



OCT 06 2006

PPA MEMORANDUM CIRCULAR
NO. 16 2006

T O : All Port District Managers
Port Managers
Association of International Shipping Lines, Inc.
Philippine Ships Agents' Association
Others Concerned

SUBJECT : Clarification on the Proper and Uniform Application of Foreign
Currency Exchange Rates (FCER) Under PPA Memorandum
Circular (MC) No. 05 - 2005

PPA MC No. 05-2005 was issued to provide a uniform procedure in the proper application of the FCER to be followed under the computerized system as well as in the manual system of the PPA.

The audit observations per Commission on Audit AOM No. RBAA-pmosh-001 however said that subject MC appears to be inconsistent in the application of FCER, as the Commercial Services Department has continued with the present practice of prescribing a bi-monthly peso to dollar exchange rate.

Therefore, it is hereby clarified that the second paragraph under PPA MC No. 05-2005 shall be understood to mean as follows:

"The Foreign Currency Exchange Rate (FCER) issued by the Commercial Services Department, PPA Head Office (based on the 15-day average of the prescribed Bangko Sentral ng Pilipinas FCER) prevailing at the time of the issuance of invoice shall be used in determining the peso-value of dollar-denominated port charges due to PPA "


BENJAMIN B. CECILIO
Officer-In-Charge

VISION

By 2010, PPA shall have met the international standards in port facilities and services in at least ten (10) ports in support of national development.

MISSION

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