



April 21, 2017

**MEMORANDUM**

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

This refers to the herein letter dated 17 April 2017 of Regional Director **Nerie D. Bueno** of Cordillera Administrative Region endorsing the request of District Engineer **Elehimicon M. Lorenzana**, Ifugao 1<sup>st</sup> District Engineering Office for the Modification of hereunder stated project under FY 2017 General Appropriation Act (GAA).

Project Description		Physical Target / Cost
As per GAA	As Modified	Original / Modified
MFO 1 – National Road Network Services - Network Development - Off-Carriageway Improvement including drainage – Secondary : Off-Carriageway Improvement: Shoulder Paving / Construction - Nueva Vizcaya-Ifugao-Mt Province Rd.	MFO 1 – National Road Network Services - Network Development -Off-Carriageway Improvement including drainage – Secondary : Off-Carriageway Improvement including drainage along Nueva Vizcaya-Ifugao-Mt Province Rd. K0304 + 128 - K0304 + 789, K0304 + 789 - K0305 + 226, K0305 + 226 - K0305 + 293, K0309 + 000 - K0310 + 000, K0312 + 668 - K0313 + 000, K0313 + 118 - K0314 + 000, K0314 + 040 - K0314 + 270, K0314 + 630 - K0314 + 733, K0318 + 000 - K0318 + 139, K0318 + 175 - K0318 + 436, K0319 + 082 - K0319 + 151, K0319 + 588 - K0319 + 635, K0319 + 696 - K0319 + 806, K0319 + 806 - K0320 + 032, K0320 + 520 - K0320 + 662, K0321 + 099 - K0321 + 444, K0321 + 444 - K0321 + 595, K0321 + 595 - K0321 + 734, K0321 + 734 - K0321 + 784, K0322 + 051 - K0322 + 124, K0322 + 310 - K0322 + 418	10,046.80 m <sup>2</sup>
(Off-Carriageway Improvement: Shoulder Paving / Construction)	K0318 + 530 - K0318 + 898 K0321 + 800 - K0321 + 871 K0322 + 418 - K0322 + 601 K0322 + 632 - K0322 + 793 K0323 + 115 - K0324 + 000 K0324 + 000 - K0324 + 738 K0324 + 786 - K0325 + 000 K0325 + 000 - K0325 + 641 K0328 + 931 - K0331 + 000 (Shoulder Paving/Construction)	16,081.22 m <sup>2</sup>
	Unit Cost (P'000) ₱2.587T/ m <sup>2</sup>	Estimated Cost (P'000) ₱41,596
	Allocation Cost (P'000) ₱41,596	

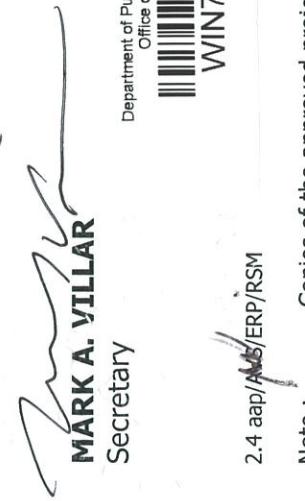
**Reason/s for Modification**

- The physical target of the project increased from 10,046.80 sq.m. to 16,081.22 sq.m., a difference of 6,034.42 sq.m. equivalent to 60.06%. The allocation is more than enough for the original target.
- The original unit cost of Php4,140.14/sq.m. decreased to Php2,586.62/sq.m., a decrease of Php1,553.52/sq.m. equivalent to 37.52%. The new unit cost was derived in the Detailed Unit Price Analysis
- In order to maximize fund utilization and in as much as there are still many sections needing off-carriageway improvement, additional stations were added, hence this modification.

Finding the herein request for modification in order, it is respectfully recommended to the Secretary for his consideration and approval.

  
**EUGENIO R. PIPO, JR.**  
Assistant Secretary for Regional Operations in Luzon  
Officer-in-Charge

**APPROVED / DISAPPROVED :**

  
**MARK A. VILLAR**  
Secretary  
Department of Public Works and Highways  
Office of the Secretary  
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2.4 aap/AM/ERP/RSM

Note : Copies of the approved project modification requests will be forwarded to the office of Undersecretary Maria Catalina E. Cabral.