



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

097. 13 DPWH
03-26-2015

MAR 25 2015

DEPARTMENT ORDER)
NO. **51**)
Series of 2015)

**SUBJECT: ALLOCATION OF THE AUTHORIZED
3.5% DEDUCTIONS FROM PROJECT
FUNDS FOR ENGINEERING AND
ADMINISTRATIVE OVERHEAD (EAO)
FOR FY 2015**

Consistent with the commitment of the Department to fast track project implementation and the timely completion of all infrastructure projects, whether foreign-assisted or locally-funded, with the active participation of the District Engineering Offices in the implementation of Centrally/PMO and Regionally managed projects, and in accordance with Section 15, Special Provisions of GAA FY 2015, the breakdown of allocation of the authorized Engineering and Administrative Overhead Expenses for Capital Outlay projects under the FY 2014 DPWH Infrastructure Program indicated in D.O. No. 97, series of 2014, is hereby amended as follows:

For Foreign-Assisted Projects:

Percentage of Deductions/Retentions from Project Fund				
Central Office (CO)/PMO	Equipment	Reg'l Office (RO)	District Eng'g Office (DEO)	TOTAL
2.25%	0.25%	0.25%	0.75%	3.50%

For Locally-Funded Projects:

Percentage of Deductions/Retentions from Project Fund				
Implementing Office	Central Office (CO)	Regional Office (RO)	District Eng'g Office (DEO)	TOTAL
Central Office / PMO- Implemented	2.00%	0.50%	1.00%	3.50%
RO -Implemented	1.00%	1.50%	1.00%	3.50%
DEO- Implemented	.50%	0.50%	2.50%	3.50%

For those directly released to the Regional Offices and District Offices, which are authorized to deduct not more than 2.5% and 2% , respectively, of project cost for EAO expenses, the breakdown of allocation which shall apply to locally-funded projects, shall be as follows:

Implementing Office	Percentage of Deduction/Retentions from Project Fund		TOTAL
	Regional Office (RO)	District Engineering Office (DEO)	
RO – Implemented	2.00%	0.50%	2.50%
DEO – Implemented		2.00%	2.00%

For school building and other infrastructure projects of other departments/agencies being implemented by DPWH, an EAO of one half percent (.50%) of the project cost per Section 15 of the Special Provisions of the GAA, shall be imposed and shall be released fully to the Implementing Unit.

It is provided further that the engineering and administrative overhead expenses shall not be authorized for infrastructure projects costing One Million (P1,000,000.00) and below.

This Order supersedes Department Order No. 97 series of 2014, and shall take effect immediately.


ROGELIO L. SINGSON
Secretary

Department of Public Works and Highways
Office of the Secretary



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