

Special Provision(s)

1. Subsidy to the National Electrification Administration. The amount of Two Billion Four Hundred Ninety Seven Million Five Hundred Thousand Pesos (P2,497,500,000) 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 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) 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; and

(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 Sitio Electrification Projects shall be subject to the following: (a) submission of National Unified Electrification Strategy as certified by the DOE; (b) submission of parameters for the selection of beneficiary sitios as certified by the 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. Electric Cooperatives Emergency and Resiliency Fund. The amount of Seven Hundred Fifty Million Pesos (P750,000,000) 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 in 2018 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.

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 (Cash-Based)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
30000000000000	Operations				
31000000000000	00 : Access to electrification expanded		P 2,497,500,000		P 2,497,500,000
31010000000000	NATIONAL RURAL ELECTRIFICATION PROGRAM		2,497,500,000		2,497,500,000
31010100000000	Sitio Electrification Sub-program		2,497,500,000		2,497,500,000
Projects					
Locally-Funded Project(s)			2,497,500,000		2,497,500,000
310101200001000	Sitio Electrification Project		1,627,500,000		1,627,500,000

Special Provision(s)

1. Subsidy to the National Power Corporation. The amount of One Billion Thirty Six Million Two Hundred Six Thousand Pesos (P1,036,206,000) 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 2018 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			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
PROGRAMS				
3000000000000000 Operations				
3100000000000000 00 : Access to electrification expanded		P 1,036,206,000		P 1,036,206,000
3101000000000000 MISSIONARY ELECTRIFICATION PROGRAM		1,036,206,000		1,036,206,000
310100100001000 Commissioning of additional generating capacity		1,036,206,000		1,036,206,000
Sub-total, Operations		1,036,206,000		1,036,206,000
TOTAL NEW APPROPRIATIONS		P 1,036,206,000		P 1,036,206,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses	
Financial Assistance/Subsidy	1,036,206
Total Maintenance and Other Operating Expenses	1,036,206
Total Current Operating Expenditures	1,036,206
TOTAL NEW APPROPRIATIONS	1,036,206