

9-11-87

September 4, 1987

DEPARTMENT ORDER )
NO. 10 Series of 1987 )

SUBJECT:

Inclusion of Provisional Sum for Price Escalation in the Project Funds

To forestall unnecessary delays caused by funding problems and to facilitate payment of price escalation claims, a provisional sum for price escalation shall be built into the proposed budget of an infrastructure project.

For budgetary purposes, irrespective of the project amount said provisional sum shall be estimated as a percentage of the total project cost that appears in the program of work which rate shall be based on the NEDA price escalation projections.

This Order shall take effect immediately.

VICENTE R. JAYME Secretary