

E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

E.1. LOCAL WATER UTILITIES ADMINISTRATION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	<u>1,394,547</u>	<u>2,124,750</u>	<u>105,000</u>
General Fund	1,394,547	2,124,750	105,000
Budgetary Adjustment(s)	<u>434,623</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	371,000		
Rehabilitation and Reconstruction Program	<u>63,623</u>		
<b>TOTAL OBLIGATIONS</b>	<u>1,829,170</u> =====	<u>2,124,750</u> =====	<u>105,000</u> =====

**EXPENDITURE PROGRAM**  
(in pesos)

<u>PURPOSE</u>	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Current</u>	<u>2018</u> <u>Proposed</u>
Operations			<u>105,000,000</u>
Regular			<u>105,000,000</u>
MOOE			105,000,000
Projects / Purpose	<u>1,829,170,000</u>	<u>2,124,750,000</u>	
MOOE	1,829,170,000	2,124,750,000	

TOTAL AGENCY BUDGET	<u>1,829,170,000</u>	<u>2,124,750,000</u>	<u>105,000,000</u>
Regular			105,000,000
MOOE			105,000,000
Projects / Purpose	<u>1,829,170,000</u>	<u>2,124,750,000</u>	
MOOE	1,829,170,000	2,124,750,000	

STAFFING SUMMARY

	<u>2016</u>	<u>2017</u>	<u>2018</u>
TOTAL STAFFING			
Total Number of Authorized Positions	447	447	447
Total Number of Filled Positions	354	351	256

Proposed New Appropriations Language

For subsidy requirements in accordance with the project(s) as indicated hereunder.....P 105,000,000  
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OPERATIONS BY PROGRAM	<u>PROPOSED 2018</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
WATER SUPPLY AND SANITATION PROGRAM		105,000,000		105,000,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2018  
 (in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation		105,000,000		105,000,000
National Capital Region (NCR)		105,000,000		105,000,000
TOTAL AGENCY BUDGET	=====	105,000,000	=====	105,000,000

SPECIAL PROVISION(S)

1. Subsidy to the Local Water Utilities Administration. The amount of One Hundred Five Million Pesos (P105,000,000) appropriated herein as subsidy for the Local Water Utilities Administration (LWUA) shall be used for the Provision of Level III Potable Water Supply Systems.

For Provision 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 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. In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the LWUA.

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROGRAMS				
3000000000000000 Operations	P	105,000,000	P	105,000,000
3100000000000000 00 : Access of Filipinos to adequate Level III water supply and sanitation system improved		105,000,000		105,000,000
3101000000000000 WATER SUPPLY AND SANITATION PROGRAM		105,000,000		105,000,000
310100100001000 Provision of Level III potable water supply and adequate sanitation system		105,000,000		105,000,000
Sub-total, Operations		105,000,000		105,000,000
TOTAL NEW APPROPRIATIONS	P	105,000,000	P	105,000,000

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy	1,829,170	2,124,750	105,000
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	1,829,170	2,124,750	105,000
GRAND TOTAL	1,829,170	2,124,750	105,000

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Infrastructure development accelerated and operations sustained  
2. Clean and healthy environment protected

ORGANIZATIONAL  
OUTCOME : Access of Filipinos to adequate Level III water supply and sanitation system improved

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2018 Targets</u>
Access of Filipinos to adequate Level III water supply and sanitation system improved		
WATER SUPPLY AND SANITATION PROGRAM		
Outcome Indicators		
1. Percentage increase on number of households in operational water district areas with direct access to level III potable water supply and sanitation	34.34%	36.87% (2.53%)
2. Percentage of local water districts eligible to grant FY 2017 Performance-Based Bonus	36%	43%
3. Percentage of population with access to potable operational water supply and adequate sanitation in water district areas	39.22%	43.66%
Output Indicators		
1. Number of feasibility study/source development projects started	0	35
2. Number of financial evaluations completed	27	35