

## MEMORANDUM

FOR : **HIS EXCELLENCY PRESIDENT BENIGNO S. AQUINO, JR.**

THRU : **HONORABLE EXECUTIVE SECRETARY PAQUITO N. OCHOA, JR.**

FROM : **PETER ANTHONY A. ABAYA** - *Original Signed* -  
General Manager and CEO

SUBJECT : **ACCOMPLISHMENT REPORT FOR CY 2014 OF THE  
PHILIPPINE RECLAMATION AUTHORITY (PRA)**

DATE : March 5, 2015

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In compliance with the directive set forth in this Agency's Charter and the good governance conditions set by the Inter-Agency Task Force on the Harmonization of the National Government Performance Monitoring, Information and Reporting Systems, we are respectfully submitting the following report on PRA's accomplishments for CY 2014.

We are pleased to inform His Excellency that our net income for CY 2014 amounted to Php 2.26 Billion and we are about to remit fifty percent (50%) of this amount in cash dividends to the Bureau of Treasury. The net income for 2014 marks the fifth record breaking financial performance which started when this representation took Office in 2010. The total dividend remittances for the past five years amounting to Php 4.76 Billion far outweighs the total dividend remittances for the 31 years prior to 2010 of about Php 1 Billion.

Another milestone for CY 2014 is the recognition and reclassification of PRA into a large taxpayer under the jurisdiction of a Regular Audit Division of the Bureau of Internal Revenue (BIR), a feat that is unusual for corporations especially GOCCs. This was due to the fact that PRA has been cited yearly by BIR, during its annual recognition, as among the top taxpayers of the region. The total corporate income tax paid by PRA from 2010 to 2014 amounted to Php 3.7 Billion.

With the passage of Executive Order No. 146, entitled, "Delegating to the National Economic and Development Authority (NEDA) Board the Power of the President to Approve Reclamation Projects", the Implementing Rules and Regulations thereof was substantially completed in CY 2014 and about to be finalized and signed early this year 2015. Hence, the need to ensure that reclamation initiatives or projects are well coordinated and integrated are

now finally set in place. Parallel to that, the PRA-DENR Joint Administrative Order for illegal and unauthorized reclamations are now for implementation setting forth well-defined rules for this kind of reclamation undertakings.

Worth mentioning also for CY 2014 is that this Agency opened up new ventures for development in the Central Business Park located in the reclaimed land. Aside from having new locators invested in the area adding up myriads of establishments and beefing up commerce, the reclaimed properties were sold two hundred twenty percent (220%) more than its appraised value.

In the pipeline are several on-going preparations and negotiations which started in CY 2014 for various development projects in the area. Several talks with interested government agencies and other private entities are on-going for various projects with PRA's involvement. This Agency and the Department of Public Works and Highways (DPWH) during the last quarter of 2014 entered into a Memorandum of Agreement (MOA) wherein PRA shall facilitate the acquisition of the right of way in the reclaimed area for the construction of the NAIA Expressway Project (NAIAX). The PRA and the Light Rail Transit Authority (LRTA) had started talks on the acquisition of 24,461 square meters of land for its right of way requirements of the LRT line/Cavite Extension Project through property dividends.

Notably in CY 2014 there was an increase in the traffic volume in the Cavite Expressway (Cavitex). Comparative reports showed that in 2014 a nine percent (9%) average daily traffic increase in traffic volume was recorded as compared to 2013. With the said increase, additional revenues were realized and included in this Agency's coffers.

As part of this Agency's corporate social responsibility, livelihood skills development training programs through the Gender and Development (GAD) were conducted benefiting 207 trainees from the families affected/displaced by reclamation projects. Through these training programs this Agency alleviated the socio-economic conditions and plight of affected/displaced families.

For this year, we aim to transcend our performance for CY 2014 and hopeful that new opportunities for the Agency will bring upon progress and development to our nation in the years to come.