

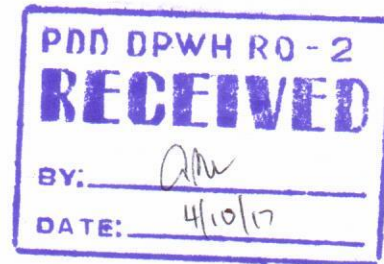


Republic of the Philippines  
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS  
**OFFICE OF THE SECRETARY**  
Manila

March 30, 2017

**MEMORANDUM**

**FOR :** **MARK A. VILLAR**  
Secretary  
This Department



This refers to the memorandum dated 28 March 2017 of **DPWH Region II Director MELANIO C. BRIOSOS**, endorsing the request of Isabela 3<sup>rd</sup> District Engineering Office **District Engineer Editha R. Babaran**, for the modification of the project stated hereunder:

LOCATION	PROJECT DESCRIPTION		PHYSICAL TARGET / COST	
	Per GAA UACS: 165003013800086	As modified	Per GAA/Original	As modified
Cauayan – Cabatuan Rd, Isabela	MFO-1 National Road Network Services: Asset Preservation of National Roads – Preventive Maintenance based on Pavement Management System / Highway Development and Management-4 (HDM-4) – Primary: Preventive Maintenance of Road: Concrete Reblocking – Cauayan – Cabatuan Rd (S00814LZ) K0370+(-468)-K0371+000	MFO-1 National Road Network Services: Asset Preservation of National Roads – Preventive Maintenance based on Pavement Management System / Highway Development and Management-4 (HDM-4) – Primary: Cauayan – Cabatuan Road (S00814LZ) K0370+(-090.20)-K0371+000, <b>K0377+436-K0377+511,</b> <b>K0377+549-K0377+624</b>	<b><u>Physical</u></b> <b><u>Target</u></b> <b><u>1.808</u></b> <b><u>lane.km</u></b>	<b><u>Physical</u></b> <b><u>Target</u></b> <b><u>1.6811</u></b> <b><u>lane.km</u></b>
			<b><u>Unit Cost</u></b> <b><u>P6,250M/</u></b> <b><u>lane.km</u></b>	<b><u>Unit Cost</u></b> <b><u>P6,722.18</u></b> <b><u>M/lane.km</u></b>
	<i>(Preventive Maintenance of Road: Concrete Reblocking)</i>	<i>(Preventive Maintenance of Road: Concrete Reblocking)</i>	<b><u>Allocation:</u></b> <b><u>P11.300M</u></b>	<b><u>Estimated</u></b> <b><u>Cost:</u></b> <b><u>P11.300M</u></b>

**Justification:** Project modification is sought due to the decrease in the project length per actual field requirements. During the preparation of the cost estimate and POW, also, the DOLE's prescribed minimum daily wage increased (from P298.68 to P361.96) and ACEL equipment rental rates has also increased. Likewise, the mark-up has increased in accordance with D.O. No. 197, S.2016 re-Visited Guidelines in the Preparation of Approved Budget for the Contract (ABC).

Based on our evaluation, the submitted request for modification of the said project is in order; hence, approval hereof is recommended to the Secretary.

**ROMEO S. MOMO, CESO I**  
Undersecretary for Regional Operations in Luzon

**APPROVED/DISAPPROVED:**

**MARK A. VILLAR**  
Secretary

**NOTE:** Copies of the approved project modification requests are forwarded to the Office of the Undersecretary Maria Catalina E. Cabral, PhD, CESO I.

