

## PROPOSED ARRASTRE RATES FOR FOREIGN EMPTY CONTAINERS AT SOUTH HARBOR, MICT, AND BATANGAS PORT

October 1, 2020

## BACKGROUND

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The existing schedule of cargo handling rates for import and export cargoes, passing through the South Harbor and MICT does not contain any rate for arrastre services on empty container pursuant to PPA MC No. 11-89. The same also at the Port of Batangas.

PPA sees the need to adopt a policy to prescribe the Arrastre rates for empty containers at South Harbor, MICT and Batangas Port in view of the following reasons:

- To ensure that policies on the handling of empty containers in PPA ports are uniform and updated.
- To compensate the Terminal/Cargo Handling Operators for services rendered on empty containers in the yard.

### **LEGAL BASES**

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1. Article IV, Section 6 b) (ix) of Presidential Decree No. 857, as amended or the Revised Charter of Philippine Ports Authority

To levy dues, rates, or charges for the use of the premises, works, appliances, facilities or for services provided by or belongs to the Authority or any other organization concerned with port operations

### **LEGAL BASES**

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2. Item 3 of Letter of Instruction No. 1005-A

To intensify the collection of all port charges including the government share from all cargo-handling contractors and port-related service operators, all back accounts, in order for them to share the burden of the accelerated, development, construction and maintenance of the government facilities they utilize. The government share for all cargo-handling contractors and port-related service operators shall be at a rate not less than 10% taken from their gross income earned from such services.

## PHILIPPINE AUTHORITY COVERAGE

## The proposal shall cover the Manila South Harbor, MICT and Batangas Port.

#### PRESCRIBED ARRASTRE RATES FOR FOREIGN EMPTY CONTAINERS

1. The prescribed Arrastre Rates for empty containers at South Harbor, MICT, and Batangas port are, as follows:

PHILIPPINE PORTS AUTHORITY

South Harbor and MICT

Particulars	Arrastre Rates	
	Import	Export
Empty 20' container	Php4,307.00	Php3,516.00
Empty 40' container	Php9,881.00	Php8,076.00

#### PRESCRIBED ARRASTRE RATES FOR FOREIGN EMPTY CONTAINERS

#### **Batangas Baseport**

Particulars	Arrastre Rates	
	Import	Export
Empty 20' container	Php3,532.50	Php2,884.00
Empty 40' container	Php8,105.00	Php6,624.00

PHILIPPINE PORTS AUTHORITY

2. Prescribed arrastre rates for foreign empty containers in other PPA ports shall remain the same.

## **GOVERNMENT SHARE**

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The Arrastre Rate on Empty Containers (import/export) imposed and collected shall be subject to PPA share to be remitted in accordance with the Management Contract of the International Container Services, Inc. (ICTSI) and Asian Terminals, Inc. (ATI) with PPA.



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