

B. DEPARTMENT OF ENERGY

B. 1. NATIONAL ELECTRIFICATION ADMINISTRATION

For subsidy requirements in accordance with the program(s) and project(s) as indicated hereunder..... P 2,299,625,000
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New Appropriations, by Program

Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
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PROGRAMS				
30000000000000000000 Operations		P 2,299,625,000		P 2,299,625,000
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NATIONAL RURAL ELECTRIFICATION PROGRAM		2,299,625,000		2,299,625,000
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TOTAL NEW APPROPRIATIONS		P 2,299,625,000		P 2,299,625,000
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Special Provision(s)

1. Subsidy to the National Electrification Administration. The amount of Two Billion Two Hundred Ninety Nine Million Six Hundred Twenty Five Thousand Pesos (P2,299,625,000) 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 Sitio Electrification Projects, the NEA shall observe the following:

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

Release of funds for Sitio Electrification Projects shall be subject to the following: (a) submission of national unified electrification strategy as certified by DOE; (b) submission of parameters for the selection of beneficiary sitios as certified by DOE; and (c) submission of a certification from the barangay chairperson on the population and number of houses per sitio, map of the municipality or city indicating the sitios and barangays to be energized and cost of energizing a sitio.

2. Subsidy for the Quick Response Fund. The amount of One Hundred Million Pesos (P100,000,000) appropriated herein as subsidy for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for the replacement, reconstruction, rehabilitation or repair of distribution facilities in order that the situation and living conditions of people in communities or areas affected by natural or human-induced calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities, such as conduct of training, insurance of assets, and public information and information initiatives, or any other purpose not authorized in this Act.

3. Electric Cooperatives Emergency and Resiliency Fund. The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein shall be used exclusively for the electric cooperatives emergency and resiliency fund pursuant to R.A. No. 11039 otherwise known as the "Electric Cooperatives Emergency And Resiliency Fund Act."

4. Prior Years' Subsidy Releases from the National Government. The NEA is hereby authorized to use subsidy released for programs and projects in 2017 and prior years 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.

5. 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
PROGRAMS					
30000000000000	Operations				
31000000000000	Access to electrification expanded		P 2,299,625,000		P 2,299,625,000
31010000000000	NATIONAL RURAL ELECTRIFICATION PROGRAM		2,299,625,000		2,299,625,000
31010100000000	Sitio Electrification Sub-program		2,299,625,000		2,299,625,000

Projects

Locally-Funded Project(s)	2,299,625,000	2,299,625,000
310101200001000 Sitio Electrification Project	1,398,825,000	1,398,825,000
310101200004000 Quick Response Fund	100,000,000	100,000,000
310101200010000 Philippine Counterpart on the Japan International Cooperation Agency Donation for Bangsamoro Autonomous Region in Muslim Mindanao Electric Cooperatives	145,837,000	145,837,000
310101200011000 Electrification of LGUs/NGOs Resettlement Sites	109,963,000	109,963,000
310101200012000 Electric Cooperatives Emergency and Resiliency Fund	500,000,000	500,000,000
310101200013000 Establishment of Customer Management and Quick Response System for Selected Electric Cooperatives	45,000,000	45,000,000
Camarines Sur II Electric Cooperative, Inc.	15,000,000	15,000,000
Central Pangasinan Electric Cooperative, Inc.	15,000,000	15,000,000
Tablas Island Electric Cooperative, Inc.	15,000,000	15,000,000
Sub-total, Operations	2,299,625,000	2,299,625,000
TOTAL NEW APPROPRIATIONS	P 2,299,625,000	P 2,299,625,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses	
Financial Assistance/Subsidy	2,299,625
Total Maintenance and Other Operating Expenses	2,299,625
Total Current Operating Expenditures	2,299,625
TOTAL NEW APPROPRIATIONS	2,299,625

B.2. NATIONAL POWER CORPORATION

For subsidy requirements in accordance with the program(s) and project(s), as indicated hereunder..... P 1,186,206,000
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New Appropriations, by Program

		Current Operating Expenditures			
		Personnel	Maintenance and Other	Capital	Total
		Services	Operating Expenses	Outlays	
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PROGRAMS					
3000000000000000	Operations		P 1,186,206,000		P 1,186,206,000
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	MISSIONARY ELECTRIFICATION PROGRAM		1,186,206,000		1,186,206,000
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	TOTAL NEW APPROPRIATIONS		P 1,186,206,000		P 1,186,206,000
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Special Provision(s)

1. Subsidy to the National Power Corporation. The amount of One Billion One Hundred Eighty Six Million Two Hundred Six Thousand Pesos (P1,186,206,000) appropriated herein under the subsidy to NPC shall be used for the capital 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. Prior Years' Subsidy Releases from the National Government. The NPC is hereby authorized to use subsidy released for programs and projects in 2017 and 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.

3. 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 (Cash-Based)

		Current Operating Expenditures			
		Personnel	Maintenance and Other	Capital	Total
		Services	Operating Expenses	Outlays	
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PROGRAMS					
3000000000000000	Operations				
3100000000000000	Access to electrification expanded		P 1,186,206,000		P 1,186,206,000
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31010000000000	MISSIONARY ELECTRIFICATION PROGRAM	1,186,206,000	1,186,206,000
310100100001000	Commissioning of additional generating capacity	900,520,000	900,520,000
Projects			
	Locally-Funded Project(s)	285,686,000	285,686,000
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310100200001000	Construction of Transmission Lines and Substation Facilities	285,686,000	285,686,000
	Sub-total, Operations	1,186,206,000	1,186,206,000
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	TOTAL NEW APPROPRIATIONS	P 1,186,206,000	P 1,186,206,000
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New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

	Maintenance and Other Operating Expenses	
	Financial Assistance/Subsidy	1,186,206

	Total Maintenance and Other Operating Expenses	1,186,206

	Total Current Operating Expenditures	1,186,206

	TOTAL NEW APPROPRIATIONS	1,186,206
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