



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
OFFICE OF THE SECRETARY
MANILA

09713 DPWH R
2-13-91

February 07, 1991

DEPARTMENT ORDER)

SUBJECT: GUIDELINES ON DEFERRED
RECOUPMENT OF ADVANCE
PAYMENT

NO.

31

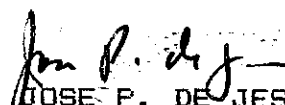
Series of 1991

As a matter of DPWH policy in order to extend financial assistance to contractors in their on-going contracts with this Department, all implementing offices (i.e., Regional/District Engineering Offices and PMO's) are hereby enjoined to accept requests from concerned contractors to defer the regular recoupment from their progress billings of advance payments granted by DPWH with corresponding proposals on how to accelerate the recoupment after the deferment period.

In this connection, the following guidelines are hereby issued:

1. Contractors will request deferment in writing indicating period(s) of deferment and specifying therefor the manner of recoupment after the requested grace period shall have lapsed.
2. The Implementing Offices shall review the request and recommend necessary action of the official who approved the original contract, specifically seeing to it that subsequent recoupments shall be such that the total advance payments will be recovered within the contract time of the project and ensuring that cash flows of the contractor will not be impaired thereby to the detriment of successful project completion.
3. Whatever is the agreed-upon grace period and the rate of recoupment after this grace period, same shall be confirmed by the contractor's surety thru his written conforme.

This order takes effect immediately unless otherwise modified and/or revoked.


JOSE P. DE JESUS
Secretary