The SECRETARY:

"AN ACT TO PROVIDE FOR THE ESTAB-LISHMENT OF A NATIONAL TRADE SCHOOL IN THE MUNICIPALITY OF BAGO, PROV-INCE OF NEGROS OCCIDENTAL, AND TO AUTHORIZE THE APPROPRIATION OF FUNDS THEREFOR."

The ACTING PRESIDENT. The Senate will now proceed to vote on the bill. The Secretary will please call the roll.

The SECRETARY:

		1.7.00
Senator	Alenjandro D. Almendras	Yes
,,	Gaudencio E. Antonino	Yes
,,	Jose W. Diokno	Yes
"	Estanislao A. Fernandez	Yes
"	Maria Kalaw-Katigbak	Yes
,,	Juan R. Liwag	Yes
,,	Fernando Lopez	Absent
,,	Genaro F. Magsaysay	Absent
,,	Manuel P. Manahan	Yes
,,	Raul S. Manglapus	Yes
,,	Ferdinand E. Marcos	Yes
	Camilo Osias	Yes
,,	Ambrosio Padilla	Yes
,,	Gil J. Puyat	Yes
"	Francisco Rodrigo	Yes
,,	Eulogio Rodriguez, Sr	Absent
"	Eulogio Roariguez, Sr.	Yes
"	Gerardo M. Roxas	Yes
"	Jose J. Roy	Yes
",	Lorenzo Sumulong	Yes
,,	Lorenzo M. Tañada	Yes
"	Arturo M. Tolentino	Yes
"	Tecla S. Ziga	Yes
The AC	Tecla S. Ziga TING PRESIDENT	

The ACTING PRESIDENT. With twenty affirmative votes, no negative vote and no abstention, Senate Bill No. 663 is approved on third reading.

CONSIDERATION ON SECOND READING OF HOUSE BILL NO. 7885

Senator TOLENTINO. Mr. President, I move that we consider House Bill No. 7885.

The ACTING PRESIDENT. Consideration of House Bill No. 7885 is now in order. The Secretary will please read the bill.

The SECRETARY:

AN ACT TO COMPILE THE LAWS RELATIVE TO LAND TRANSPORTATION AND TRAFFIC RULES.

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

CHAPTER I.—PRELIMINARY PROVISIONS ARTICLE ARTICLE I.—Title and Scope of Act

SECTION 1. *Title of Act*. — This Act shall be known as the "Land Transportation and Traffic Code."

SEC. 2. Scope of Act. — The provisions of this Act shall control, as far as they apply, the registration and operation of motor vehicles and the licensing of owners, dealers, conductors, drivers, and similar matters.

ARTICLE II.—Definitions

SEC. 3. Words and phrases defined. — As used in this Act::

(a) "Motor Vehicle" shall mean any vehicle propelled by any power other than muscular power using the public highways, but excepting road rollers, trolley cars, street-sweepers, sprinklers, lawn mowers, bulldozers, graders, fork-lifts, amphibian trucks, and cranes if not used on public highways, vehicles which run only on rails or tracks, and tractors, trailers and traction engines of all kinds used exclusively for agricultural purposes.

Trailers having any number of wheels, when propelled or intended to be propelled by attachment to a motor vehicle, shall be classified as separate motor vehicle with no power rating.

(b) "Passenger automobiles" shall mean all pneumatic-tire vehicles of types similar to those

usually known under the following terms: touring car, command car, speedster, sportscar, roadster, jeep, cycle car (except motor wheel and similar small outfits which are classified with motor-cycles), coupe, landaulet, closed car, limousine, cabriolet, and sedan.

Motor vehicles with changed or rebuilt bodies, such as jeepneys, jitneys, or station wagons, using a chassis of the usual pneumatictire passenger automobile type, shall also be classified as passenger automobile, if their net allowable carrying capacity, as determined by the Commissioner of Land Transportation, does not exceed nine passengers and if they are not used primarily for carrying freight or merchandise.

The distinction between "passenger truck" and "passenger automobile" shall be that of common usage: Provided, That a motor vehicle registered for more than nine passengers shall be classified as "truck": And provided, further, That a "truck with seating compartments at the back not used for hire shall be registered under special "S" classifications. In case of dispute, the Commissioner of Land Transportation shall determine the classification to which any special type of motor vehicle belongs.

- (c) "Articulated vehicle" shall mean any motor vehicle with a trailer having no front axle and so attached that part of the trailer rests upon the motor vehicle and a substantial part of the weight of the trailer and of its load is borne by the motor vehicle. Such a trailer shall be called as "semi-trailer."
- (d) "Driver" shall mean every and any licensed operator of a motor vehicle.
- (e) "Professional driver" shall mean every and any driver hired or paid for driving or operating a motor vehicle, whether for private use or for hire to the public.

Any person driving his own motor vehicle for hire is a professional driver.

(f) "Owner" shall mean the actual legal own er of a motor vehicle, in whose name such be hicle is duly registered with the Land Trans portation Commission.

The "owner" of a government-owned motovehicle is the head of the office or the chief of the Bureau to which the said motor vehicle belongs.

- (g) "Dealer" shall mean every person, association, partnership, or corporation making manufacturing, constructing, assembling, remodeling, rebuilding, or setting up motor vehicles and every such entity acting as agent for the sale of one or more makes, styles, or kinds of motor vehicles, dealing in motor vehicles, keeping the same in stock, or selling same or hand ling with a view to trading same.
- (h) "Garage" shall mean any building is which two or more motor vehicles, either with or without drivers, are kept ready for hire to the public, but shall not include street standard public service stations, or other public placed designated by proper authority as parking spaces for motor vehicles for hire while awaiting or soliciting business.
- (i) "Gross weight" shall mean the measure weight of a motor vehicle plus the maximum a lowable carrying capacity in merchandise freight and/or passengers, as determined by the Commissioner of Land Transportation.
- (j) "Highways" shall mean every public the roughfare, public boulevard, driveway, avenue park, alley and *callejon*, but shall not includ roadway upon grounds owned by private per sons, colleges, universities, or other similar in stitutions.
- (k) "The Commissioner of Land Transportation or his deputies" shall mean the actual cacting chief of the Land Transportation Commission or such representatives, deputies, assistants as he may, with the approval of the Secretary of Public Works and Communic

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tions, appoint or designate in writing for the purpose contemplated by this Act.

(1) "Parking or parked", for the purposes of this Act, shall mean that a motor vehicle is "parked" or "parking" if it has been brought to a stop on the shoulder or proper edge of a highway, and remains inactive in that place or close thereto for an appreciable period of time. A motor vehicle which properly stops merely to discharge a passenger or to take in a waiting passenger, or to load or unload a small quantity of freight with reasonable dispatch shall not be considered as "parked", if the motor vehicle again moves away without delay.

(m) "Tourist" shall mean a foreigner who travels from place to place for pleasure or culture.

ARTICLE III.-Administration of Act

SEC. 4. Creation of the Commission. — (a) There is created under the Department of Public Works and Communications an office which shall be designated and known as the Land Transportation Commission, composed of one Commissioner and one Deputy Commissioner, who shall be vested with the powers and duties hereafter specified. Whenever the word "Commission" is used in this Act, it shall be deemed to mean the Land Transportation Commission, and whenever the word "Commission, and whenever the word "Commissioner" is used in this Act, it shall be taken to mean the Commissioner or Deputy Commissioner.

The Commissioner and the Deputy Commissioner shall be natural-born citizens and residents of the Philippines, and they shall be appointed by the President of the Philippines, with the consent of the Commission on Appointments of the Congress of the Philippines: Provided, however, That the present Administrator, Assistant Administrator and the persontel of the Motor Vehicles Office shall continue

in office without the necessity of reappointment.

- (b) The Commissioner and Deputy Commissioner shall hold office until removed in accordance with the provisions of the Revised Administrative Code.
- (c) The Commissioner shall receive an annual compensation of twelve thousand pesos and the Deputy Commissioner, an annual compensation of ten thousand four hundred pesos. The Commissioner shall be assisted by one Head Executive Assistant (MV Regulation Adviser or Chief), one Administrative Officer, one Registration Regulation Chief, one Inspection, Examination and Licensing Regulation Chief, one Law and Traffic Enforcement Regulation Chief. one Provincial Regulation Chief, one Utility and Property Regulation Chief, one Accounting Officer, one Internal Chief Auditor, and one Personnel Officer, who shall receive an annual compensation of nine thousand pesos each; eight Land Transportation Regional Directors who shall receive an annual compensation of eight thousand four hundred pesos each and eight Land Transportation Assistant Regional Directors, who shall receive an annual compensation of seven thousand pesos each and ten Assistant Regulation Chiefs, who shall receive an annual compensation of seven thousand pesos each.
 - (d) The Commission shall have its offices in Quezon City where the present Motor Vehicles Office is located, and shall establish a regional branch office each in Tuguegarao (Cagayan), Baguio City, Pasig (Rizal), Naga City, Cebu City, Iloilo City, Cagayan de Oro City, and Davão City, to be headed by a Regional Director who will have immediate administration, supervision and control over all activities and administration of the Commission in the respective regions.

The Commissioner shall be responsible for the administration of this Act and shall have, in

connection therewith, the following powers and duties, in addition to those mentioned elsewhere in this Act:

(1) With the approval of the Secretary of Public Works and Communications, to issue rules and regulations not in conflict with the provisions of this Act prescribing the procedure for the examination, licensing and bonding of drivers; the registration and re-registration of motor vehicles, transfer of ownership, change of status; the replacement of lost certificates, licenses, badges, permits or number plates; and to prescribe the minimum standards and specifications including allowable gross weight, allowable length, width and height of motor vehicles, distribution of loads, allowable loads on tires, change of tire sizes, body design or carrying capacity subsequent to registration and all other special cases which may arise for which no specific provision is otherwise made in this Act.

