



Republic of the Philippines  
Department of Transportation and Communications

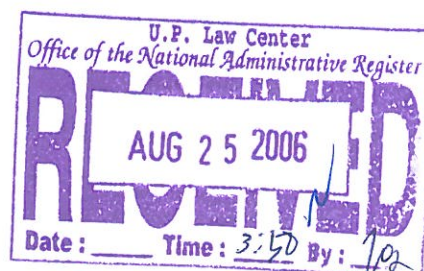
**LAND TRANSPORTATION FRANCHISING AND REGULATORY BOARD**  
East Avenue, Diliman, Quezon City

**MEMORANDUM CIRCULAR**  
**NUMBER 2006-062**

**SUBJECT : IMPLEMENTATION OF POINT-TO-POINT EXPRESS SERVICE (P2P) "COLORUM" LEGALIZATION PROGRAM IN CRITICALLY- IDENTIFIED ROUTES IN THE SUPER-REGIONS OF CENTRAL PHILIPPINES (REGIONS 5,6,7&8) AND MINDANAO (REGIONS 9,10,11, 12 & CARAGA)**

Corollary to the President pronouncements during the 2006 State of the Nation Address reconfiguring the nation into economic super-regions and pursuant to the mandate of this Board under Section 5 of Executive Order 202, s. 1987, to prescribe and regulate routes, economically viable capacities and zones, or areas of operation for public land transportation services and considering the prevalent/rampant illegal operations of "colorum" AUVs and Vans in critical routes identified by the DOTC and LTFRB Regional Offices in the above super-regions (excepting North Luzon routes which are scheduled for further studies in view of its peculiar characteristics as an agricultural zone), this Board hereby orders the implementation of AUV/Van Colorum Legalization Program in the above super-regios, subject to the provisions of the P2P Express Services Conversion Program under MC No. 2005-023 as amended, subject to the following conditions:

1. Approved LTFRB List of Routes validated by concerned Regional Directors and as submitted to the Board;
2. Maximum Route Ceiling Distance of **200 kilometers** for intra-super regional routes with engine/mechanical check-up pit-stops ;
3. LTFRB Regional Office acceptance and processing of applications shall be reckoned from the proximity or location of the applicant's business address to the nearest terminal within a particular region;
4. Upon application/petition and submission of requirements and payment of all corresponding fees, the Board thru the Regional Office concerned shall issue a Provisional Authority signed by the Regional Director where application was filed, with a validity period of Three (3) months;
5. The applicant/petitioner shall surrender the original Provisional Authority to the Regional Office concerned before the release of the approved CPC/Franchise by the Central Office;



6. Payment of fines and penalties (Options):

6.1 Single payment Scheme of P 10,000.00; or

6.2 Four (4) Installment Payment Scheme of P 10,000.00 fine/penalty:

Php 2,500.00	upon filing of Application/Petition
Php 2,500.00	upon Hearing
Php 2,500.00	upon release of Decision
Php 2,500.00	upon Confirmation

7. For inter-regional cases, the collecting LTFRB Regional Office shall retain 50% of the total fines and penalties collected while the remaining 50% shall accrue to the Central Office.
8. The prescribed fare shall be P 1.50 per kilometer on a straight line computation.

Applicants are required to submit sworn undertakings to substantiate said colorum operations. Further, in order to avoid misrepresentations, LTFRB shall directly transact with operator-applicants.

Other rules and regulations that are inconsistent with the provisions of this Memorandum Circular are hereby repealed and/or modified accordingly.

This Memorandum Circular shall take effect fifteen (15) days following the filing of three copies hereof with the UP Law Center, pursuant to Presidential Memorandum Circular No. 11, dated 09 October 1992.

**SO ORDERED.**

Quezon City, Philippines  
\_\_\_\_\_ 2006.

**AUG 23 2006**

  
**MARIA ELENA H. BAUTISTA**  
Chairperson

  
**GERARDO A. PINILI**  
Board Member

  
**MARIA ELLEN DIRIGE-CABATU**  
Board Member