



Republic of the Philippines
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
OFFICE OF THE SECRETARY
Manila

897. 13 OPAH
08-07-2015

AUG 05 2015

DEPARTMENT ORDER)
No. **125**)
Series of 2015)
28.07.15

**SUBJECT: LIMITING THE TOTAL PAYMENT FOR
PROGRESS BILLING OF ALL LOCALLY
FUNDED PROJECTS TO 95% AND
90% OF THEIR RESPECTIVE TOTAL
CONTRACT COST**

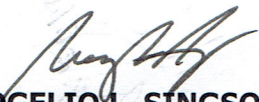
It has been observed that contractors are allowed to claim and collect progress billing up to 90% of the total amount of the project. The said limitation, however, appears to be disadvantageous to contractors implementing projects more than ₱ 100 Million.

Thus, in order to set the amount collectible by, and payable to, the project contractors pursuant to the pertinent provisions of the law, all Heads of the various Project Implementing Offices (Unified Project Management Offices/Regional/District Engineering Offices) of this Department shall henceforth limit the cumulative amount for progress billing to be collected by a contractor, solely for financial accomplishment, in the case of locally-funded projects, to a maximum percentage of the total contract amount of the project, viz:

- Above ₱ 100 Million -95%
- ₱ 100 Million and below -90%

The remaining balance/uncollected of the progress billing, except the retention money, will be paid to the contractor upon issuance of the Certificate of Completion for the project by the Head of the Implementing Office (IO).

This order supersedes D.O. 31, series of 2011, and shall take effect immediately.


ROGELIO L. SINGSON
Secretary

Department of Public Works and Highways
Office of the Secretary



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