With respect to vehicles considered or authorized to operate as public services, the minimum standards and specifications and other matters pertaining to the ownership and operation of such vehicles shall be prescribed jointly by the Commissioner of Land Transportation, with the approval of the Secretary of Public Works and Communications and the Public Service Commission.

- (2) To compile and arrange all applications, certificates, permits, licenses, and to enter, note and record thereon transfers, notifications, suspensions, revocations, or judgments of conviction rendered by competent courts concerning violations of this Act, with the end in view of preserving and making easily available such documents and records to public officers and private persons properly and legitimately interested therein.
- (3) To give public notice of the certificates, permits, licenses and badges issued, suspended preveked and/or motor vehicles transferred

and/or drivers bonded under the provisions of this Act.

- (4) The Commissioner of Land Transportation, with the approval of the Secretary! of Public Works and Communications, may designate as his deputy and agent any employee of the Land Transportation Commission, or such other government employees as he may deem expedient to assist in the carrying out the provisions of this Act.
- (5) The Commissioner of Land Transportation and his deputies are hereby authorized to make arrests for violations of the provisions of this Act and of the Public Service Act in so far as motor vehicles are concerned; to issue subpoena and subpoena duces tecum to compel the appearance of motor vehicle operators and drivers and/or other persons or conductors; and to use all reasonable means within their powers to secure enforcement of the provisions of these Acts.
- (6) The Commissioner of Land Transportation or his deputies may at any time examine and inspect any motor vehicle to determine whether such motor vehicle is registered, or is unsightly, unsafe, overloaded, improperly marked or equipped, or otherwise unfit to be operated because of possible excessive damage to highways, bridges and/or culverts.
- (7) The city and municipal police forces are hereby given the authority and the primary responsibility and duty to prevent violations of this Act, and to carry out the police provisions hereof within their respective jurisdictions: *Provided*, That all apprehensions made shall be submitted for final disposition to the Commissioner and his deputies within twenty-four hours from the date of apprehension.
- (8) All cases involving violations of this Act and or the Public Service Act shall be endorsed immediately by the apprehending officer to the Land Transportation Commission.

Where such violations necessitate immediate action, the same shall be endorsed to the traffic court, justice of the peace court, or municipal court for summary investigation, hearing and disposition, but in all such cases, appropriate notices of the apprehensions and the dispositions thereof shall be given to the Commissioner of Land Transportation by the law-enforcement agency and the court concerned.

Notation of all such dispositions shall be entered in the records, and a copy shall be mailed to the owner and to the driver concerned.

CHAPTER II.—REGISTRATION OF MOTOR VEHICLES

ARTICLE I.—Duty to Register, Reports, Applications, classifications

SEC. 5. All motor vehicles and other vehicles must be registered. — (a) No motor vehicle shall be used or operated on or upon any public highway of the Philippines unless the same is properly registered for the current year in accordance with the provisions of this Act.

- (b) Any registration of motor vehicles not renewed on or before the date fixed for different classifications, as provided hereunder shall become delinquent and invalid:
- 1. For hire motor vehicles on or before the last working day of February.
- 2. Privately-owned motor vehicles from March one to the last working day of May.
- 3. All other motor vehicles from June one to the last working day of June; except when the plates of such motor vehicles are returned to the Commission in Quezon City or to the Office of the Motor Vehicles Registrar in the Provincial or city agency of the Commission on provincial or city agency of the Commission of the Vehicles the last working day of December of the year of issue.

- (c) Dealers' reports The Commissioner of Land Transportation shal lrequire dealers to furnish him with such information and reports concerning the sale, importation, manufacture, number of stocks, transfer or other transactions affecting motor vehicles as may be necessary for the effective enforcement of the provisions of this Act.
- (d) Change of motor number prohibited No repair or change in the motor vehicle involving the exchange, elimination, effacing, or replacing of the original or registered serial or motor number as stamped or impirated, shall be allowed, and any motor vehicle with a trace of having its motor number altered or tampered with shall be refused registration or reregistration, unless such is satisfactorily explained and approved by the Commissioner.
- (e) Encumbrances of motor vehicles Mortgages, attachments, and other encumbrances of motor vehicles, in order to be valid, must be recorded in the Land Transportation Commission and must be properly recorded on the face of all outstanding copies of the certificates of registration of the vehicle concerned.

Cancellation or foreclosure of such mortgages, attachments, and other encumbrances shall likewise be recorded, and in the absence of such cancellation, no certificate of registration shall be issued without the corresponding notation of mortgage, attachment and/or other encumbrances.

Records of encumbrances of motor vehicles shall be kept by the Land Transportation Commission on chronological sequence and shall contain, among other things, the time, date and number of the entry in a "Book of Motor Vehicles" referring to the creation, cancellation or foreclosure of the aforesaid mortgages, attachments or to other encumbrances.

The Land Transportation Commission shall collect a fee of five pesos for every annotation

of a mortgage, attachment and/or other encumbrances, or cancellation thereof.

SEC. 6. Application and payments for registration. — Applications and payments for registration shall be made either personally or by registered mail, and the date of the cancellation of the postage stamps of envelopes containing money order or check shall be taken as the date of the application and/or payment for registration: *Provided*, That the application is properly prepared and the payment for registration is sufficient as required by law.

SEC. 7. Registration Classification. — Every motor vehicle shall be registered under one of the following described classifications:

(a) Private passenger automobiles; (b) private trucks; and (c) private motorcycles, scooters or motor wheel attachments. Motor vehicles registered under these classifications shall not be used for hire under any circumstances and shall not be used to solicit, accept, or be used to transport passengers or freight for pay.

Laborers necessary to handle freight on board private trucks may ride on such trucks: Provided. That seats shall not be installed in the rear compartment thereof and that only such number of laborers, not exceeding ten, as may be needed to handle the kind of freight carried, shall ride on the truck: Provided, furried, shall ride on the truck: Provided, furried. That the combined weight of cargo and passengers does not exceed the registered net capacity of the truck.

For the purpose of this section, a vehicle habitually used to carry freight not belonging to the registered owner thereof, or passengers not related by consanguinity or affinity within the fourth civil degree to such owner, shall be conclusively presumed to be "for hire."

No person shall be allowed to register as private truck any truck not actually and reasonably necessary to carry out his duly li-

censed business or legitimate occupation for industry regularly paying taxes.

(d) Public utility automobiles; (e) public utility trucks; (f) taxis and auto-calesas; (g) garage automobiles; (h) garage trucks; (i) hire trucks; and (j) trucks owned by contractors and customs brokers and customs agents. Application for registration under these classifications shall be accompanied by a certificate of public convenience or a special permit issued by the Public Service Commission, and motor vehicles registered under these classifications shall be subject to the Public Service Law, rules and regulations, as well as the provisions of this Act.

(k) Undertakers.

(1) Dealers — Registrations under this classification are intended to cover generally and successively all the motor vehicles imported or handled by dealers for sale. Motor vehicles registered under the dealer's classification shall, under no circumstances, be employed to carry passengers or freight in the dealer's business, or for hire. Such vehicles shall be operated under this classification only for the purpose of transporting the vehicle itself from the pier or factory to the warehouse or sales room or for delivery to a prospective purchaser or for test or demonstration.

(m) Government automobiles; (n) government trucks; and (o) government motorcycles. Motor vehicles owned by the Government of the Philippines or any of its political subdivisions shall be registered under these classifications. Motor vehicles owned by government corporations, by government employees or by foreign governments shall not be registered under this classification.

(p) Tourists bringing their own motor vehicles to the Philippines may, without registering such motor vehicles, use the same during but not after ninety days of their sojourn: *Provid-*

ed, That the motor vehicle displays the number plates for the current year of some other country or state, and said number plates as well as the name and address (permanent and temporary) of the owner thereof are registered in the Land Transportation Commission prior to the operation of the motor vehicle.

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If such tourists remain in the Philippines longer than ninety days, the motor vehicle shall not be operated unless registered in accordance with this Act and the corresponding registration fees paid.

(q) Special. The Commissioner of Land Transportation may, in his discretion, allow the registration under this classification of motor vehicles which do not conform to the foregoing described regular classifications.

ARTICLE II.—Registration Fees

SEC. 8. Schedule of registration fees. — Except as otherwise specifically provided in this Act, each application for renewal of registration of motor vehicles shall be accompanied by an annual registration fee in accordance with the following schedule:

(a) Private automobiles with pneumatic rubber tires, an amount based on their respective shipping weight or factory weight as indicated in the following schedule:

,	₹ 75.00
1000 kilos or less	100.00
1000 kilos 01	100.0
1501 to 2000 kilos	135.00
1501 to 2000 kilos	180.00
2001 kilos and above	

The factory or shipping weight of a private automobile shall be obtained from the Red Book edited to the National Market Report, Inc., of the United States of America: Provided, further, That in the case of automobiles with altered, changed or rebuilt bodies, the weight as tered, changed or rebuilt bodies, the weight as obtained by actual weighing shall be considered

the vehicles weight: *Provided*, furthermore, That the increased registration fees herein prescried shall not apply to jeeps and jeepneys for private use or for hire and the fees hereof shall be those prescribed for them before the approval of this Act.

