

[PPA MEMORANDUM, October 09, 2001]

IMPLEMENTATION OF THE CASH AND CARRY SYSTEM, RESTRICTED EXTENSION OF CREDIT, COLLECTION OF OUTSTANDING ACCOUNTS RECEIVABLE AND IMPOSITION OF INTEREST AND PENALTY CHARGES

This Office reiterates that, as a general rule, all PPA charges, dues and fees shall be collected on a Cash and Carry Basis in accordance with the provisions of Sec. 22 and 23 of PD 857. This policy was aimed to prevent and minimize the accumulation of arrears in port charges due to the PPA from the port users. In line with this, effective 15 October 2001 the following guidelines are hereby adopted:

A. At Government Port

1. Charges against Vessels must be paid upon departure;
2. Wharfage Dues must be paid upon loading/unloading of cargoes;
3. Storage Charges must be paid upon withdrawal/loading of cargoes;
4. PPA Share from Arrastre & Stevedoring Income before loading/unloading of cargoes;
5. PPA Share from Water and Water upon application;
6. Imported, homogenous cargoes (livestocks, rice, fish, etc) must be paid before first withdrawal of cargoes;
7. PPA Share from Pilotage Income must be paid upon clearance; and
8. Others, upon demand.

B. At Private Port

1. All Third Party cargoes must be paid upon application of Permit to Load;
2. Charges against Vessels must be paid upon clearance;
3. Charges on cargoes must be paid upon clearance of vessel;
4. PPA Share from Arrastre & Stevedoring Charges on Third Party cargoes must be paid upon application of Permit to Load.
5. PPA Share from Pilotage Income must be paid upon clearance; and
6. Other port charges, upon demand.

C. Cash Revolving/Guaranty Deposit