Department of Public Highways
OFFICE OF THE SECRETARY
M a n i l a

June 10, 1974

DEPARTMENT ORDER NO. 13
Series of 1974

SUBJECT: Limiting the award of contracts to contractors.

In the interest of public welfare and to insure the completion of the construction of infrastructure projects of the Department of Public Highways, it is hereby ordered that, henceforth,

- 1. A new contractor who has been awarded the first contract for the construction of a road or a bridge project for the Department of Public Highways shall be allowed to participate in the bidding for another project only if he has accomplished 60% or more of his first contract with no negative slippage of more than 15%.
- 2. Any contractor who incurs a negative slippage of more than 15% on any of his projects for the Department of Public Highways shall be allowed to participate in the bidding for another project only after the completion of his project where he incurred said negative slippage.
- 3. Corporations or associations the majority stocks of which are controlled by one and the same person and/or managed by the same person shall be treated as one contractor for purposes of prequalification.
- 4. Individual contractors where the management is being undertaken by a relative contractor within the third civil degree by affinity or consanguinity shall be considered an adjunct of the relative managing contractor for purposes of prequalification.
- 5. No contractor shall be allowed to have more than two on-going projects for the Department of Public Highways.

The application of any of the foregoing restriction may be waived by the Secretary of Public Highways on meritorious cases.

This order takes effect immediately.

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