The registered passenger capacity of passenger automobiles operated for hire or for private use shall be determined as follows:

- 1. For each adult passenger, a horizontal rectangular area, including seat and feet space, not less than thirty-five centimeters wide and sixty centimeters long, except in the front seat, which shall allow an area fifty centimeters wide for the operator.
- 2. For each half passenger, a horizontal rectangular area, including seat and feet spaces, not less than seventeen and a half centimeters wide by sixty centimeters long, provided that each continuous row of seats shall not be allowed to have more than one-half passenger.
- (b) Private motor trucks, passenger buses and trailers with pneumatic rubber tires, the sum of five pesos for every hundred kilograms of maximum allowable gross weight or fraction thereof.
- (c) Private motor trucks, passenger buses and trailers with solid rubber tires or with part-solid and part-pneumatic rubber tires, the sum of seven pesos for every hundred kilograms of maximum allowable gross weight or fraction thereof.
- (d) Private motor cycles and scooters of two or three wheels and bicycles with motor attachments, the sum of thirty pesos.
- (e) The fee for registration of motor vehicles for hire shall be sixty percent more than the fee prescribed for private motor vehicles of the same category.
- (f) The fee for registration of diesel-oil-consuming vehicles shall be fifty percent more than

that of vehicles using motor fuel other than diesel oil. The fee for registration of motor vehicles for hire shall be sixty percent more than the fees prescribed for private motor vehicles.

(g) No regular registration fees shall be charged for the general registration of motor vehicles contemplated under the dealer's classification: *Provided*, That the Commissioner of Land Transportation shall provide appropriate dealer's number plates corresponding to the classification of vehicles herein below described, and registration fee for every set of such dealer's number plates shall be in accordance with the following schedule of rates:

Two hundred pesos for each truck or trailer;

One hundred pesos for each passenger automobiles; and

Twenty pesos for each motorcycle and the like.

- (h) Registration under the "Government Motor Vehicle" classification shall be free of charge, upon request of the chief of bureau or office concerned.
- (i) Motor vehicles not intended to be operated or used upon any public highway, or which are operated on highways not constructed or maintained by the Government, or are intended not to be used or operated at all, shall be exempt from payment of the registration fees provided in this Act, but shall each pay an annual recording and service fee of fifteen pesos: Provided, however, That no refund, credit for, or reimbursement of registration fees or part thereof shall be made to any owner on account of the discontinuance of the use or operation of a motor vehicle subsequent to the payment of such registration fees: Provided, further. That in the event motor vehicles exempted under this section shall be found operated on any public highways, the regular registration fees and surcharges shall be collect-

ed in addition to whatever penalties may be imposed for violation of this Act. The Commissioner of Land Transportation shall provide distinctive number plates for vehicles exempted from payment of regular registration fees, and the owner of the vehicles concerned shall pay four pesos for each set of such number plates.

- (j) The maximum allowable gross weight of a motor truck, passenger bus, or trailer, upon which to compute the registration fee thereof, shall be determined by the Commissioner of Land Transportation. He shall, from time to time as the need of the service may require, prepare, subject to the approval of the Secretary of Public Works and Communications, suitable tables of maximum allowable loads per wheel for different sizes and kinds of tires.
- (k) The registration fees provided in this Act for trucks may be payable in two equal installments, the first to be paid on or before the last working day of February if for hire, and in March if private; and the second to be paid on or before the last working day of August: *Provided*, That the fifty per cent penalty shall apply only to the unpaid balance of the remaining period of delinquency.
- SEC. 9. Permissible weights and dimensions of vehicles in highways traffic. (a) The maximum gross weight and measurement of motor vehicles, unladen or with load, permissible on public highways shall be as specified hereunder, subject to such regulations as the Commissioner with the approval of the Secretary of Public Works and Communications, may promulgate, from time to time, as the conditions of the public highways may warrant and the needs of the service may require.

Permissible maximum weights:

- 1. Per most heavily loaded wheel three thousand six hundred kilograms;
- 2. Per most heavily loaded axle eight

3. Per most heavily loaded axle group (the two axles of the group being at least one meter and less than two meters apart) four-teen thousand five hundred kilograms.

An axle weight shall be the total weight transmitted to the road by all the wheels the centers of which can be included between the parallel transverse vertical planes one meter apart extending across the full width of the vehicles.

No provincial, city or municipal authority shall enact or enforce any ordinance or resolution regulating or prescribing the maximum gross weight of any motor vehicle.

(b) No motor vehicle operating as a single unit shall exceed the following dimensions:

Overall width two and five tenth meters

Over height four meters Overall length:

- Freight vehicles with two axles ten meters
- Passenger vehicles with two axles eleven meters
- Vehicles with three or more axles
 fourteen meters
- (c) No motor vehicle and/or trailer combination shall exceed eighteen meters in overall projected length, including any load carried on such vehicle and trailer.
- (d) No articulated vehicles shall be allowed to draw or pull a trailer and no vehicle already drawing a trailer shall draw another.

SEC. 10. Special permits, fees for. — The Commissioner with the approval of the Secretary of Public Works and Communications, that issue regulations and schedules of addishall issue regulations and schedules of additional fees under which special permits may be

issued in the discretion of the Commissioner or his deputies, for each of the following special cases, without which special permit no vehicles shall be operated on the public highways:

- (a) To operate a motor vehicle or trailer outfit with wheel, axle; or axle group loads in excess of the limits fixed in subsection (a) of Section nine hereof or in any regulation issued by the Commissioner.
- (b) To operate a motor vehicle the size of which exceeds the limit of permissible dimensions specified in paragraph (b) of Section nine hereof.
- (c) To operate a motor vehicle with any part of the load extending beyond the projected width of the vehicle.
- (d) To pull two trailers behind a motor vehicle.
- (e) For any other special authority relating to the use of vehicles, not otherwise specifically provided herein.

SEC. 11. Additional fees. — In addition to the fees elsewhere provided in this Act, for each change of registration, from private to for hire or vice-versa; revision of gross weight rating, change of tire size; transfer of ownership; replacement of a lost registration certificate, number plate, driver's license or permit; badge; preparation of affidavit or certified copy of records, or for any similar circumstances requiring the issue, revisions, or re-issue of a certificate of registration, driver's license, badge, permit, or other document, a fee of two pesos shall be collected.

The replacement of a lost or utterly spoiled certificate, number plate, licenses, badge or permit shall render the original invalid.

In case of a request in writing for certification of data or facts involving two or more vehicles, a fee of five pesos a page or part thereof shall be collected for each certification. SEC. 12. Fee for original registration for part of year. — If any application for the original registration is made during the first quarter of a calendar year, the total annual fee for the year shall be paid, if made during the second quarter, three-fourths of the annual fee for that year shall be paid, if made during the third quarter, one-half of the annual fee shall be paid, and if made during the fourth quarter, one-fourth of the annual fee shall be paid.

Nothing in this section shall be construed as allowing quarterly renewals of registrations in order to avoid payment of fees in advance for the entire year.

SEC. 13. Payment of taxes upon registration.

— No original registration of motor vehicles subject to payment of taxes, customs duties or other charges shall be accepted unless proof of payment of the taxes due thereon has been presented to the Commission.

ARTICLE III.—Registration Certificates, Records Number Plate

SEC. 14. Issuance of certificates of registration. — A properly numbered certificate of registration shall be issued for each separate motor vehicles after due inspection and payment of corresponding registration fees.

SEC. 15. Use and authority of certificate of registration. — (a) The said certificate shall be preserved and carried in the car by the owner as evidence of the registration of the motor vehicle described therein, and shall be presented with subsequent applications for re-registration, transfer of ownership, or recording of encumbrances: Provided, That in lieu of the certificate of registration a true copy or photostat thereof may be carried in the motor vehicle.

(b) The certificate of registration issued under the provisions of this Act for any motor vehicle shall, while the same is valid and effective and has not been suspended or revoked, be

the authority for the operation of such motor vehicle.

(c) No motor vehicle shall be operated on the public highways in a manner which would place it under a classification requiring the payment of a larger registration fee than that stated in the certificate of registration.

SEC. 16. Suspension of registration certificate. -If on inspection, as provided under Section four d-6 hereof, any motor vehicle is found to be unsightly, unsafe, overloaded, improperly marked or equipped, or otherwise unfit to be operated, or capable of causing excessive damage to the highways, or not conforming to minimum standards and specifications, the Commissioner may refuse to register the said motor vehicles, or if already registered, may require the number plates thereof to be surrendered to him, and upon seventy-two hours notice to the owner of the motor vehicle, suspend such registration until the defects of the vehicle are corrected and/or the minimum standards and specifications fully complied with.

Whenever it shall appear from the records of the Commission that during any twelve-month period more than three warnings for violations of this Act have been given to the owner of a motor vehicle, or of the Public Service Act or that the said owner has been convicted by a competent court more than once for violation of such laws, the Commissioner may, in his discretion or upon the recommendation of the Public Service Commissioner, suspend the certificate of registration for a period not exceeding ninety days and, thereupon, shall require the immediate surrender of the number plates.

Whenever a motor vehicle is found to be underweighed the owner thereof shall pay the difference in the registration fees corresponding to the shortage in weight plus a fifty per cent surcharge, and until such payment is made, the certificate of registration of the motor vehicle concerned shall be suspended by the Commissioner.

After two such suspensions, re-registration of the vehicle concerned for one year may be denied.

The Commissioner shall notify the owner of the motor vehicle of any action taken by him under this section.

