



REPUBLIC OF THE PHILIPPINES
Department of Transportation
LAND TRANSPORTATION FRANCHISING AND REGULATORY BOARD
East Avenue, Diliman, Quezon City

MEMORANDUM CIRCULAR
NUMBER 2019- 012

SUBJECT: OPENING OF APPLICATIONS FOR THE ISSUANCE OF NEW CPC TO OPERATE ADDITIONAL UV EXPRESS SERVICE IN CARAGA REGION

WHEREAS, on 19 June 2017, the Department of Transportation (DOTr) issued Department Order No. 2017-011 (Re: Omnibus Guidelines on the Planning and Identification of Public Road Transportation Services and Franchise Issuance) adopting the rules and procedures for the issuance of franchises for public transport routes and services;

WHEREAS, pursuant to Section 5(a) of Executive Order No. 202, dated 19 June 1987, the LTFRB shall have the power "to prescribe and regulate routes of service, economically viable capacities and zones or areas of operation of public land transportation services provided by motorized vehicles, xxx";

WHEREAS, the DOTr has given the Land Transportation Franchising and Regulatory Board (LTFRB) authority to deliberate and take appropriate action on proposed additional routes pursuant to the Public Utility Vehicle Modernization Program (PUVMP);

WHEREAS, on the basis of the request from the local government units, transport group and concerned citizens regarding the shortage of public transport in the Region, the LTFRB- CARAGA Regional Office conducted a Route Rationalization Validation Survey wherein it eventually identified the actual demand on the following routes, to wit:

ROUTE	ESTIMATED DISTANCE	MODE OF SERVICE	NO. OF UNITS	ROUTE CATEGORY
Butuan City – Cabadbaran City	29 kms	UV Express Service	30	Intra- Regional
Butuan City – Nasipit	26.3 kms	UV Express Service	15	Intra- Regional
Butuan City – Kitcharo, Agusan Del Norte	73 kms	UV Express Service	15	Intra- Regional

WHEREAS, the Board recognizes the need for public utility vehicles (PUVs) to serve the area in order to effectively address the concerns of the riding public;

NOW THEREFORE, premises considered, this Board hereby Opens an Additional UV Express Service franchises in CARAGA Region, subject to the following:

1. Applications for the Issuance of New CPC shall be accepted for processing by the LTFRB- CARAGA Region for the following routes:

ROUTE	ESTIMATED DISTANCE	MODE OF SERVICE	NO. OF UNITS	ROUTE CATEGORY
Butuan City – Cabadbaran City	29 kms	UV Express Service	30	Intra- Regional
Butuan City – Nasipit	26.3 kms	UV Express Service	15	Intra- Regional
Butuan City – Kitcharo, Agusan Del Norte	73 kms	UV Express Service	15	Intra- Regional


2. All UV Express Service shall strictly operate on a point-to-point basis with designated terminals at both end points.
3. The Board hereby authorizes the exemption of the route: Butuan City to Kitcharo, Agusan Del Norte from the coverage of the Maximum Distance Policy under Department Order No. 2017-011 considering that there is an absence of transfer area between route ends of the route.
4. All operators shall, upon filing of their Application, execute an undertaking stating that they will immediately comply with the approved DOTr route rationalization study and the results of the Local Public Transport Route Plan (LPTRP), as the case may be.
5. Applicants for new CPC on the above-stated new routes shall consolidate under the one-route one-operator franchise scheme consistent with the Industry Consolidation Component under the PUVMP. Priority shall be accorded to Cooperatives/Corporations whose area of operation are situated near/adjacent to the routes applied for.
6. Current units not older than three (3) years old shall be allowed under Provisional Authority (PA) pending the issuance of the CPC and delivery of the OFG-Compliant units. By 30 June 2020, only compliant UV units or Class 3 PUJ (per DTI/PNS standard classification) shall be accepted as authorized units.
7. A Provisional Authority may be issued for a period of Ninety (90) days upon the Acceptance of Application provided that a photocopy of the Passenger Insurance Policy is submitted.

An additional amount of Two Hundred Sixty Pesos (Php260.00) shall be paid by the applicants if they pray for the issuance of PA in the Application or in a separate motion.

This Memorandum Circular shall take effect after fifteen (15) calendar days reckoned from its publication in a newspaper of general circulation and the filing of three (3) copies hereof with the UP Law Center pursuant to Presidential Memorandum Circular No. 11, dated 09 October 1992.

SO ORDERED.

Quezon City, Philippines, 11 MAR 2019


ATTY. MARTIN B. DELGRA
 Chairman




ENGR. RONALDO F. CORPUS
 Board Member


GEN. ANTONIO N. GARDIOLA, JR. (Ret)
 Board Member

Attested by:


ATTY. SAMUEL A. M. JARDIN
 Executive Director