



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

JAN 24 2013

DEPARTMENT ORDER ) SUBJECT: GUIDELINES ON THE UTILIZATION  
NO. 06 ) OF 30% SAVINGS UNDER FY 2012  
GENERAL APPROPRIATIONS ACT

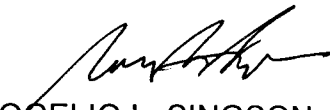
In order to rationalize the utilization of the 30% savings under the FY 2012 General Appropriations Acts, the following guidelines are hereby prescribed for the guidance of all concerned:

1. Savings shall refer to the amount realized from projects funded under the DPWH Budget as a result of value engineering and competitive bidding processes.
2. Total savings shall be computed as follows:

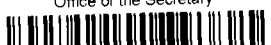
$$\text{Total Savings} = \sum \{ (\text{Appropriation Amount}) - [(\text{Contract Amount}) + (\text{Engineering Administrative and Overhead Cost}) + (\text{Right-of-Way Acquisition Cost, if any})] \}$$

3. The thirty percent (30%) savings can be used under the following circumstances:
  - a. To fund a new project, provided that:
    - i. said project is of the same category;
    - ii. said project is within the same congressional district; and
    - iii. said project is to be implemented by the same implementing office.
  - b. To fund additional scope of work not included in the original program of work.
  - c. To fund preliminary and detailed engineering activity/ies.

4. Request/s to utilize the 30% savings for reason/s stated in Item 3 shall be supported by justification/rationale, program of work, BP 202, certification that the original scope of work is completed and a certificate of availability of funds (savings) signed by the Regional Director/District Engineer which shall not be more than two (2) months old at the time the request is submitted.
5. Request/s to utilize the 30% savings for personnel benefits and other purposes not covered by Item 3 can be considered subject to pertinent provisions of appropriate rules and regulations.
6. Requests for utilization of savings shall be approved by the DPWH Secretary.
7. Regional Directors/District Engineers shall be directly responsible for the proper and optimal use of savings.
8. In all cases, DPWH standard unit costs shall be adopted.



ROGELIO L. SINGSON  
Secretary

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