SEC. 17. Number plates, preparation and issuance of. -

(a) The Commissioner shall cause number plates to be prepared and issued to owners of motor vehicles and trailers registered under this Act, charging a fee of four pesos for each pair including the numerals indicating the year of registry: Provided, however, That in case no number plates are available, the Commissioner or his deputies may issue, without charge, a written permit temporarily authorizing the operation of any motor vehicles with other means of identification: Provided, further, That all motor vehicles exempted from payment of registration fees, motor vehicles for hire, and privately-owned motor vehicles shall bear plates so designed and painted with different colors to distinguish one class from another: Provided, furthermore, That the plates of motor vehicles exempted from payment of registration fees shall be permanently assigned to such motor vehicles during their entire lifetime while exempted from payment of the fees: And provided, finally, That the owner thereof shall return such plates to the Land Transportation Commission within a period of seven working days after such owner has lost his exemption privilege or has transferred the vehicle to a non-exempt owner.

(b) In case the design of the number plate is such that the numerals indicating the year of registry are on a detachable tag, the Commissioner or his deputies may, in their discretion, issue the said tag only for subsequent reregistration charging a fee of one peso for each SEC. 18. Use of number plates. — At all tag issued.

times, every motor vehicle shall display in conspicuous places, one in front and one in the rear thereof, the said number plates.

The number plates shall be kept clear and cared for, and shall be firmly affixed to the motor vehicle in such a manner as will make it entirely visible and always legible.

Except in the case of dealer's number plates which may be used successively on various motor vehicles in stock, no person shall transfer number plates from one motor vehicle to another.

No dealer's number plate shall be used on any motor vehicle after said vehicle has been sold and delivered to a purchaser, and no dealer shall allow such dealer's number plates to be used on any motor vehicle after its sale and delivery to a purchaser.

CHAPTER III.—OPERATION OF MOTOR VEHICLES

ARTICLE I.-License to Drive Motor Vehicles

SEC. 19. Duty to procure license. - Except as otherwise specifically provided in this Act. no person shall operate any motor vehicle without first procuring a license to drive a motor vehicle for the current year, nor while such license is delinquent, invalid, suspended or revoked.

The license shall be carried by the driver at all times when operating a motor vehicle, and shall be shown and/or surrendered for cause and upon demand to any person with authority under this Act to confiscate the same.

SEC. 20. License for enlisted men operating Government motor vehicles. — Enlisted men operating a motor vehicle owned by the Government of the Philippines shall be licensed in accordance with the provisions of this Act, but no license or delinquency fees shall be collected therefrom. All licenses so issued shall bear the words "For Government Vehicles Only"

plainly marked or stamped in red ink across the face thereof.

A license so marked or stamped shall not authorize the holder thereof to operate a privately-owned motor vehicle.

SEC. 21. Operation of motor vehicles by tourists. — Bona fide tourists and similar transients who are duly licensed to operate motor vehicles in their respective countries may be allowed to operate motor vehicles during but not after ninety days of their sojourn in the Philippines.

If any accident involving such tourist or transient occurs, which upon investigation by the Commissioner or his deputies indicates that the said tourist or transient is incompetent to operate motor vehicles, the Commissioner shall immediately inform the said tourist or transient in writing that he shall no longer be permitted to operate a motor vehicle.

After ninety days, any tourist or transient desiring to operate motor vehicles shall pay fees and obtain and carry a license as hereinafter provided.

SEC. 22. Driver's license, fees, examination.

— Every person who desires personally to operate any motor vehicle shall file an application to the Commissioner or his deputies for a license to drive motor vehicles: Provided, however, That no person shall be issued a professional driver's license who is suffering from highly contagious diseases, such as, advanced tuberculosis, gonorrhea, syphilis, and the like.

Each such application, except in the case of enlisted men operating government-owned vehicles, shall be accompanied by a fee of five pesos, and shall contain such information respecting the applicant and his ability to operate specting the applicant and his ability to operate motor vehicles, as may be required by the Commission.

The Commissioner or his deputies shall also ascertain that the applicant's sight and hear-

ing are normal, and may in their discretion, require a certificate to that effect, signed by a reputable physician.

An examination or demonstration to show any applicant's ability to operate motor vehicles may also be required in the discretion of the Commissioner or his deputies.

SEC. 23. Issuance of driver's license. — If, after such examination, the Commissioner or his deputy believes that the applicant possesses the necessary qualifications and is proficient in the operation of motor vehicles, a license shall be issued to such applicant upon payment of five pesos, but prior to the issuance of said license, the applicant shall furnish three copies of his recent photograph to be securely attached to the license, and two copies to be filed and kept as provided by this Act. All driver's license shall bear the signature and right-hand thumb print of the licensee.

SEC. 24. Use of driver's license and badge. — Every license issued under the provisions of this Act to any driver shall entitle the holder thereof, while the same is valid and effective and not suspended or revoked, to operate the motor vehicles described in such license: Provided, however, That every licensed professional driver, before operating a public service motor vehicle registered under classifications (d) to (j) inclusive of Section seven hereof, shall secure from the Commissioner upon payment of the sum of one peso, a driver's badge which he shall, at all times while so operating a motor vehicle, display in plain sight on the band of his cap or on his coat or shirt. Such driver's badge shall be of metal with a plainly readable number assigned to the licensee stamped thereon.

It shall be unlawful for any duly licensed driver to transfer, lend or otherwise allow any person to use his license for the purpose of enabling such person to operate a motor vehicle.

No owner of a motor vehicle shall engage, ploy, or hire any person to operate such otor vehicle, unless the person sought to be ployed is a duly licensed professional driver.

SEC. 25. Driver's records. — Any driver who anges his address shall, within fifteen days, tify the Commissioner in writing of his new ldress, name and address of his new employer, e number of the motor vehicle he is employed operate, and such other information as the Dmmissioner may require.

SEC. 26. Renewal of license. — Any license of renewed on or before the last working day the month when the applicant was born all become delinquent and invalid, except hen the license is surrendered to the Combissioner or his deputies before the last working day of the month of his birth in order to void payment of the delinquency fees.

The fee for renewal of delinquent license shall e five pesos in addition to the basic fee as ereinabove prescribed.

Every applicant for renewal of license to oprate any motor vehicle shall present to the Commissioner, in person or by mail or messenger, the license issued to the applicant for the Drevious year, together with the proper fee of live pesos and, in the case of professional chaufieurs, three copies of a readily-recognized photograph of the applicant, which photograph shall have been taken not exceeding three years prior to the date of application for renewal.

Lost license. — In case the license for the previous year has been lost or cannot be produced, the applicant shall obtain a duplicate in accord with Section eleven of this Act, on penalty of refusal, by the Commissioner or his deputies, to renew the license: Provided, however, That the Commissioner or his deputies may, in their discretion, accept in lieu of the previous years license, the duly signed and sworn vious years license, the duly signed and statement of an operator to the effect that he

has not operated any motor vehicle in the Philippines during the year or years to which no license was issued in his name.

The Commissioner and his deputies are hereby authorized to administer the oath in connection with such affidavit.

SEC. 27. Suspension, revocation of dirver's license. — (a) The Commissioner may suspend for a period not exceeding three months or, after hearing, revoke any driver's license issued under the provisions of this Act, and may order any such license to be delivered to him whenever he has reason to believe that the holder thereof is an improper person to operate motor vehicles, or in operating or using a motor vehicle in, or as an accessory to, the commission of any crime or act which endangers the public. Any deputy of the Commissioner may, for the same cause, suspend for a period not exceeding three months any driver's license issued under the provisions of this Act: Provided, That such suspension may be appealed to the Commissioner who may, after reviewing the case, confirm, reverse or modify the action taken by such deputy.

- (b) Whenever during any twelve-month period a driver shall have been convicted at least three times for the violations of any provisions of this Act or of the Public Service Act or of any regulation issued by the Commissioner of any municipal or city ordinance relating to motor vehicle traffic not in conflict with any of the provisions of this Act, the Commissioner may, in his discretion, revoke or suspend the license of such driver for a period not exceeding two years.
- (c) The license suspended or revoked under the provisions of subsections (a) and (b) of this section shall not be reinstated unless the driver has furnished a bond in accordance with Section twenty-nine of this Act and only after the Commissioner has satisfied himself that such driver may again safely be permitted to operate a motor vehicle.

(d) A decision of the Commissioner revoking or refusing the reinstatement of a license under the provisions of this section may be appealed to the Secretary of Public Works and Communications.

SEC. 38. Driver's bond. — The Commissioner before reinstating any driver's license which has been suspended or revoked under the provisions of the preceding section or of any provisions of this Act, may require such driver to post a bond in the sum of one thousand pesos conditioned upon the satisfaction and payment of any claim which may be filed or of any execution which may be issued against such driver in any case wherein said driver may be held answerable while operating motor vehicles. The bond required in this section shall be in such form as to render sureties liable at least for a period of not less than one year nor more than three years: Provided, however, That upon written application to the Commissioner for release from such a bond, the Commissioner may after revoking or suspending the driver's license, authorize the release of the bondsmen from further responsibility thereunder: Provided, further, That should the Commissioner decide not to revoke the license of a driver who has been convicted of homicide through reckless imprudence, or of the violation of the speed limit or of reckless driving at least three times within a twelve-month period, the said driver shall post a bond in the sum of not less than two thousand pesos, conditioned upon the payment of any claim which may be filed or any execution which may be issued against him in any case wherein said driver may be held answerable while operating motor vehicles.

SEC. 29. Confiscation of driver's licenses.

