

Republika ng Pilipinas PANGASIWAAN NG DAUNGAN NG PI

(PHILIPPINES PORTS AUTHORITY) Marsman Bldg South Harbor Port Area Manila Philippines

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PPA MEMORANDUM CIRCULAR

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NO. 05 - 95

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All PPA Managers, Port Users and All Concerned

SUBJECT

Cargo Handling Rate Increases

Pursuant to PPA Board Resolution No. 1429 dated November 23, 1994, which granted increases to cargo handling rates of qualified cargohandling operators nationwide, with the exception of Manila South Harbor and Manila International Container Terminal, and in order to ensure the proper implementation of the same, the following guidelines are hereby issued.

General Guidelines

- Rate increases shall be granted to qualified cargo handlers provided such increases shall not go beyond ten percent (10%) of the existing cargo handling rates.
- 1 2 The rate increases are basically to offset the effects of the latest adjustments in minimum wages as authorized by Regional Wage Orders issued by respective Regional Tripartite Wage and Productivity Boards.
- 1.3 Only cargo handlers who have complied with the requirement on the uniform chart of accounts (UCA) and who have applied for rate adjustments shall be qualified for the rate increases.

Port Labor Trust Fund 2

- 2.1 A Trust Fund for laborers shall be put up by the cargo handling companies within thirty (30) days after the effectivity of the rate increases. Funding of this trust fund shall be taken from the total effective increase in revenue arising from these rate However, this requirement shall not apply to those increases. who have complied with the existing cargo handling contract provision on port labor trust fund, provided that the same has been acceptable to PPA.
- The Trust Fund shall be used only to finance the benefits of laborers who resign/retire or have been retrenched or whose services have been terminated due to changes in cargo handling The laborers shall be entitled to at least the contractors minimum benefits as provided for under the labor code.

- 2.3 The Trust fund shall be deposited in escrow with a bank acceptable to PPA, and shall not be withdrawn without the concurrence of the Authority through the Port Manager assigned in the area concerned
- 3. Publication requirement
 - 3.1 Publication of the rate increases shall be done twice, for two (2) consecutive weeks, in a newspaper of general circulation and to be effective fifteen (15) days after the second publication.
- 4. Official Copies Of the New Cargo Handling Tariff

The adjusted cargo handling tariff shall be prepared by the Commercial Services which shall issue the same to the respective PMOs before the effectivity of the rate increases.

- 5. The Port Managers, through the District Managers shall report to the General Manager through the AGM Operations, copy furnished CSD, on the compliance to the above requirements as needed.
- 6. Other Conditions
 - 6.1 All cargo handling operators shall comply with the Annual Reporting System including the Uniform Chart of Accounts as prescribed under PPA Memorandum Order No. 12-92 to be submitted annually to the Commercial Services Department, Head Office.
 - 6.2 Cargo handling operators with no restructured cargo handling tariffs but whose requests for rate adjustments have been approved are hereby given six (6) months from effectivity of this Circular to restructure that tariffs. Failure of said operators to comply with this requirement shall cause the withdrawal of the approved rate increase
- 7 Effectivity Date.

This shall take effect immediately

CARLOS L. AGUSTIN General Manager

APPROVED

(Per Board Resolution No. 1450)
JESUS B. GARCIA, JR.
Secretary of Transportation
and Communication