

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

TWENTIETH CONGRESS
First Regular Session

House Bill No. **4563**



Introduced by Representative Richard I. Gomez, DPA

EXPLANATORY NOTE

The Ormoc District Office (DO) of the Land Transportation Office (LTO), located in Aunubing St., Brgy. Cogon, City of Ormoc has registered consistent growth in terms of transaction volume, revenue generation, and operational performance. This office is presently classified as Class "D." This bill proposes reclassifying the Ormoc District Office to Class "A" to ensure adequate resource allocation, personnel complement, enhanced organizational structure, and improved frontline services, enabling the LTO to meet the increasing needs of the motoring public in Ormoc City and its neighboring municipalities. The rationale for this bill are as follows:

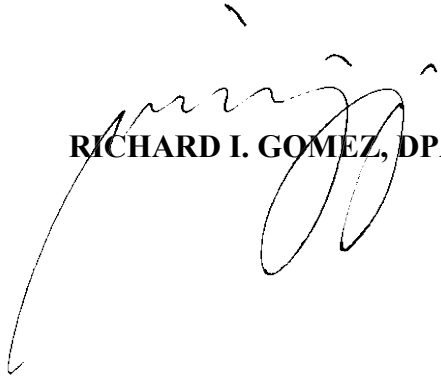
At present, the office operates with only eight (8) organic personnel, limiting its capacity to efficiently accommodate the growing number of clients requiring LTO services such as driver's licensing, vehicle registration, and law enforcement. To bridge this gap, Job Order (JO) personnel from the City Government of Ormoc have been temporarily detailed to the LTO Ormoc District Office. These JO personnel currently perform frontline duties and law enforcement support, ensuring continued service delivery despite staffing limitations. This however is not a long term solution.

The proposed reclassification to Class "A" will allow for the formal expansion of plantilla positions from 8 to approximately 30, significantly increasing the office's manpower complement. This will institutionalize staffing support, reduce dependency on temporary personnel, and enhance service capacity and efficiency in line with national performance standards.

Based on Memorandum Circular No. VDM-2024-2693, only the average revenue collection for the last three fiscal years shall be used in the determination of the classification of district offices. For the Ormoc DO these figures are P82,177,056.05 for 2022, P104,570,782.73 for 2023 and P110,341,771.87 for 2024, with an average of P 99,029,870.22. Per the same MC No. VDM-2024-2693, DOs with average revenues exceeding P100 million qualify for Class "A." Given the proximity of Ormoc DO's average revenue to P100 million, this bill proposes an upgrade to Class "A." Moreover, per analysis, the Ormoc DO will only need to produce revenue of P85 million in 2025 to achieve a three-year average revenue of over P100 million. Forecast revenue for Ormoc DO in 2025 is P115 million.

The Ormoc City DO provides LTO services to Ormoc and its neighboring municipalities. Ormoc DO's historical data shows that Motor Vehicle Registrations rose by an average of 15.11% and Driver's License and Permits Issuance rose by an average of 67.75% from CY 2020-2024. Ormoc DO services not only Ormoc City but the surrounding municipalities as well. As the area gains momentum in terms of economic activities, it also hosts more logistics firms and PUV operators that increase the demand for LTO's services.

In view of the foregoing, the immediate approval of this bill is earnestly sought.



RICHARD I. GOMEZ, DPA

Republic of the Philippines
HOUSE OF REPRESENTATIVES
Quezon City

TWENTIETH CONGRESS
First Regular Session

House Bill No. **4563**

Introduced by Representative Richard I. Gomez, DPA

**AN ACT UPGRADING THE DISTRICT OFFICE OF THE LAND TRANSPORTATION
OFFICE IN THE CITY OF ORMOC, PROVINCE OF LEYTE, FROM A CLASS "D" TO
A CLASS "A" DISTRICT OFFICE, AND APPROPRIATING FUNDS THEREFOR**

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

SECTION 1. The district office of the Land Transportation Office (LTO) in the City of Ormoc, Province of Leyte, is hereby upgraded from a Class "D" to a Class "A" district office.

SEC. 2. The Secretary of the Department of Transportation shall immediately include in the Department's program the operationalization of the LTO Ormoc City District Office in the Province of Leyte, the initial funding of which shall be charged against the current year's appropriation of the said office. Thereafter, the funding for its continued operation shall be included in the annual General Appropriations Act.

SEC. 3. This Act shall take effect after fifteen (15) days following the completion of its publication in the Official Gazette or in a newspaper of general circulation.

Approved,