— Law enforcement and peace officers duly designated by the Commissioner shall, on apprehending any driver for violations of this prehending issued pursuant thereto or of local gulations issued pursuant thereto or of local gulations and regulations, confiscate the litraffic rules and regulations, confiscate the litraffic rules

cense of the driver concerned and issue a receipt prescribed and issued by the Commission therefor which shall authorize the driver to operate a motor vehicle for a period not exceeding seventy-two hours from the time and date of issue of said receipt. The period so fixed in the receipt shall not be extended, and shall become invalid thereafter. Failure of the driver to settle his case within fifteen days from the date of apprehension will cause suspension and revocation of his license.

SEC. 30. Student-driver's permit. — Upon proper application and the payment of three pesos, the Commissioner or his deputy may issue student-driver's permits, valid for six months to persons not under eighteen years of age, who desire to learn to operate motor vehicles. No application for driver's license shall be received unless the applicant has undergone instruction in the operation of motor vehicles for at least a month has a valid studentdriver's permit: Provided, however, That any person who has a license to operate motor vehicles in other countries may, upon presentation of appropriate evidence of such license be allowed to pay for a driver's license without presenting a student-driver's permit.

The licensed driver acting as instructor to the student driver shall likewise be responsible and liable for any violation of the provisions of this Act and for any injury or damage done by the motor vehicle on account or as a result of its operation by a student-driver under his direction.

ARTICLE II. — Illegal Use Of Licenses, Number Plates, etc.

SEC. 31. Imitation and false representations. — No person shall make or use or attempt to make or use a driver's license badge, certificate of registration, number plates, tag or permit in imitation or similitude of those issued under this Act, or intended to be used as or for a legal license, badge, certificate,

plate tag or permit, or with intent to sell or otherwise dispose of the same to another. No person shall falsely or fraudulently represent as valid and in force any driver's license, badge, certificate, plate, tag or permit issued under this Act which is delinquent or which has been revoked or suspended.

No person shall, knowinly and with intent to deceive, make one or more false or fradulent statements in an application for the registration of vehicles, or for a driver's license.

ARTICLE III. — Passenger and Freight

SEC. 32. Exceeding registered capacity. — No person operating any vehicle shall allow more passengers or more freight or cargo in his vehicle than its registered carrying capacity. In the case of public utility trucks or buses, the conductor shall be exclusively liable for violations of this section or of Section thirtytwo letter (c) hereof: Provided, That the conductor, before being employed by any public service operator, shall get a permit or license from the Commission and pay five pesos annually for said license or permit issued in his favor, and the same is renewable on or before the last working day of the month of his birth, attaching a readily recognizable photograph and after presentation of a medical certificate of fitness of applicant.

Passenger trucks may be allowed to construct any devise carrying cargo at the rear or at the side of the truck, subject to the approval of the Commissioner: *Provided*, *however*, That the total weight of the device, including the total weight of the device, including the cargo, shall not exceed one hundred kilos.

(b) Carrying of passengers and freight on top of vehicles. — No person operating a motor vehicle shall allow any passenger to ride tor vehicle shall allow any passenger to ride to the cover or top of such vehicles: Provided, on the cover or top of such vehicles: Provided, to the cover, That subject to such conditions as however, That subject to such conditions as may be contained in permits that may be is may be contained in permits that may be issued by the Commissioner, baggage or freight

may be carried on the top of a truck provided the weight thereof does not exceed twenty kilos per square meter and is distributed in such a manner as not to endanger the passengers or stability of the truck.

(c) Riding on running boards. — No driver shall permit any person to ride on the running boards, step board, or mudguard of his motor vehicle for any purpose except to make repair or adjustment in the motor or to collect fares.

SEC. 33. Passenger or freight capacity marked on vehicle. — All passenger automobiles for hire shall have the registered passenger capacity plainly and conspicuously marked on both sides of the vehicle, in letters and numerals not less than five centimeters in height.

All motor trucks, whether for passenger or freight, private, or for hire, shall have the registered passenger gross and net weight capacities plainly and conspicuously marked on both sides thereof, in letters and numerals not less than five centimeters in height.

ARTICLE IV. — Accessories of Motor Vehicles

SEC. 34. (a) *Tires of motor vehicles*. — No motor vehicles with metallic tires shall be operated upon any public highway, and solid tires whenever used shall be of sufficient thickness to prevent the metal rims thereof from coming in direct contact with the road.

(b) Brakes and horns. — Every motor vehicle shall be provided with brakes, adequate and efficient at all times to bring the vehicle, to a stop, and a horn or signaling device in good working order: Provided, however, That no horn or signaling device emitting an exceptionally loud, startling, or disagreeable sound shall be installed or used on any motor vehicle.

All authorized emergency vehicles, such as ambulance and police cars and fire wagons, used for emergency calls shall be equipped with a bell, siren, or exhaust whistle of a type

approved by the Commissioner, and no such device shall be installed or used in any other vehicle.

No vehicle not classified as a motor vehicle under this Act shall be equipped with a horn or signaling device similar to the horn customarily used on motor vehicles.

(c) Headlights. — Every motor vehicle of more than one meter of projected width, while in use on any public highway shall bear two headlights, one on each side, with white or yellowish light visible from the front, which, not later than one-half hour after sunset and until at least one-half hour before sunrise and whenever weather conditions so require, shall both be lighted.

Additional lamps and lights may be carried, but no red lights shall be visible forward or ahead of the vehicle. Trucks, buses, trailers, and other similar vehicles must carry, while in use on any public highway during night time, colored riding lights on each of the four corners not more than ten centimeters from the top.

All motor vehicles shall be equipped with devices for varying the intensity of light, and the driver must dim the headlights or tilt the beams downward whenever the vehicle is being operated on well-lighted streets within the limits of cities, municipalities, and thickly populated barriors or districts, or whenever such vehicle meets another vehicle on any public highway.

- (d) Tail lights. Every motor vehicle and trailer shall, during the above-metioned hours, also bear on each side in the rear a lamp showing a red light visible at least one hundred meters from the rear of the vehicle and a lamp throwing a white light upon the number plate issued for such vehicle.
- (e) Stop lights. Every motor vehicle shall be equipped at the rear with at least one lamp

which shall throw a sustained bright red light visible under all conditions, even under bright sunlight, when the brakes are applied. Each bus, truck, trailer, or similar vehicle shall be equipped, as its stop light at or near its real center, with a lump at least twelve centimeters in diameter with the word "top" inscribed in the center.

(f) Motorcycle and other vehicle lights. — Every motor vehicle of less than one meter of projected width shall be subject to the preceding provisions of this section, except that one headlight and one tail light shall be required. No signal light shall be necessary.

Additional lamps may be carried provided they comply with the preceding provisions of this section.

Every other vehicle, of whatever style, kind, make, character, or nature, when upon a high-way during the hours above-mentioned, whether in motion or not, shall have one or more lights so arranged that the same shall be visible at least fifty meters from the front and the rear of such vehicle.

- (g) Lights when parked or disabled. Appropriate parking lights or flares visible one hundred meters away shall be displayed at a corner of the vehicle whenever such vehicle is parked on highways or in places that are not well-lighted or is placed in such manner as to endanger passing traffic.
- (h) Windshield wiper. Every motor vehicle shall be equipped with a mechanically or electrically operated device for wiping off raindrops or other moisture from its front windshield.
- (i) Use of red flag. Whenever the load of any vehicle extends more than one meter beyond the bed or body thereof, there shall be displayed at every projecting end of such load a red flag not less than thirty centimeters both in length and width, except that during the

ours fixed under subsection (c), there shall edisplayed, in lieu of the required red flags, ed lights visible at least fifty meters away.

(j) Mufflers. — Every motor vehicle propeled by an international combustion engine shall e equipped with a muffler, and whenever said loter vehicle passes through a street of any ity, municipality, or thickly populated district r barrio, the muffler shall not be cut out or isconnected. No motor vehicle shall be operted in such a manner as to cause it to emit r make any unnecessary or disagreeable odor, moke or noise.

CHAPTER IV. — TRAFFIC RULES

ARTICLE I. — Speed limit and Keeping to the Right

SEC. 35. Restriction as to speed. — (a) Any person driving a motor vehicle on a highway shall drive the same at a careful and prudent speed, not greater nor less than is reasonable and proper, having due regard for the traffic, the width of the highway, and of any other condition then and there existing; and no person shall drive any motor vehicle upon a highway at such a speed as to endanger the life, limb and property of any person, nor at a speed greater than will permit him to bring the vehicle to a stop within the assured clear distance ahead.

(b) Subject to the provisions of the preceding paragraph, the rate of speed of any motor Vehicle shall not exceed the following:

MAXIMUM ALLOWABLE SPEEDS

Passenger cars Motor trucks and motorcycles and buses

- 1. On open country roads, with
 10 "blind corners" not close- 80 km. 50 km.
 1y bordered by habitations. per hour
- ². On "through streets" or boulevards, clear of traffic, with no "blind corners," 40 km. 30 km. when so designated. per hour per hour

- 3. On city and municipal streets, with light traffic, when not designated "through 30 km. 30 km. streets" per hour per hour
- 4. Through crowded streets, approaching intersections at "blind corners", passing school zones, passing other vehicles which are stationary, or for similar dangerous 20 km. 20 km. circumstances. per hour per hour
- (c) The rates of speed hereinabove prescribed shall not apply to the following:
 - (1) A physician or his driver when the former responds to emergency calls;
 - (2) The driver of a hospital ambulance on the way to and from the place of accident or other emergency;
 - (3) Any driver bringing a wounded or sick person for emergency treatment to a hospital, clinic, or any other similar place;
 - (4) The driver of a motor vehicle belonging to the Armed Forces while in use for official purposes on times of riot, insurrection or invasion;
 - (5) The driver of a vehicle, when he of his passengers are in pursuit of a criminal;
 - (6) A law enforcement officer who is trying to overtake a violator of traffic laws; and
 - (7) The driver officially operating a motor vehicle of any fire department, provided that exemption shall not be construed to allow useless or unnecesary fast driving of drivers aforementioned.
 - SEC. 36. Speed limits uniform throughout the Philippines. No provincial, city or municipal authority shall enact or enforce any or-

dinance or resolution specifying maximum allowable speeds other than those provided in this Act.

