



Department of Transportation & Communications
LAND TRANSPORTATION FRANCHISING & REGULATORY BOARD

East Avenue, Quezon City
Tel. Nos. 922-9051 to 66

MORANDUM CIRCULAR
Number 87-008

**SUBJECT: REGISTRATION AND OPERATION OF UNITS
AUTHORIZED UNDER SUBSISTING CPCs**

The Board has issued Memorandum Circulars prescribing the period within which units authorized under the CPCs it grants could be registered with the Land Transportation Office. The registration of the units authorized under a CPC granted is also subject to the conditions prescribed in the franchises issued by this Board.

Correspondingly, applicants who apply for certificates of Public Convenience to operate a public service are obligated to state the service they have been authorized pursuant to their representation with the Board of public need for the operation of said service.

Under Memorandum Circular No. 87-018, applicants for certificates of Public Convenience who are already holders of subsisting CPCs are required to state in their applications the following:

- 1) that the total number of units authorized under their subsisting CPCs;
- 2) that all their authorized units under their subsisting CPCs have been duly registered with the LTO.

The said Memo Circular also requires that the applications be verified and signed by the president and general manager of the corporation or partnership applying for the additional certificate or by the CPC holder if the applicant is a natural person.

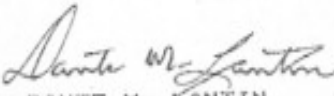
The aforesaid Memo Circular was issued to eliminate the irregular practice of CPC holders of applying for additional franchises when the units authorized under their subsisting CPCs have not even been registered with the LTO and the service/s authorized is/are not being operated.

To eliminate the aforesaid irregular practice which is one of the causes for the commercialization and trafficking of franchises, the Board hereby declares and reiterates that the applications which do not comply with Memorandum Circular No. 87-018 shall not be accepted for filing.

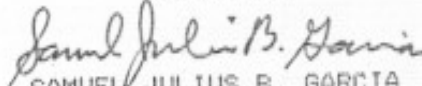
Applications violative of the said memorandum circular which have been accepted for filing, will not be set for hearing or if they have been set for initial hearing, they will be not be re-set for hearing until compliance with existing Board memo circulars is shown.

This memorandum circular shall take effect immediately.

Quezon City, 27 June 1997


DANTE M. LANTIN

Chairman


SAMUEL JULIUS B. GARCIA
Board Member


LYDIO J. CATALUNA
Board Member