

## Republic of the Philippines

## DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

## **CENTRAL OFFICE**

Manila

May 20, 2019

CIRCULAR NO. Series of 2019

FOR / TO

: Undersecretaries
Assistant Secretaries
Service Directors
Bureau Directors
Regional Directors
Heads of UPMOs
District Engineers
This Department

For information and guidance, attached is a copy of GPPB RESOLUTION No. 08-2019, re: "AUTHORIZING THE DEPARTMENT OF BUDGET AND MANAGEMENT (DBM) AND THE PROCUREMENT SERVICE (PS) TO ISSUE SPECIFIC PROCEDURAL PROCESS FOR THE OPERATIONALIZATION OF A CENTRALIZED PROCUREMENT OF MOTOR VEHICLES."

A copy of said Resolution may also be downloaded from the **DPWH website:** <a href="http://dpwhweb">http://dpwhweb</a>. If an office cannot access the DPWH website, a hard copy may be obtained from the Records Management Division, HRAS, upon request.

For dissemination to all concerned.

B. ELIZABETH E. YAP, Ph. D., CESO II Assistant Secretary for Support Services

Encl: GPPB Resolution No. 08-2019

Cc: Office of the Secretary

12.1.1 CGSC/EDY/MNC/MVSG





## AUTHORIZING THE DEPARTMENT OF BUDGET AND MANAGEMENT (DBM) AND THE PROCUREMENT SERVICE (PS) TO ISSUE SPECIFIC PROCEDURAL PROCESS FOR THE OPERATIONALIZATION OF A CENTRALIZED PROCUREMENT OF MOTOR VEHICLES

**WHEREAS**, Republic Act (RA) No. 9184 otherwise known as the "Government Procurement Reform Act" took effect on 26 January 2003, while its 2016 revised Implementing Rules and Regulations (IRR) took effect on 28 October 2016;

**WHEREAS,** Section 63 of RA No. 9184 and its 2016 revised IRR authorize the Government Procurement Policy Board (GPPB) to formulate public procurement policies, rules and regulations, and amend, whenever necessary, its IRR;

WHEREAS, Section 53(e) of RA No. 9184 allows the purchase of Goods from another agency of the Government, such as the Procurement Service (PS), which is tasked with the centralized procurement of commonly used Goods for the government in accordance with Letter of Instructions (LOI) No. 755, series of 1978 and Executive Order (EO) No. 359, series of 1989:

**WHEREAS,** Section 4 of AO No. 17, series of 2011 requires the procurement of common use supplies directly from the PS or its depots without need of public bidding as provided in Section 53.5 of the IRR of RA 9184;

**WHEREAS**, the AO likewise provides that the GPPB shall conduct periodic evaluation of the effectiveness of the centralized procurement system as carried out by PS pursuant to Section 2 of EO No. 359;

WHEREAS, Section 9 of Administrative Order (AO) No. 14, series of 2018 mandates the Department of Budget and Management (DBM) and the GPPB to issue rules and regulations on the specific guidelines on the approval of requests for acquisition of motor vehicles, and the typology, classification and specifications of motor vehicles and on the centralize procurement of motor vehicles, respectively;

**WHEREAS**, on 18 October 2018, GPPB issued Resolution No. 21-2018 approving the inclusion of motor vehicles in the list of common use supplies and equipment of the PS;

**WHEREAS**, DBM issued Budget Circular No. 2019-2 on 04 March 2019 to provide the specific guidelines on allowable engine displacements of motor vehicles that may be purchased by government agencies and the approving authorities for the acquisition of government motor vehicles;

**WHEREAS,** during the 3<sup>rd</sup> Inter-Agency Technical Working Group (IATWG) Meeting held on 11 April 2019, the IATWG resolved to recommend to the GPPB the issuance of a resolution authorizing the DBM and the PS to issue specific procedural process for the operationalization of a centralized procurement of motor vehicles;

**WHEREAS**, during the 2<sup>nd</sup> GPPB Regular Meeting held on 22 April 2019, the GPPB-TSO proposed the issuance of a resolution authorizing the DBM and the PS to issue specific procedural process for the operationalization of a centralized procurement of motor vehicles;

**WHEREAS**, after careful review and due deliberations, the GPPB approved the recommendation of the IATWG to issue a resolution authorizing the DBM and the PS to issue specific procedural process for the operationalization of a centralized procurement of motor vehicles;

**Now, THEREFORE,** for and in consideration of the foregoing, **W**E, the Members of the **GOVERNMENT PROCUREMENT POLICY BOARD**, by virtue of the powers vested on **US**, by law and other executive issuances, hereby **RESOLVE**, to confirm, adopt, and approve, as **W**E hereby confirm, adopt, and approve that:

Pursuant to Section 9 of Administrative Order No. 14, series of 2018, the specific rules, regulations and guidelines for the operationalization of the centralized procurement of motor vehicles as common-use supply and equipment as well as the transitory provisions thereof, to include the date of the implementation of the centralized procurement of motor vehicles under Administrative No. 14, series of 2018 shall be issued by the Department of Budget and Management or the Procurement Service, as the case may be.

This resolution shall take effect immediately.

**APPROVED** this 22<sup>nd</sup> day of April 2019 at Manila City, Philippines.

(SGD)	
DEPARTMENT OF BUDGET AND MANAGEMENT	NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY
DEPARTMENT OF EDUCATION	DEPARTMENT OF ENERGY
(SGD)	(SGD)
DEPARTMENT OF FINANCE	DEPARTMENT OF HEALTH
	(SGD)
DEPARTMENT OF INFORMATION AND COMMUNICATION TECHNOLOGY	DEPARTMENT OF INTERIOR AND LOCAL
COMMUNICATION TECHNOLOGY	GOVERNMENT
(SGD)	(SGD)
DEPARTMENT OF NATIONAL DEFENSE	DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

(SGD)	(SGD)
DEPARTMENT OF SCIENCE AND TECHNOLOGY	DEPARTMENT OF TRADE AND INDUSTRY
(SGD)	(SGD)
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