Unless a different course of action is required in the interest of the safety and the security of life, person or property, or because of unreasonable difficulty of operation in compliance herewith, every person operating a motor vehicle or an animal-drawn vehicle on a highway shall pass to the right when meeting persons or vehicles coming toward him, and to the left when overtaking persons or vehicles going to the same direction, and when turning to the left in going from one highway to another, every vehicle shall be conducted to the right of the center of the intersection of the high-way.

SEC. 38. Classification of highways. — Public highways shall be properly classified for traffic purposes by the provincial board, municipal board or city council having jurisdiction over them, and said provincial board, municipal board or city council shall provide appropriate signs therefor, subject to the approval by the Commissioner. It shall be the duty of every provincial, city and municipal secretary to certify to the Commissioner the names, locations, and limits of all "through streets" designated as such by the provincial board, municipal board or council.

ARTICLE II. — Overtaking and Passing a Vehicle, and Turning at Intersections

SEC. 39. Overtaking a vehicle. — The driver of any motor vehicle overtaking another vehicle proceeding in the same direction shall pass at a safe distance to the left thereof, and shall not again drive to the right side of the highway until safely clear of such overtaken vehicle, except, that, on a highway, within a business or residential district, having two or more lanes for the movement of traffic in one direction, the driver of a vehicle may overtake

and pass another vehicle on the right. Nothing in this section shall be construed to prohibit a driver overtaking and passing, upon the right, another vehicle which is making or about to make a left turn.

SEC. 40. Driver to give way to overtaking vehicle. — The driver of a vehicle about to be overtaken and passed by another vehicle approaching from the rear shall give way to the overtaking vehicle on suitable and audible signal being given by the driver of the overtaking vehicle, and shall not increase the speed of his vehicle until completely passed by the overtaking vehicle.

SEC. 41. Restrictions on overtaking and passing. —

- (a) The driver of a vehicle shall not drive to the left side of the center line of a highway in overtaking or passing another vehicle proceeding in the same direction, unless such left side is clearly visible, and is free of oncoming traffic for a sufficient distance ahead to permit such overtaking or pasing to be made in safety.
- (b) The driver of a vehicle shall not overtake or pass another vehicle proceeding in the same direction, when approaching the crest of a grade, nor upon a curb in the highway, where the driver's view along the highway is obstructed within a distance of five hundred feet ahead, except on a highway having two or more lanes for movement of traffic in one direction where the driver of a vehicle may overtake or pass another vehicle: Provided, That on a highway, within a business or residential district, having two or more lanes for movement of traffic in one direction, the driver of a vehicle may overtake or pass another vehicle on the right.
- (c) The driver of a vehicle shall not overtake or pass any other vehicle proceeding in the same direction, at any railway grade cross-

ing, nor at any intersection of highways, unless such intersection or crossing is controlled by traffic signal, or unless permitted to do so by a watchman or a peace officer, except on a highway having two or more lanes for movement of traffic in one direction where the driver of a vehicle may overtake or pass another vehicle on the right. Nothing in this section shall be construed to prohibit a driver overtaking or passing, upon the right, another vehicle which is making or about to make a left turn.

- (d) The driver of a vehicle shall not overtake or pass, or attempt to pass, any other vehicle, proceeding in the same direction, between any points indicated by the placing of official temporary warning or caution signs indicating that men are working on the highway.
- (e) The driver of a vehicle shall not overtake or pass, or attempt to overtake or pass, any other vehicle proceeding in the same direction in any "no-passing or overtaking zone."

ARTICLE III. — Right of Way and Signals

SEC. 42. Right of way. — (a) When two vehicles approach or enter an intersection at approximately the same time, the driver of the vehicle on the left shall yield the right of way to the vehicle on the right, except as otherwise hereinafter provided. The driver of any vehicle traveling at an unlawful speed shall forfeit any right of way which he might otherwise have hereunder.

- not having entered an intersection, shall yield the right of way to a vehicle within such intersection or turning therein to the left across the line of travel of such first-mentioned vehicle, provided the driver of the vehicle turning left has given a plainly visible signal of intention to turn as required in this Act.
- (c) The driver of any vehicle upon a highway within a business or residential district

shall yield the right of way to a pedestrian crossing such highway within a crosswalk, except at intersections where the movement of traffic is being regulated by a peace officer or by traffic signal. Every pedestrian crossing highway within a business or residential district, at any point other than a crosswalk, shall yield the right of way to vehicles upon the highway.

(d) The driver of a vehicle upon a highway shall bring to a full stop such vehicle before traversing any "through highway" or railroad crossing: *Provided*, That when it is apparent that no hazard exists, the vehicle may be slowed down to five miles per hour instead of bringing it to a full stop.

SEC. 43. Exception to the right of way rule.

— (a) The driver of a vehicle entering a highway from a private road or drive shall yield the right of way to all vehicles approaching on such highway.

- (b) The driver of a vehicle upon a highway shall yield the right of way to police or fire department vehicles and ambulances when such vehicles are operated on official business and the drivers thereof sound audible signal of their approach.
- (c) The driver of a vehicle entering a "through highway" or a "stop intersection" shall yield the right of way to all vehicles approaching in either direction on such through highway: Provided, That nothing in this subsection shall be construed as relieving the driver of any vehicle being operated on a "through highway" from the duty of driving with due regard for the safety of vehicles entering such through highway nor as protecting the said driver from the consequence of an arbitrary exercise of such right of way.

SEC. 44. Signals on starting, stopping or turning. —

(a) The driver of any vehicle upon a highway, before starting, stopping or turning can be made in safety, and, if any pedestrian may be affected by such movement, shall give a clearly audible signal by sounding the horn, and whenever the operation of any other vehicle approaching or following may be affected by such movement, shall give a signal plainly visible to the driver of such other vehicle of the intention to make such movement.

(b) The signal herein required shall be given by means of extending the hand and arm beyond the left side of the vehicle, or by an approved mechanical or electrical signal devise.

ARTICLE IV. - Turning and Parking

- SEC. 45. Turning at intersections. (a) The driver of a vehicle intending to run to the right at an intersection shall approach such intersection in the lane for traffic nearest to the right-hand side of the highway and, in turning, shall keep as close as possible to the right-hand curb or edge of the highway.
- (b) The driver of a vehicle intending to turn to the left shall approach such intersection in the lane for traffic to the right of and nearest to the center line of the highway, and, in turning, shall pass to the left of the center of the intersection, except that, upon highways laned for traffic and upon one-way highways, a left turn shall be made from the left lane of traffic in the direction in which the vehicle is proceeding.
- (c) For the purpose of this section, the center of the intersection shall mean the meeting point of the medial lines of the highways intersecting one another, except when it is occupied by a monument, grass plot or any permanent structure, other than a traffic control devise.
- SEC. 46. Parking prohibited in specified places. No driver shall park a vehicle, or permit it to stand, whether attended or unattended, upon a highway in any of the following places:

- (a) Within an intersection
- (b) On a crosswalk
- (c) Within six meters of the intersection of curb lines.
- (d) Within four meters of the driveway entrance to any fire station.
 - (e) Within four meters of a fire hydrant
 - (f) In front of a private driveway
- (g) On the roadway side of any vehicle stopped or parked at the curb or edge of the highway
- (h) At any place where official signs have been erected prohibiting parking.
- F SEC. 47. Parked vehicle. Whenever a motor vehicle is parked unattended on any highway, the driver thereof must turn off the ignition switch and stop the motor and notch effectively the hand brake.

ARTICLE V. — Miscellaneous Traffic Rules

SEC. 48. Reckless driving. — No person shall operate a motor vehicle on any highway recklessly or without reasonable caution considering the width, traffic, grades, crossing, curvatures, visibility and other conditions of the highway and the conditions of the atmosphere and weather, or so as to endanger the property or the safety or rights of any person or so as to cause excessive or unreasonable damage to the highway.

SEC. 49. Right of way for police and other emergency vehicles. — Upon the approach of any police or fire department vehicle, or of an ambulance giving audible signal, the driver of every other vehicle shall immediately drive the same to a position as near as possible and parallel to the right-hand edge or curb of the highway, clear of any intersection of highways, and shall stop and remain in such position,

unless otherwise directed by a peace officer, until such vehicle shall have passed.

SEC. 50. Tampering with vehicles. — No unauthorized person shall sound the horn, handle the levers or set in motion or in any way tamper with or damage or deface any motor vehicle.

SEC. 51. Hitching to a vehicle. — No person shall hand on to, or ride on, the outside or the rear end of any vehicle, and no person on a bicycle, roller skate or other similar device, shall hold fast to or hitch on to any moving vehicle, and no driver shall knowingly permit any person to hang on to, or ride on, the outside or rear end of his vehicle or allow any person on a bicycle, roller skate or other similar device to hold fast or hitch to his vehicle.

