



March 03, 1997

DEPARTMENT ORDER

NO. 50
 Series of 1997 *3-19*

Pursuant to Special Provision No. 11 of the DPWH Appropriation under the CY 1997 General Appropriations Act RA 8250, which provides:

" Engineering and Administrative Overhead. In order to insure that at least ninety-six and one half percent (96.5%) of the infrastructure fund released by the Department of Budget and Management is made available for direct implementation of the project, any authorized deduction from project funds for administrative overhead, preconstruction activities after detailed engineering, construction, project management, testing and quality control, acquisition, rehabilitation and repair of heavy equipment and other related equipment and parts used in the implementation of infrastructure projects, shall not exceed three and one half percent (3.5%) of the project cost, subject to Section 35, Chapter 5, Book VI of E.O. No. 292, PROVIDED, That not more than one half percent (.5%) to be retained in the central office is used for said acquisition, rehabilitation and repair of equipment and parts. The DPWH shall submit to DBM quarterly reports such as disbursement. Violation of, or non-compliance with this provision shall subject the government official or employee concerned to administrative, civil and/or criminal sanction under Section 43 of Chapter 5, Section 57 of Chapter 6 and Section 80, Chapter 7, Book VI of E.O. No. 292. "

The following retention shall be made from funds for capital outlay released by the Department of Budget and Management to be used for Engineering Supervision, Administrative Overhead and Acquisition, Rehabilitation and Repair of heavy equipment:

	C.O.	Equipment	R.O.	Implementing	
				Office	Total
A. FAPS	.50%	.50%	.50%	2.00%	3.50%
B. LOC					
Basic	.25%	.50%	.75%	2.00%	3.50%
APP/PWA	.25%	.50%	.75%	2.00%	3.50%
C. Nationwide					
PDE	.25%	.50%	.75%	2.00%	3.50%
NWTC	.25%	.50%	.75%	2.00%	3.50%
Rd Safety Prog	.25%	.50%	.75%	2.00%	3.50%


For projects' sourced from funds outside the Infrastructure Program of the Department, the following retention shall be made :

	C.O.	Equipment	R.O.	Implementing Office	Total
A. CDF	.25%	.50%	.75%	2.00%	3.50%
B. SBP	.25%	.50%	.75%	2.00%	3.50%
C. CF / QRF	-	-	.50%	2.50%	3.00%
D. Farm-to-Market Roads	.25%	.50%	.75%	2.00%	3.50%

However, in case the implementing unit or office is the Regional office, it shall be entitled to the allocation shown above in addition to their share.

Projects each costing P50,000.00 and below are not subject to the above mentioned retention.

For compliance.


GREGORIO R. VIGILAR
 Secretary

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