Republic of the Philippines
Department of Public Highways
OFFICE OF THE SECRETARY
Manila

June 10, 1974

DEPARTMENT ORDER NO. 12 Series of 1974

SUBJECT: Dispensing with equipment inspection as requisite for award or approval of contract.

To avoid undue delays in the prosecution of any infrastructure project of the Department of Public Highways, the inspection of equipment of the lowest complying bidder shall not be a requisite for the award or the approval of contract. Said bidder has been prequalified and is deemed to possess the equipment necessary for the efficient prosecution of the project based on the documents for owned and/or leased equipment he submitted to meet the minimum equipment requirement.

When the contractor incurs a negative slippage in the prosecution of any project contracted with the Department of Public Highways, the provisions of the Letter of Instruction No. 86 and the implementing rules and regulations shall be applied.

Further, when a contract is rescinded due to the negative slippage caused by lack of equipment (short of the minimum equipment requirement) the corresponding performance bond shall be confiscated and the contractor shall be barred from participating in any future bidding for other projects of the Department of Public Highways.

This order shall take effect immediately.

Secretary