SEC. 52. Driving or parking on sidewalk. — No person shall drive or park a motor vehicle upon or along any sidewalk, path or alley not intended for vehicular traffic or parking.

SEC. 53. Driving while under the influence of liquor or narcotic drug. — No person shall drive a motor vehicle while under the influence of liquor or narcotic drug.

SEC. 54. Obstruction of traffic. — No person shall drive his motor vehicle in such a manner as to obstruct or impede the passage of any vehicle, nor, while discharging or taking on passengers or loading or unloading freight, obstruct the free passage of other vehicles on the highway.

SEC. 55. Duty of driver in case of accident. — In the event that any accident should occur as a result of the operation of a motor vehicle upon a highway, the driver shall stop immediately, and, if requested by any person present, shall show his driver's license, give his true name and address and also the true name and address of the owner of the motor vehicle.

No drive of a motor vehicle concerned in

a vehicular accident shall leave the scene of the accident without aiding the victim, except under any of the following circumstances:

- 1. If he is in imminent danger of being seriously harmed by any person or persons by reason of the accident;
- 2. If he reports the accident to the nearest officer of the law; or
- 3. If he has to summon a physician or nurse to aid the victim.

CHAPTER V. — PENAL AND OTHER PROVISIONS

ARTICLE I. - Penalties

SEC. 36. *Penalty for violation*. — The following penalties shall be imposed for violations of this Act:

- (a) For registering later than seven days after acquiring title to an unregistered motor vehicle or after conversion of a registered motor vehicle requiring larger registration fee than that for which it was originally registered, or for renewal of a delinquent registration, the penalty shall be a fine fifty per cent of the registration fees corresponding to the portion of the year for which the vehicle is registered for use.
- (b) For failure to sign driver's license or to carry same while driving, twenty pesos fine.
- (d) Driving a motor vehicle with delinquent, suspended or invalid registration, or without registration or without the proper license plate for the current year, three hundred pesos fine.
- (d) Driving a motor vehicle with delinquent, suspended or invalid registration, or without registration or without the proper license plate for the current year, three hundred pesos fine.
- (e) Driving a motor vehicle without first securing a driver's license, three hundred pesos fine.

- (f) Driving a motor vehicle while under the influence of liquor or narcotic drug, a fine of not less than two hundred pesos nor more than five hundred pesos, or imprisonment of not more than three months, or both, at the discretion of the Court.
- (g) Violation of Sections thirty-two, thirty-five and forty-six, a fine not exceeding one hundred pesos.
- (h) Violation of Sections forty-nine, fifty and fifty-two, a fine not exceeding fifty pesos.
- (i) For making, using or attempting to make or use a driver's license, badge, certificate of registration, number plate, tag or permit in imitation or similitude of those issued under this Act, or intended to be used as or for a legal license, badge, certificate, plate, tag or permit or with intent to sell or otherwise dispose of the same to another, or falsely or fraudulently represent as valid and in force any driver's license, badge, certificate, plate, tag or permit issued under this Act which is delinquent or which has been suspended or revoked, a fine of not exceeding three hundred pesos.
- (j) For using private passenger automobiles, private trucks, private motorcycles, and motor wheel attachments for hire, in violation of Section seven, subsections (a), (b), and (c), of this Act, a fine of two hundred pesos and suspension of driver's license for a period of three months for the first conviction; a fine of three hundred pesos and six months imprisonment for the second conviction; and an imprisonment of one year and permanent revocation of the driver's license for the third conviction.
- (k) For permitting, allowing, consenting to, or tolerating the use of a privately-owned motor vehicle for hire in violation of Section seven, subsection (a), (b), and (c), of this Act, there shall be imposed upon the owner of the vehicle a fine of five hundred pesos and the certificate of registration shall be suspended

- for a period of three months for the first conviction, and an increase of one hundred pesos in the fine and one month's suspension of the registration for each subsequent conviction.
- (1) For violation of any provisions of this Act or regulations promulgated pursuant hereto, not hereinbefore specifically punished, a fine of not less than ten nor more than fifty pesos shall be imposed.
- (m) In the event an offender cannot pay any fine imposed pursuant to the provisions of this Act, he shall be made to undergo subsidiary imprisonment as provided for in the Revised Penal Code.
- (n) If, as the result of negligence or reckless or unreasonable fast driving, any accident occurs resulting in death or injury of any person, the motor vehicle operator at fault shall, upon conviction, be punished under the provisions of the Revised Penal Code.
- SEC. 57. Punishment for other offenses. The conviction of any person for any offense under this Act shall not bar his prosecution for any other offense which may have been committed by such person concurrently with the commission of the offense of which he was convicted or in doing the act or series of acts which constituted the offense of which he was convicted.
- SEC. 58. Duty of clerks of court and justices of the peace. It is hereby made the duty of clerks of the court of First Instance and the Municipal Court trying traffic violation cases, and of Justices of the Peace to certify to the Commission the result of any case; whether criminal or civil, involving violations of any provision of this Act or of other laws and ordinances relating to motor vehicles. Said certificate shall specifically contain the name of the driver or owner of the vehicle involved, his address, the number of his license and/or of the certificate of registration of his vehicle,

and the date thereof, and the offense of which he was convicted or acquitted.

ARTICLE II. — Collection of Fecs, Taxes and Fines, Liens, Allotment of Funds

SEC. 59. (a) Collection of fees; national and local taxes; toll fees. — The collection of all fees, taxes, and fines, under the provisions of this Act shall be made in accordance with regulations to be prescribed by the Commissioner and approved jointly by the Auditor General.

(b) No taxes or fees other than those prescribed in this Act shall be imposed for the registration or operation or on the ownership of any motor vehicle, or for the exercise of the profession of chauffeur, by any municipal corporation, the provisions of any city charter to the contrary notwitstanding: Provided, however, That any provincial board, city or municipal council or board or other competent authority may enact and collect such reasonable and equitable toll fees for the use of such bridges and ferries, within their respective jurisdiction, as may be authorized and approved by the Secretary of Public Works and Communications, and also for the use of such public roads, as may be authorized by the President of the Philippines upon recommendation of the Secretary of Public Works and Communications, but in none of these cases shall any toll fees be charged or collected until and unless the approved schedule of tolls has been posted legibly in a conspicuous place at such toll station.

SEC. 60. The lien upon motor vehicles. — Any balance of fees for registration, re-registration or delinquent registration of a motor vehicle, remaining unpaid and all fines imposed upon any vehicles owner, shall constitute a first lien upon the motor vehicle concerned.

The Commission is hereby vested with authority to issue a warrant of constructive dis-

traint or actual constraint and levy to any owner of motor vehicle who has any balance of fees for registration, re-registration or delinquent registration of a motor vehicle remaining unpaid, which upon demand by the Commissioner of the Land Transportation Commission or any of his deputies executing such warrant, the owner of the said vehicle shall surrender at the time demanded, except when the attachment or execution is under any judicial process. Any owner who fails or refuses to surrender any of such property or vehicle not so surrendered shall be punished by a fine not exceeding the amount of the fees (including penalties and interests, if any) for the collection of which such warrant has been issued, together with the costs and interests, if any, from the time of such surrender. In addition, such owner shall be punished by a fine of not more than three hundred pesos or an imprisonment of not more than six months, or both.

SEC. 61. Disposal of monies collected. — Monies collected under the provisions of this Act shall be deposited in a special trust account in the National Treasury to constitute the Highway Special Fund, which shall be apportioned and expended in accordance with the provisions of the "Philippine Highway Act of 1953": Provided, however, That the amount necessary to maintain and equip the Commission of Land Transportation but not to exceed fifteen per cent of the total collections during any one year, shall be set aside for the purpose.

ARTICLE III. — Final Provisions

SEC. 62. No provincial board, city or municipal Board or council shall enact or enforce any ordinance or resolution in conflict with the provisions of this Act, or prohibiting any deputy or agent of the Commission to enforce this Act within their respective territorial jurisdiction and the provisions of any charter to the contrary notwithstanding.

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SEC. 63. Repeal of laws and ordinances. -Act Numbered Thirty-nine hundred ninety-two, as amended, and all laws, executive orders, ordinances, resolutions, regulations, or parts thereof in conflict with the provisions of this Act are repealed: Provided, however, That nothing contained in this Act shall be construed as limiting or superseding any provision of the Public Service Act, as amended, with respect to the control by the Public Service Commission of motor vehicles operating as public service, nor shall any provision of this Act be construed as limiting or abridging the powers conferred upon and exercised by the Public Service Commission with regards to the control and supervision of the operation of such motor vehicles as public service.

SEC. 64. Appropriation. — To carry out effectively the provisions of this Act, the amount of two hundred fifty thousand pesos is hereby appropriated out of the fees collected under this Act, in addition to the appropriations provided in the General Appropriations Act for the expense of this Commission for the fiscal year beginning July first, nineteen hundred and sixty-three, to June thirty, nineteen hundred and sixty-four: Provided, however, That any savings in the appropriations of the Commission for the fiscal year July first, nineteen hundred and sixty-two, to June thirty, nineteen hundred and sixty-two, to June thirty, nineteen hundred and sixty-three, shall likewise be available for this purpose.

SEC. 65. Separability. — If any provision of this Act or the application thereof to any person or circumstances is held invalid, the remainder of the Act, and the application of such provision to other persons or circumstances, shall not be affected thereby.

SEC. 66. Effectivity. — This Act shall take effect upon its approval.

Senator TOLENTINO. Mr. President, there are no Committee amendments on this bill and we are now ready for floor amendments.

Senator DIOKNO, Mr. President.

