

E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

E.1. LOCAL WATER UTILITIES ADMINISTRATION

STRATEGIC OBJECTIVES

- MANDATE : To promote and oversee the development of water supply systems in provinces, cities and municipalities outside of Metropolitan Manila
- VISION : The leader in building self-reliant and sustainable water utilities, we envision by 2016 to be the preferred partner to all water service providers toward serving the Filipino people in the countryside.
- MISSION, : To develop water utilities into self-sustaining institutions by providing financial, technical, institutional and regulatory assistance.
- To promote universal access to potable water by partnering with other government agencies and private institutions in the development of water service providers.
- To promote sanitation including septage and sewerage.
- To build and sustain a viable, effective and world-class organization.
- KEY RESULT AREAS : Poverty reduction and empowerment of the poor and vulnerable
- SECTOR OUTCOME : Quality, adequacy and accessibility of infrastructure facilities and services enhanced
- ORGANIZATIONAL OUTCOME : 1. Access of Filipinos outside Metro Manila to 24/7 level III water supply

SECTION 1 : EXPENDITURE PROGRAM
(in pesos)

No. / Code	PURPOSE	2014 Actual	2015 Current	2016 Proposed
	Projects	565,000,000		1,394,547,000
	MOOE	565,000,000		1,394,547,000
TOTAL AGENCY BUDGET		565,000,000		1,394,547,000
	MOOE	565,000,000		1,394,547,000

STAFFING SUMMARY

	2014	2015	2016
TOTAL STAFFING			
Total Number of Authorized Positions	447	447	447
Total Number of Filled Positions	447	368	447

SECTION 2 : EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2016
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):		1,394,547,000		1,394,547,000
National Capital Region (NCR)		991,547,000		991,547,000
Region I - Ilocos		31,000,000		31,000,000
Cordillera Administrative Region (CAR)		25,000,000		25,000,000
Region II - Cagayan Valley		50,000,000		50,000,000
Region III - Central Luzon		55,000,000		55,000,000
Region IVA - CALABARZON		10,000,000		10,000,000
Region V - Bicol		15,000,000		15,000,000
Region VI - Western Visayas		119,000,000		119,000,000
Region VIII - Eastern Visayas		68,000,000		68,000,000
Region IX - Zamboanga Peninsula		30,000,000		30,000,000
TOTAL AGENCY BUDGET		1,394,547,000		1,394,547,000

SECTION 3 : SPECIAL PROVISION(S)

- Subsidy to the Local Water Utilities Administration The amount of One Billion Three Hundred Ninety Four Million Five Hundred Forty Seven Thousand Pesos (P1,394,547,000) appropriated herein as subsidy for the Local Water Utilities Administration (LWUA) shall be used in support of the following projects:

The LWUA is authorized to deduct engineering and administrative overhead (EAO) expenses not exceeding six percent (6%) 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; and

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

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

The LWUA shall submit to the DBM, the House 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.

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

SECTION 4 : PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2016 Targets
Access of Filipinos outside Metro Manila to 24/7 level III water supply		
Percentage of operational water districts with 24/7 supply of service	72%	90%

Appropriations/Obligations

(In Thousand Pesos)

Description	2014	2015	2016
New General Appropriations	565,000		1,394,547
General Fund R.A. No. 10633	565,000		1,394,547
TOTAL OBLIGATIONS	565,000		1,394,547

Proposed New Appropriations Language

For subsidy requirements in accordance with the projects as indicated hereunder.....P 1,394,547,000

New Appropriations, by Programs/Activities/Projects

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
PROGRAMS				
0000040000000000 Locally-Funded Projects		P 1,394,547,000		P 1,394,547,000
0000040600000000 Water Management		1,394,547,000		1,394,547,000
0000040601000000 Water Supply		1,394,547,000		1,394,547,000
2030040601000001 Level III Potable Water Supply		403,000,000		403,000,000
Region I - Ilocos		31,000,000		31,000,000
Cordillera Administrative Region (CAR)		25,000,000		25,000,000
Region II - Cagayan Valley		50,000,000		50,000,000
Region III - Central Luzon		55,000,000		55,000,000
Region IVA - CALABARZON		10,000,000		10,000,000
Region V - Bicol		15,000,000		15,000,000
Region VI - Western Visayas		119,000,000		119,000,000
Region VIII - Eastern Visayas		68,000,000		68,000,000
Region IX - Zamboanga Peninsula		30,000,000		30,000,000
2030040601000002 Construction of Water Supply System in the NHA Yolanda Permanent Housing Sites		991,547,000		991,547,000
Sub-total, Locally-Funded Project(s)		1,394,547,000		1,394,547,000
TOTAL PROJECTS		P 1,394,547,000		P 1,394,547,000
TOTAL NEW APPROPRIATIONS		P 1,394,547,000		P 1,394,547,000

Obligations, by Object of Expenditures

CYs 2014-2016
(In Thousand Pesos)

	2014	2015	2016
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy	565,000		1,394,547
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	565,000		1,394,547
GRAND TOTAL	565,000		1,394,547