



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF TRANSPORTATION
LAND TRANSPORTATION OFFICE

East Avenue, Quezon City
E-mail Address: lt@mailbox@lto.gov.ph • Website: www.lto.gov.ph



MEMORANDUM

TO : All Regional Directors, Assistant Regional Directors, Regional Operations Division Chiefs, Heads of New Registration Unit (NRU), Heads District/Extension Offices, and All Other Employees Concerned

U.P. LAW CENTER
OF THE NATIONAL ADMINISTRATIVE REGISTER
SERRANOVA BUILDING, 3RD FLOOR



DATE : 13 June 2022

SUBJECT : **CLARIFICATION ON THE COLLECTION OF MOTOR VEHICLE USER'S CHARGE (MVUC) IN THE MOTOR VEHICLE REGISTRATION INSPECTION SYSTEM (MVIRS)**

Pursuant to Republic Act No. 4136, otherwise known as the "Land Transportation and Traffic Code", Republic Act No. 8794, otherwise known as the "Motor Vehicle User's Charge" (MVUC) law and other related issuances, and in line with the foregoing transition of the MVIRS, a uniform interpretation and implementation in the collection of MVUC is hereby clarified.

I. MVUC Collection on Initial Registration

The corresponding computation of MVUC portion of the year shall be collected based on the table below, in accordance with Section 5 of Circular No. 82-028 dated June 08, 1982, as illustrated table below:

LAST DIGIT OF PERMANENT PLATE ISSUED	APPLICABLE PORTION OF THE YEAR																														
	¼ Year			½ Year			¾ Year			1 Year																					
MONTH OF REGISTRATION	2	3	4	5	6	7	8	9	0	1	2	3	4	5	6	7	8	9	0												
JANUARY																			0	1											
FEBRUARY																				1	2										
MARCH																				1	2	3									
APRIL																				0	1	2	3	4							
MAY																					1	2	3	4	5						
JUNE																					1	2	3	4	5	6					
JULY																					0	1	2	3	4	5	6	7			
AUGUST																					1	2	3	4	5	6	7	8			
SEPTEMBER																					0		1	2	3	4	5	6	7	8	9
OCTOBER																						1	2	3	4	5	6	7	8	9	0
NOVEMBER																						1	2	3	4	5	6	7	8	9	0
DECEMBER																						1	2	3	4	5	6	7	8	9	0

The MVUC collection on initial registration shall be 1 year to 1 ¼ year and 3 years to 3 ¾ years, whichever is applicable.

The Official Receipt shall indicate: "This payment is valid until ___ and due for renewal on ___", in addition to automated emails of advisory sent to the registered email address of the client.

II. MVUC Collection on Renewal

A. License Plate issued after initial registration in the Old System and before initial renewal in the MVIRS



Illustration 1: 1-Year and 3-Year Registration (whichever applicable)

If the renewal application of the motor vehicle follows the temporary plate and or permanent plate schedule or within the renewal schedule, the MVUC portion amount shall be collected. And if any case, renewal application was made beyond the scheduled renewal registration, MVUC portion amount and penalty shall be collected, the same is illustrated by the following example:

Date of Initial Registration (Old System)	Plate Number Issued / Date of Issuance	Date of Initial Renewal of Registration in the MVIRS (Based on Issued Plate)	Date of Initial Renewal of Registration / Date of Succeeding Renewal Registration	MVUC to be Collected	Remarks
January 2021	ABC 129 / September 2021	September 2022	January 2022 / September 2023	3/4 year	No penalty
January 2021	ABC 129 / September 2021	September 2022	January 2023 / September 2023	1 3/4 year	With penalty

Illustration 2: Advance Renewal for 1-Year and 3-Year Registration (whichever applicable)

When renewal registration is made **two (2) months** before the scheduled renewal application, it is deemed to be an *advance renewal* and applicable portion of the MVUC shall be collected, as illustrated in the table below:

Date of Initial Registration (Old System)	Plate Number Issued / Date of Issuance	Date of Initial Renewal of Registration in the MVIRS (Based on Issued Plate)	Date of Initial Renewal of Registration / Date of Succeeding Renewal Registration	MVUC to be Collected	Remarks
January 2019	ABC 1233 / February 2021	March 2022	January 2022 / March 2023	1 1/4 year	No penalty
January 2019	ABC 1233 / February 2021	March 2022	March 2022 / March 2023	1 1/4 year	With penalty

Illustration 3: 1-Year Registration

If in case, a penalty was inadvertently collected due to change of renewal schedule arising from the issuance of permanent plate, and renewal registration is not considered late, as illustrated in the table below:

Date of Initial Registration (Old System)	Plate Number Issued / Date of Issuance	Date of Initial Renewal of Registration in the MVIRS (Based on Issued Plate)	Date of Initial Renewal of Registration	MVUC to be Collected	Remarks
January 2021	ABC 1230 / December 2021	October 2021	January 2022	1 year	No penalty however 50% of penalty was collected

An adjustment on the MVUC and/or fines and penalties shall be made to be applied for the next renewal. The Head of Office or Assistant Chief shall be given an authority to access and make the necessary adjustment during its succeeding renewal.

- B. License Plate issued after initial registration in the Old System and after first renewal in the MVIRS

The MVUC portion amount shall be collected in the succeeding renewal schedule after the plate was issued.

Moreover, all heads of NRUs and authorized District/Extension Offices shall ensure that applicable MVUC portion of the year shall be collected based on the plate ending issued upon release of the permanent plate.

All circulars and orders inconsistent herewith are deemed superseded.

For strict compliance.

Edgar C. Galvante
EDGAR C. GALVANTE
 Assistant Secretary

