



Republic of the Philippines
DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT
A. Francisco Gold Condominium II, EDSA, Diliman, Quezon City

January 20, 2009

MEMORANDUM CIRCULAR
NO. 2009-06

TO : ALL PROVINCIAL GOVERNORS, CITY MAYORS, MUNICIPAL MAYORS AND DILG REGIONAL DIRECTORS

SUBJECT : REITERATING OFFICE OF THE PRESIDENT ADMINISTRATIVE ORDER NO. 233, S. 2008 RELATIVE TO THE ACQUISITION AND USE OF MOTOR VEHICLES

In line with the objective of utilizing government resources judiciously, attention is invited to the mandates of OP Administrative Order No. 233 dated August 1, 2008 which are applicable to local governments, as follows:

On Luxury Vehicle

(Paragraphs 1.0, 4.0, 5.0 and 6.0, AO No. 233 s. 2008)

1. Local Government Units are prohibited from acquiring and/or using luxury vehicles as described in 2.1 to 2.4 of AO No. 233, for their operations.
2. All LGUs are directed to account for all their motor vehicle units, prepare a disposal program for all luxury motor vehicles and submit a report to the Department of Budget and Management and the Office of the President, thru the General Government Administration Office.
3. The LGU concerned shall proceed to immediately dispose of such vehicles by public auction or sale in compliance with applicable laws, rules and regulations.
4. All proceeds from such sale shall be turned over to their respective local funds and shall be automatically appropriated for the purchase of new ones, subject to the provisions of AO No. 233, and for the repair of existing serviceable vehicles.
5. A Special Budget pursuant to Executive Order No. 292 and a report of vehicles sold and the utilization of the sales proceed shall be submitted to the DBM and OP-GGAO.

On Specific-Purpose Vehicle, Heavy Equipment, Locally-Assembled Jeep, Motorized Banca or Boat, Vehicle for Mass Transport, Motorcycle and Tri-Wheel Vehicle

(Paragraph 8.0, AO No. 233 s. 2008)

1. Local Chief Executives, including Punong Barangays are authorized to approve the acquisition of the types of motor vehicles as enumerated in 7.1 to 7.6 of the said AO to be sourced from the unencumbered local funds.

2. If the acquisition is sourced from the national government funds under the General Appropriations Act, the concerned LGU shall seek the approval of the DBM.

On Car, Passenger Van or Pick-Up Type Vehicle, Crossover Utility Vehicle, Multi Purpose Vehicle, Asian Utility Vehicle, Sports Utility Vehicle, Aircraft and Other Types of Sea-Craft

(Paragraph 9.0, AO No. 233 s. 2008)

1. For acquisition of vehicles under 9.1 to 9.6 of AO No. 233, the concerned LGU shall seek the approval of the Office of the President, regardless of funding sources.

On the Use of Alternative Fuels

(Paragraph 10.0, AO No. 233 s. 2008)

1. All LGUs shall purchase at least fifty percent (50%) of their mobility requirements using alternative fuels such as bio-fuels-ready vehicles that run on higher blends, flexi-fuel, natural gas, solar and electric vehicles.

In view of the above, all Local Chief Executives are enjoined to strictly observe the above-stated guidelines in the purchase of their motor vehicles.

All DILG Regional Directors are directed to cause the immediate and widest dissemination of this Circular to all local government units within their regional assignments and to monitor the submission of LGU reports to the Office of General Government Administration Office, Office of the President at Rm. 119-A Mabini Hall, Malacañang, Manila.

For the guidance of all concerned.


RONALDO V. PUNO
Secretary



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IN REPLYING, PLS CITE:

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