

**[MEMORANDUM CIRCULAR NO. 2018-005,
February 13, 2018]**

**AMENDMENT TO MEMORANDUM CIRCULAR NO. 2018-03 [RE:
COMMON SUPPLY BASE FOR TRANSPORT NETWORK VEHICLE
SERVICE (TNVS)]**

Adopted: 12 February 2018

Date Filed: 13 February 2018

WHEREAS, the Board issued Memorandum Circular No. 2018-03 [Re: Common Supply Base for Transport Network Vehicle Service (TNVS)] wherein the Board set a common supply base for TNVS and lifted the moratorium on the acceptance of applications for the issuance of a Certificate of Public Convenience (CPC) to operate TNVS.

WHEREAS, prior to the scheduled acceptance of TNVS applications or on 05 February 2018, after subsequent consultations with the Department of Transportation (DOTr) to discuss intervening facts and findings, the Board was constrained to suspend the implementation of MC No. 2018-03 to conduct further studies on the actual number of units to form the common supply base.

WHEREAS, as a result of the audit performed by independent auditors on the pertinent data of Transport Network Companies (TNCs) up to the period of July 2017, a reconciled master list was arrived at wherein it was found that the TNCs have a total of fifty nine thousand and twenty (59,020) accredited peers most of whom were not able to file their respective applications for CPC with the LTFRB due to the moratorium on the acceptance of TNVS applications.

WHEREFORE, premises considered, taking into account factor such as unserved demand, color coding and churning rate peculiar to TNVS operation all for the paramount interest of the riding public, the Board resolves to revise the common supply base as follows:

Metro Manila (including MUCEP area) - 65,000 TNVS units

Metro Cebu - 1,500 TNVS units

Pampanga - 250 TNVS units

Likewise, accredited hatchback units shall now be allowed subject to the following conditions:

1. Hatchback units shall be accepted subject to a transition period of three (3) years in order for the peers to recoup their investment.
2. Hatchback units shall only be allowed to operate within Metro Manila. Hatchback units are prohibited from operating in the provinces of Laguna,