



Republic of the Philippines
Department of Transportation and Communications
LAND TRANSPORTATION FRANCHISING & REGULATORY BOARD
East Avenue, Quezon City

O.P. LAW CENTER
OFFICE OF THE NATIONAL
ADMINISTRATIVE REGISTER
(ONAR)
ADMINISTRATIVE RULES & REGULATIONS
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MEMORANDUM CIRCULAR
NUMBER 2011 - 013

**SUBJECT : GUIDELINES IMPLEMENTING THE NEW
PERSONAL PASSENGER ACCIDENT INSURANCE
PROGRAM (PPAIP)**

Section 5(k) of Commonwealth Act No. 146, as amended by Executive Order No. 202, grants the LTFRB the power "to formulate, promulgate, administer, implement and enforce rules and regulations on land transportation public utilities, x x x" and consistent with the National Government's policy to ensure that public interest is upheld at all times, it has formulated rules and regulations for the provision of an efficient, proactive, prompt and timely insurance scheme for public transport commuters in times of distress and accidents, without prejudice to credible transport processes.

This mandate was strengthened by the Supreme Court in the case of "Eastern Assurance and Surety Corp. (EASCO) vs. LTFRB, et al" (G.R. No. 149717), when it upheld the validity, legality and propriety of LTFRB MC No. 2001-010 relative to its authority to prescribe and require the "Passenger Personal Accident Insurance Program" (PPAIP) for PUV operations nationwide.

After conducting the accreditation process, the Board entered into a Memorandum of Agreement (MOA) on November 17, 2011 with two insurance groups for a period of two (2) years. Hence, by virtue of said MOA, the Board hereby adopts the following guidelines for the implementation of the PPAIP:

1. Accredited Management Companies:
 - PASSENGER ACCIDENT MANAGEMENT AND INSURANCE AGENCY, INC. (PAMI)
 - SCCI MANAGEMENT and INSURANCE AGENCY, CORPORATION (SCCI)

2. Accredited Lead Insurance Agencies:

- UCPB GENERAL INSURANCE COMPANY, INC. (for PAMI)
- ALLIEDBANKERS INSURANCE CORPORATION (for SCCI)

3. Approved Premiums and Benefits:

The premium for each type of vehicle, based on the recommendation of the Insurance Commission, shall be as follows:

VEHICLE TYPE	AMOUNT
Provincial Buses /Mini-Buses	Php 1,200.00



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This Memorandum shall take effect immediately following its publication in at least two (2) newspapers of general circulation. Let three (3) copies hereof be filed with the UP Law Center pursuant to Presidential Memorandum Circular No. 11, dated 09 October 1992.

SO ORDERED.

Quezon City, Philippines DEC 07 2011



ATTY. JAIME D. JACOB
Chairman




ENGR. SAMUEL JULIUS B. GARCIA
Board Member


ATTY. MANUEL M. IWAY
Board Member

ATTESTED BY:


ATTY. GLENN N. ZARAGOZA
Officer-in-Charge
Office of the Executive Director

PUBLICATION DATE: December 15, 2011

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