

E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

E.1. LOCAL WATER UTILITIES ADMINISTRATION

For subsidy requirements in accordance with the projects as indicated hereunder.....P 2,124,750,000
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New Appropriations, by Program/Projects
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PROJECT(S)	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Locally-Funded Project(s)		P 2,124,750,000		P 2,124,750,000
Total, Project(s)		2,124,750,000		2,124,750,000
TOTAL NEW APPROPRIATIONS		P 2,124,750,000		P 2,124,750,000

Special Provision(s)

1. Subsidy to the Local Water Utilities Administration. The amount of Two Billion One Hundred Twenty Four Million Seven Hundred Fifty Thousand Pesos (P2,124,750,000) appropriated herein as subsidy for the Local Water Utilities Administration (LWUA) shall be used in support of the following projects:

Construction of Level III Potable Water Supply Systems including water supply provision in the National Housing Authority's (NHA) Resettlement Area - P2,046,750,000

Conduct of Feasibility Studies for Sanitation Project - P78,000,000

For Construction of Level III Potable Water Supply Systems, the LWUA 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 above Projects, the LWUA shall observe the following:

- (a) Loans outlay to water districts shall be recorded as equity contribution of the National Government to LWUA when its authorized capitalization is increased by law, while grants thereto remain to be treated as subsidy;
- (b) Prohibition on the use of subsidy for the payment of salaries, allowances, incentives, separation or retirement benefits; and
- (c) Compliance with the provisions of R.A. No. 9184, its IRR and GPPB guidelines.

Release of funds for Level III Potable Water Supply Systems shall be subject to the submission of the program of work for each project as well as a MOA between LWUA and the water-district beneficiary.

The LWUA shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the utilization of funds. The Administrator of LWUA and the Administration's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the LWUA website.

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

GENERAL APPROPRIATIONS ACT, FY 2017

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROJECTS				
Locally-Funded Projects				
Water Management		P 2,124,750,000		P 2,124,750,000
Water Supply		2,046,750,000		2,046,750,000
Level III Potable Water Supply		2,046,750,000		2,046,750,000
Water Treatment System		78,000,000		78,000,000
Sanitation Program		78,000,000		78,000,000
Sub-total, Locally-Funded Project(s)		2,124,750,000		2,124,750,000
Total Project(s)		2,124,750,000		2,124,750,000
TOTAL NEW APPROPRIATIONS		P 2,124,750,000		P 2,124,750,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

A. Programs/Locally-Funded Project(s)

Current Operating Expenditures

Maintenance and Other Operating Expenses				
Financial Assistance/Subsidy				2,124,750
Total Maintenance and Other Operating Expenses				2,124,750
Total Current Operating Expenditures				2,124,750
Total Programs/Locally-Funded Project(s)				2,124,750
TOTAL NEW APPROPRIATIONS				2,124,750