



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

097.13 DSOH
10-28-2004

OCT 28 2004

DEPARTMENT ORDER) SUBJECT: PRESCRIBING LIMITATIONS ON VARIATION
No. 204)
Series of 2004 10-28-04

To provide for more efficient planning, implementation, and financial management of infrastructure projects, the following limitations on Variation Orders shall be strictly observed for all civil works contracts, both locally-funded and foreign-assisted, that are still to be advertised for bidding or negotiated as of this date:

1. Variation Orders shall be limited to the original scope of the approved original contract.
2. The cumulative amount of Variation Orders shall not exceed ten percent (10%) of the original contract cost, provided that the sum of the said cumulative amount of Variation Orders and the original contract cost shall not exceed the Approved Budget for the Contract, as applicable.

This Order shall take effect immediately and shall supersede all previous Department Orders and other issuances or portions thereof that are inconsistent herewith.


FLORANTE SORIQUEZ
Acting Secretary