The ACTING PRESIDENT. Gentleman from Batangas.

Senator DIOKNO. The first time this bill was reported by my Committee, I was not aware of certain circumstances concerning this particular measure. I have since learned that there appears to be some kind of conflict between the Motor Vehicles Office and the Public Service Commission, and in order to avoid the possibility of any such conflict, we would like to move for the approval of the following amendments:

Senator TOLENTINO. With the permission of the gentleman from Batangas, the amendments to be introduced by the gentleman from Batangas should be considered as Committee amendments and I ask that they be so considered.

Senator DIOKNO. On page 6, line 27 to line 2, page 7, strike out the entire paragraph.

The ACTING PRESIDENT. Is there any objection to the amendment? (Silence.) There being none, the same is approved.

Senator DIOKNO. On page 6, line 4, strike out the words "Pasig, Rizal" and instead insert "LIPA CITY".

The ACTING PRESIDENT (Senator Ganzon). Is there any objection on the part of the Senate? The Chair hears none.

Senator SUMULONG. Mr. President.

The ACTING PRESIDENT. What is the pleasure of the gentleman from Rizal?

Senator SUMULONG. Why are we taking away Rizal and putting Batangas?

Senator DIOKNO. The reason, Your Honor, is that these are regional branch offices and since the main office is in Manila, Pasig is the next town to Manila. That is why the Committee believes that it will be best that in lieu of Pasig, because we have no regional office near the southern Tagalog area, it is sound to insert Lipa City because Pasig is close to Manila and is right next to the main office.

Senator SUMULONG. Can we not increase the regional offices?

Senator DIOKNO. Your Honor, the Committee would have no objection. If the distinguished gentleman would make such amendment — amendment accepted. So that line 4 will read: "Tuguegarao, Cagayan; Baguio City, Pasig (Rizal), Lipa City, Naga City, Cebu City..." etc.

The ACTING PRESIDENT. Is there any objection?

OSIAS AMENDMENT

Senator OSIAS. Mr. President.

The ACTING PRESIDENT. Gentleman from La Union.

Senator OSIAS. In view of the generous hospitality which the gentleman is manifesting, would he accept San Fernando, La Union?

Senator DIOKNO. Your Honor, the Committee has no objection because Tuguegarao and San Fernando...

Senator OSIAS. I make that amendment. Thank you.

Senator DIOKNO. No objection, Your Honor.

The ACTING PRESIDENT. Is there any objection on the part of the Senate? (Silence.) The Chair hears none. The amendment is approved.

Senator RODRIGO. Mr. President.

The ACTING PRESIDENT. Gentleman from Bulacan.

Senator RODRIGO. I heard many, many places mentioned but not Bulacan.

Senator DIOKNO. Your Honor, with all regrets, we cannot accept that because there is already one in Pasig, Rizal and there is one in Manila.

Senator RODRIGO. No, I am not offering any amendment; I am just stating a fact that I have not heard the Province of Bulacan.

Senator DIOKNO. No, there is none.

Senator RODRIGO. Why, Your Honor?

Senator DIOKNO. Why? Because the Bulacan region will be covered by Pasig, Rizal.

Senator RODRIGO. Pasig?

Senator DIOKNO. Yes, Your Honor.

Senator ALMENDRAS. Mr. President, I want to find out in Mindanao.

Senator DIOKNO. Yes, Your Honor. The answer is Davao City.

Senator ALMENDRAS. Thank you.

Senator FERNANDEZ. Mr. President.

The ACTING PRESIDENT. Gentleman from Laguna.

Senator FERNANDEZ. Will the distinguished sponsor yield to a few questions?

The ACTING PRESIDENT. He may yield if he so desires.

Senator DIOKNO. Yes, Your Honor.

Senator FERNANDEZ. May we find out from him why Laguna is not included among those places where regional offices are to be established?

Senator DIOKNO. For the reason that Laguna is between Rizal and Batangas and both Rizal and Batangas have regional offices. And, unfortunately, Your Honor, or fortunately, the committee chairman is from Batangas.

Sentaor FERNANDEZ. I am not satisfied with the answer, but I will think it over further.

Senator DIOKNO. I am happy Your Honor that you will think it over further.

Senator OSIAS. Mr. President.

The ACTING PRESIDENT. Gentleman from La Union.

Senator OSIAS. In view of the delightful reception that the gentleman is showing — I am a native of Palawan; I am recently elected as son of Palawan. Will not the gentleman include Puerto Princesa?

Senator DIOKNO. Your Honor, the collection of Puerto Princesa will not warrant the expenses for the setting up of a regional office there.

Senator OSIAS. He would not accept.

Senator DIOKNO. No, Your Honor.

Senator OSIAS. Well, I am not insisting.

COMMITTEE AMENDMENTS

Senator DIOKNO. Thank you, Your Honor. Mr. President, there is one more amendment that the committee would like to make and this is in connection with an amendment on Page 7, line 23—eliminate the words "and the Public Service Act."

The ACTING PRESIDENT. Is there any objection? (Silence.) The Chair hears none. The amendment is approved.

Senator DIOKNO. On page 8, Your Honor, lines 11 and 12, eliminate the words "and of the Public Service Act."

The ACTING PRESIDENT. Any objection? (Silence.) The Chair hears none. The amendment is approved.

Senator DIOKNO. And in the event that there

be any further reference of the Public Service Act in this bill, I make a general amendment that all such references be considered as stricken out so that the Commission on Land Transportation would have no power to enforce the Public Service Act, thus avoiding any conflict of jurisdiction between the two offices.

The ACTING PRESIDENT. Is there any objection? (*Silence*.) The Chair hears none. The amendment is approved.

Senator DIOKNO. Finally, Your Honor, as a consequence of the amendments, we move to amend the title of the bill to include the words "AND TO CREATE A COMMISSION ON LAND TRANS-PORTATION AND FOR OTHER PURPOSES". The title of the bill as now stated would be unconstitutional because it does not include the creation of the Land Transportation Commission and for other purposes.

The ACTING PRESIDENT. Any objection? (Silence.) The Chair hears none. The amendment is approved.

TOLENTINO AMENDMENT

Senator TOLENTINO. Mr. President, on page 8, line 4, between the words "The" and "city" insert the words "PHILIPPINE CONSTABULARY".

The ACTING PRESIDENT. Is there any objection? (Silence.) The Chair hears none. The amendment is approved.

APPROVAL ON SECOND READING OF H. B. NO. 7885

Senator DIOKNO. Mr. President, I move that the bill as amended be approved on second reading.

The ACTING PRESIDENT As many as are in favor of the bill will please say aye. (Several senators: aye.) As many as are against will please say nay. (Silence.) The bill is approved on second reading.

APPROVAL ON THIRD READING OF HOUSE BILL NO. 7885

Senator TOLENTINO. Mr. President, I ask that we vote on third reading on House Bill No. 7885 certified by the Chief Executive as urgent.

The ACTING PRESIDENT (Sen. Ganzon). Voting on third reading on House Bill No. 7885 is now in order. The Secretary will please read the title of the bill only, if there is no objection. (*There was none*.)

The SECRETARY:

"AN ACT TO COMPILE THE LAWS RELATIVE TO LAND TRANSPORTATION AND TRAFFIC RULES AND TO CREATE A COMMISION ON LAND TRANSPORTATION AND FOR OTHER PURPOSES."

The ACTING PRESIDENT (Sen. Ganzon). The Senate will now proceed to vote on the bill. The Secretary will please call the roll.

The SECRETARY:

Senator	Alejandro D. Almendras	Yes
,,	Gaudencio E. Antonino	Absent
,,	Jose W. Diokno	Yes
"	Estanislao A. Fernandez	Yes
,,	Maria Kalaw-Katigbak	Yes
,,	Juan R. Liwag	Yes
"	Fernando Lopez	
,,	Genaro F. Magsaysay	Absent
"	Manuel P. Manahan	
"	Raul S. Manglapus	
,,	Ferdinand E. Marcos	Yes
"	Camilo Osias	Yes
,,	Ambrosio Padilla	Yes
"	Gil J. Puyat	Yes
,,	Francisco Rodrigo	Yes

Senator	Eulogio Rodriguez, Sr	Absent
,,	Gerardo M. Roxas	Yes
,,	Jose J. Roy	Yes
,,	Lorenzo Sumulong	Yes
"	Lorenzo M. Tañada	Yes
"	Arturo M. Tolentino	Yes
"	Tecla S. Ziga	Yes
The ACT	ING PRESIDENT	Yes

The ACTING PRESIDENT (Sen. Ganzon). With nineteen affirmative votes, no negative vote and no abstention, House Bill No. 7885 is approved on third reading.

CONSIDERATION OF HOUSE BILL NO. 11267

Senator TOLENTINO. Mr. President, I move that we consider House Bill No. 11267.

The ACTING PRESIDENT. The Secretary will please read the bill.

The SECRETARY:

AN ACT CREATING THE PHILIPPINE NATIONAL RAILWAYS, PRESCRIBING ITS POWERS, FUNCTIONS AND DUTIES, AND PROVIDING FOR THE NECESSARY FUNDS FOR ITS OPERATION.

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Name, Duration and Domicile.— A corporation to serve as the instrumentality of the Government of the Philippines in providing a nation-wide railroad and transportation system, is hereby created, to be known as the PHILIPPINE NATIONAL RAILWAYS, which shall exist for a term of fifty (50) years from the date of approval of this Act. It shall have its main office in the City of Manila, and shall have such branches and agencies within or outside the Philippines as may be necessary for