

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
 =====

New Appropriations, by Program

Current Operating Expenditures

| | Personnel Services | Maintenance and Other Operating Expenses | Capital Outlays | Total |
|--|-----------------------|---|--------------------|-----------------|
| | ----- | ----- | ----- | ----- |
| PROGRAMS | | | | |
| 30000000000000000000 Operations | | P 2,299,625,000 | | P 2,299,625,000 |
| | | ----- | | ----- |
| NATIONAL RURAL ELECTRIFICATION PROGRAM | | 2,299,625,000 | | 2,299,625,000 |
| | | ----- | | ----- |
| TOTAL NEW APPROPRIATIONS | | P 2,299,625,000 | | P 2,299,625,000 |
| | | ===== | | ===== |

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 |