



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS
MANILA

August 28, 1991

CUSTOMS MEMORANDUM ORDER

No. 77-91

To: All Collectors of Customs
All Service Division Chiefs
All others Concerned

Subject: Procedures on the Sale of Personally
Owned Vehicles (POVs) to Non
Tax-Exempt Individuals

In view of the approval by the Department of Finance thru Asst. Secretary Antonio P. Belicena in the 2nd Indorsement dated July 16, 1991, authorizing this Bureau to collect taxes and duties on the sale/transfer of Personally Owned Vehicles (POVs) by personnel of US Military Bases to non tax-exempt entities/individuals, the following guidelines are hereby promulgated:

I. General Provisions:

1. Each U. S. Military Base personnel shall be entitled to sell only ONE POV;
2. The POV must have been registered in his name for at least six (6) months prior to June 15, 1991;
3. The sale shall be subject to payment of taxes and duties including 5% ad valorem duty pursuant to E. O. 475 at the prevailing rate of exchange at the time of sale;
4. That the number of POV's authorized for sale under this guideline shall not exceed 7,500 units; and
5. That the authority to sell POV's to non-tax exempt entities/individuals shall be valid until December 31, 1991 only.

Salvador M. Nolasco

II. Procedure:

1. Buyer and seller shall secure from the Merchandise Control Unit of either Subic Naval Base or Clark Air Base as the case may be, an official form requesting for the sale of POV to non tax-exempt person. The accomplished form shall be submitted to the Unit together with the duly notarized copy of the Deed of Absolute Sale covering the said POV.
2. The Merchandise Control Unit shall officially transmit the accomplished form and the Deed of Absolute Sale to the Sub-Port Collector together with an official certification containing the following:
 - 2.1 Seller is bonafide personnel of US Military Bases
 - 2.2 That he is selling only one POV and that the same is included in the official list of POV units authorized to be sold;
 - 2.3 That said POV is registered in his name for at least six (6) months prior to June 15, 1991.
3. Buyer shall proceed to Sub-port of Subic/Sub-port of Clark for the purpose of filing requisite entry covering subject POV;
4. Upon filing of the entry, the Sub-Port collector shall cause the examination and assess the taxes and duties due thereon. The entry and other supporting documents shall then be endorsed to the Office of the Commissioner for clearance.

J. Woodson M. Redmy

5. Once cleared by the Office of the Commissioner the entry and supporting documents will be returned to the respective ports which shall collect the duties and taxes due on the sale and issue the corresponding Certificate of Payment.
6. The original copy of the Certificate of Payment issued for the vehicle shall be forwarded to the Office of the Chief Formal Entry Division, Port of Manila, for transmittal to the Land Transportation Office.
7. The Subport Collector concerned shall submit a report every 15th and 30th day of the month of all motor vehicles issued a Certificate of Payment under this authority.

This Order shall take effect September 2, 1991.

Please be guided accordingly.


SALVADOR M. MISON
Commissioner