



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

BOARD RESOLUTION NO. 120
Series of 2021

WHEREAS, on 16 June 2021, the Department of Transportation (DOTr) has issued Department Order No. 2021-009, extending the effectivity of Department Order No. 2020-017, which aside from designating the Land Transportation and Regulatory Board (LTFRB) as the Implementing Agency for the said Program, it also provides for the functions of Implementation Committee and Oversight Committee, for the purpose of continuous implementation of the Service Contracting Program under RA No. 11518, otherwise known as the 2021 General Appropriations Act (GAA);

WHEREAS, the Board, on 2 September 2021, issued Memorandum Circular No. 2021-054, prescribing the implementing guidelines on the PUV Service Contracting Program under the General Appropriations Act of 2021;

WHEREAS, under MC No. 2021-054, payouts are paid based on the Certification from the GPS provider on the number of kilometers/trips rendered by PUVs enrolled in the Service Contracting Program, with emphasis that trip-cutting, fractional or uncompleted trips shall not be counted or considered as one (1), and thus, shall not be paid;

WHEREAS, after series of meetings conducted by the LTFRB Technical Working Group, GPS Service Providers and PUV Operators, certain challenges were encountered particularly in capturing and gathering the actual kilometers travelled either due to GPS device problem or loss of signal resulting to mileage discrepancy;

NOW THEREFORE, for and in consideration of the foregoing, and in order to address mileage discrepancy, the Board resolves as it hereby resolved to **ADOPT** to the following guidelines which shall form part of Memorandum Circular No. 2021-054:

1. The GPS device used and installed in the PUV must be from the GPS Service Provider duly accredited by the LTFRB.
2. For a trip to be considered in the computation of the weekly payout, a threshold of 20% discrepancy in the mileage between the data captured by the GPS device and the route length shall be considered, provided that the PUV unit must have reached the end point of the route and have actually completed the trip. A certification on the discrepancy must be issued by the GPS provider in such a case.

APPROVED AND SIGNED by the undersigned Chairman and Board Members, this 27th day of September 2021 at Quezon City, Philippines.


ATTY. MARTIN B. DELGRA III
Chairman




P/Col. JOEL C. PERNITO (Ret.)
Board Member

Attested by:


MARIA KRISTINA E. CASSION, MBA CESE
Executive Director