[MIA MEMORANDUM CIRCULAR NO. 59, April 11, 1991]

IMPLEMENTING GUIDELINES ON THE RATE INCREASE

Pursuant to the Order of the Maritime Industry Board dated 10 April 1991 authorizing an increase of 12% and 8% in passage and freight rates, respectively, for interisland liner shipping, the following guidelines in implementation thereof are hereby promulgated:

1
Coverage

Only member-companies of the Conference of Interisland Shipowners and Operators and any other operators who have filed applications for rate increase and paid the corresponding filing fee and issued the corresponding Order therefor are authorized to implement the following structure/system and schedule of rate subject to the conditions set forth below.

2
Rate Structure/System
Both for Passage and Freight

A fork tariff system both for passage and freight shall continue to be adopted as authorized under MC 57 and/or under paragraph 1 (coverage) hereof. The new rate, as specified herein, as the indicative or base rate; plus 5% of the base rate as the upper limit (maximum) and minus 5% as the lower limit (minimum), shall be allowed to be charged.

3
Passage Rates

Per Passenger

Distancev in n.m.	First Class	Second Class	Third Class Minimum	Base	Maximum
0-100	Unregulated		1.0623	1.1182	1.1741
101-300	Unregulated		0.9760	1.0274	1.0787
301 and above	Unregulated		0.8899	0.9388	0.9836

CONDITIONS

a. A minimum of 50% of the authorized (passenger) capacity of the vessel shall be allocated and maintained as Third Class accommodation.

b. The service standards prescribed by the Inter-Island Passenger Service Standards Project for First, Second and Third Class accommodations are hereby adopted and made part hereof.

c. The passage rates to be prescribed for distances greater than the upper limits of the distance categories, i.e., 100 and 300 nautical miles, shall in no case lower than the rates for shorter distances (in a lower distance category).

4
Freight Rates

Distance in n.m.	Class A		
	Minimum	Base	Maximum
0-100	102.7427 + (.7767) (dist.)	108.1502 + (.8176) (dist.)	113.5577 + (.8584) (dist.)
101-300	84.6232 + (.7248) (dist.)	89.0771 + (.7629) (dist.)	93.5310 (.8011) (dist.)
301 and above	66.5039 + (.6731) (dist.)	70.0041 + (.7085) (dist.)	73.5043 + (.7439) (dist.)

Distance in n.m.	Class B		
	Minimum	Base	Maximum
0-100	82.2339 + (.6212) (dist.)	86.5620 + (.6539) (dist.)	90.8901 + (.6866) (dist.)
101-300	67.6987 + (.5796) (dist.)	71.2617 + (.6101) (dist.)	74.8248 + (.6406) (dist.)
301 and above	53.2235 + (.5375) (dist.)	56.0248 + (.5658) (dist.)	58.8260 + (.5941) (dist.)

Distance in n.m.	Class C		
	Minimum	Base	Maximum