to occupy and/or contract of lease for purposes other than for cargo handling operation shall be imposed rental charges in accordance with the rental provisions of PPA AO 22-95.
- 2.2 The contract of lease to be issued to cargo handling operators shall not exceed the term of cargo handling permit/contract as stipulated under Section 9.1.1, Article IV of PPA AO 22-95.
- 2.3 Cargo handling operators, who infuse additional capital investments and/or highly specialized machineries and equipments on the leased premises to cater to port clients special requirements/needs and not covered by the existing cargo handling contract, shall not be collected government share.

VISION

By 2030, customers doing business in our ports shall experience full and sustained productivity, efficiency, comfort, connectivity, safety and security.

MISSION

We commit to provide reliable and responsive services in our ports, sustain development of our port communities and environment and be a model corporate agency of the government.

- 2.4 However, CHOs who have nil investments on their leased premises shall continue to be covered by a permit to operate ancillary services for its business operation inside the port and shall pay corresponding ancillary fees as stipulated under Section 3 of PPA AO 08-96 (Regulations for the Registration and/or Grant of Permits for the Operation of Ancillary Services in the Ports).

For guidance and compliance.


RAUL T. SANTOS
Assistant General Manager
for Operations