

B. DEPARTMENT OF ENERGY

B.1. NATIONAL ELECTRIFICATION ADMINISTRATION

For subsidy requirements in accordance with the projects, as indicated hereunder..... P 1,897,500,000
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New Appropriations, by Program/Projects

Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
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A. PROJECT(S)				
Locally-Funded Project(s)		P 1,897,500,000		P 1,897,500,000
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TOTAL NEW APPROPRIATIONS		P 1,897,500,000		P 1,897,500,000
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Special Provision(s)

1. Subsidy to the National Electrification Administration. The amount of One Billion Eight Hundred Ninety Seven Million Five Hundred Thousand Pesos (P1,897,500,000) appropriated herein under the subsidy to NEA shall be used for the implementation of the National Rural Electrification Program.

The NEA is authorized to deduct engineering and administrative overhead (EAO) expenses not exceeding three percent (3%) of the project cost. The authorized EAO expenses shall be limited to: (i) pre-construction activities after detailed engineering; (ii) construction project management; (iii) testing and quality control; (iv) acquisition, rehabilitation and repair of related equipment and parts; and (v) contingencies in relation to pre-construction activities. The EAO expenses shall be treated or booked-up as capitalized expenditures and form part of the project cost.

In the implementation of the Barangay/Sitio Electrification Projects, the NEA shall observe the following:

(a) Prioritize barangay/sitios where the absolute number of indigents and the incidence of poverty are high as identified in the latest official poverty statistics of the PSA as well as those with the high probability of being energized;

(b) Loans outlay to electric cooperatives shall be recorded as equity contribution of the National Government to NEA when its authorized capitalization is increased by law, while grants thereto remain to be treated as subsidy;

(c) Release funds only to electric cooperatives which have fully liquidated funds from previous years' electrification projects: Provided, However, that in cases where the electric cooperatives are not qualified to implement projects for barangay and sitio electrification, the NEA may enter into a Memorandum of Agreement with DPWH, and the latter through its district engineering offices will implement the project; and

(d) Prohibition on the use of subsidy for the payment of salaries, allowances, incentives, separation or retirement benefits.

Release of funds for Barangay/Sitio Electrification Projects shall be subject to the following: i) submission of National Total Electrification Roadmap as certified by the DOE; ii) submission of parameters for the selection of beneficiary barangays/sitios as certified by the DOE; and iii) submission of a certification from the Barangay Chairperson on the population and number of houses per barangay/sitio, map of the municipality or city indicating the sitios and barangays to be energized, and cost of energizing a barangay/sitio.

2. Electric Cooperatives Emergency and Resiliency Fund. The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein shall be used exclusively for the Electric Cooperatives Emergency and Resiliency Fund pursuant to R.A. No. 11039.

3. Prior Years' Subsidy Releases from the National Government. The NEA is hereby authorized to use subsidy released for programs and projects from prior years until 2021 to cover the additional funding requirements of activities or projects covered by the programs or sub-programs indicated herein. Accordingly, the NEA shall prepare a work and financial plan covering the projects or activities to be funded from prior years' subsidies subject to the endorsement of the NEA's Board of Administrators, to be submitted to the DBM for approval. The NEA shall submit quarterly reports on the subsidy released to both Houses of Congress.

4. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the NEA.

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROJECT(S)					
Locally-Funded Project(s)					
310101200001000	Barangay/Sitio Electrification Project		1,677,500,000		1,677,500,000
310101200012000	Electric Cooperatives Emergency and Resiliency Fund		200,000,000		200,000,000
310101200021000	Installation of Solar Panels In Public Buildings		20,000,000		20,000,000
Sub-total, Locally-Funded Project(s)			1,897,500,000		1,897,500,000
Total, Project(s)			1,897,500,000		1,897,500,000
TOTAL NEW APPROPRIATIONS			P 1,897,500,000		P 1,897,500,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Financial Assistance/Subsidy	1,897,500
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Total Maintenance and Other Operating Expenses	1,897,500
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Total Current Operating Expenditures	1,897,500
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TOTAL NEW APPROPRIATIONS	1,897,500
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B.2. NATIONAL POWER CORPORATION

For subsidy requirements in accordance with the program and projects, as indicated hereunder..... P 1,314,107,000

New Appropriations, by Program/Projects

Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. REGULAR PROGRAMS				
3000000000000000 Operations	P	77,139,000		P 77,139,000
MISSIONARY ELECTRIFICATION PROGRAM		77,139,000		P 77,139,000
Total, Regular Programs		77,139,000		P 77,139,000
B. PROJECT(S)				
Locally-Funded Project(s)		1,236,968,000		1,236,968,000
Total, Project(s)		1,236,968,000		1,236,968,000
TOTAL NEW APPROPRIATIONS	P	1,314,107,000		P 1,314,107,000

Special Provision(s)

1. Subsidy to the National Power Corporation. The amount of One Billion Three Hundred Fourteen Million One Hundred Seven Thousand Pesos (P1,314,107,000) appropriated herein under the subsidy to NPC shall be used for the requirements of the Missionary Electrification Program.

Release of funds shall be subject to the submission of: (i) program of work for each Small Power Utilities Group plant covered indicating the project description and implementation schedule; and (ii) originating letter request from electric cooperatives which shall contain the description of work.

2. Missionary Electrification. The NPC, in the implementation of its missionary electrification function and the use of the National Government subsidy, shall prioritize new areas and the use of hybrid generation systems with renewable energy over diesel generator sets.

3. Prior Years' Subsidy Releases from the National Government. The NPC is hereby authorized to use subsidy released for programs and projects from prior years to cover the additional funding requirements of activities or projects covered by the programs or sub-programs indicated herein. Accordingly, the NPC shall prepare a work and financial plan covering the projects or activities to be funded from prior years' subsidies subject to the endorsement of the NPC's Board of Directors, to be submitted to the DBM for approval. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 16, 2022, Volume I-B, pages 789-790, R.A. No. 11936)

4. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the NPC.

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
REGULAR PROGRAMS					
3000000000000000	Operations				
3101000000000000	MISSIONARY ELECTRIFICATION PROGRAM		77,139,000		77,139,000
310100100001000	Commissioning of additional generating capacity		77,139,000		77,139,000
Sub-total, Operations			77,139,000		77,139,000
Total, Regular Programs			77,139,000		77,139,000
PROJECT(S)					
Locally-Funded Project(s)					
310100200001000	Construction of Transmission Lines and Substation Facilities		867,835,000		867,835,000
310100200005000	Construction/Installation of distribution lines		369,133,000		369,133,000
Sub-total, Locally-Funded Project(s)			1,236,968,000		1,236,968,000
Total, Project(s)			1,236,968,000		1,236,968,000
TOTAL NEW APPROPRIATIONS			P 1,314,107,000		P 1,314,107,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Financial Assistance/Subsidy

1,314,107

Total Maintenance and Other Operating Expenses

1,314,107

Total Current Operating Expenditures

1,314,107

TOTAL NEW APPROPRIATIONS

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