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REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
OFFICE OF THE SECRETARY
MANILA

July 21, 1987

DEPARTMENT ORDER)
NO 29)
Series of 1987)

SUBJECT: Delegating to Regional Directors the authority to allow works involving quantity overruns and underruns for unit price contracts, pursuant to the provisions of Clause CI 1 of the IRR of PD 1594

In order to prevent unnecessary loss of time and to expedite the completion of projects in the different regions, Regional Directors are hereby directed to avail themselves of the provision of the last paragraph of Clause CI 1(1)--Variation Orders (Change Order/Extra Work Order/Supplemental Agreement)--of the Implementing Rules and Regulations (IRR) of PD 1594, which is quoted hereunder:

> "For a unit-price contract, quantity overruns or underruns of not more than or less than fifteen per cent (15%) of the estimates per major pay item and twenty five per cent (25%) per minor pay item in the Bill of Quantities need not be covered by a Change Order provided that the same is authorized by the head of the ministry/agency/corporation concerned."

Effective immediately, all Regional Directors are hereby delegated the authority to allow works involving quantity overruns and underruns of major or minor pay items of unit-price contracts, within the ceilings fixed in the above-quoted provision of the IRR, without the necessity of a covering Change Order, provided that the cumulative amount of the overruns and/or the underruns does not exceed the limits for contract approval of the Regional Director and that these are within the available project funds.

It is understood, however, that this authority shall be exercised prudently and judiciously to prevent possible abuse or irregularity; otherwise, the Regional Director concerned shall be liable for administrative and/or criminal sanctions.

This Order amends, modifies and/or repeals all previous issuances inconsistent herewith.

VICENTE R. JAYME
Secretary

8-27-87