

**[PPA ADMINISTRATIVE ORDER NO. 03, S. OF
2010, June 03, 2010]**

**AMENDMENT TO PPA ADMINISTRATIVE ORDER NO. 01-2006, AS
AMENDED, OTHERWISE KNOWN AS "COMPENDIUM OF
REGULATIONS ON CARGO HANDLING OPERATIONS**

Pursuant to Sections 6-a(iii), and (v), 6-b(vi) of Presidential Decree No. 857, as amended, and PPA Board Resolution No. 2223, adopted during the 367th Meeting of the PPA Board of Directors on May 1, 2010, the Title of Article III of PPA Administrative Order No. 01-2006, as amended, and the provisions of Section 21 thereof are hereby amended and modified as follows:

"ARTICLE III

Guidelines in the Provision of Cargo Handling and Related Services

21. Policy in the Selection of CH Services

Cargo Handling and other related port services may be provided by PPA under any of the following circumstances:

1. On its own or by administration where PPA procures directly the labor services, equipment and other logistics requirements for the handling of cargoes and other related port services.

2. By contract, either as a result of competitive bidding or negotiation under the prevailing circumstances in the port:

2.1 By Competitive Bidding following the guidelines set forth under Article III of PPA Administrative Order No. 01-2006, as amended; and

2.2 By Negotiation under the following circumstances:

2.2.1 In ports with low-volume traffic;

2.2.2 Renewal of existing contracts as set forth in Article V of the aforementioned administrative order or issuance of new contracts with cargo handlers of proven operational expertise, financial