



07 April 2017

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

**MEMORANDUM**

**FOR : HONORABLE MARK A. VILLAR**  
Secretary  
This Department

Respectfully submitted is Memorandum dated 27 March 2017 of **OIC-Regional Director POL M. DELOS SANTOS** of DPWH-XIII, requesting approval of the Modification of Project to be implemented by the Agusan del Sur 1<sup>st</sup> DEO of said region under the FY 2017 GAA in the prescribed form (2017, version 2.1), to wit:

FROM	TO
<b>MFO 1 – National Road Network Services Road Upgrading (unpaved to paved) based on Gravel Road Strategies, Traffic Benchmark for Upgrading to Paved Road Standards (HDM-4 Project Analysis) – Tertiary Road</b> Road Upgrading Gravel to Paved Butuan City- Talacogon-Loreto-Veruela-Sta. Josefa Road K1326+527 - K1327+746	<b>MFO 1 – National Road Network Services Road Upgrading (unpaved to paved) based on Gravel Road Strategies, Traffic Benchmark for Upgrading to Paved Road Standards (HDM-4 Project Analysis) – Tertiary Road</b> Road Upgrading (Unpaved to Paved) along Butuan City-Talacogon-Loreto-Veruela-Sta. Josefa Road K1326+527 - <b>K1326+774</b>
Allocation : ₱ 7,000,000.00 Physical Target : 2.450 lane km Unit Cost : ₱ 2,857,142.86/lane km	Allocation : ₱ 7,000,000.00 Physical Target : 0.494 lane km Unit Cost : ₱ 14,170,040.49/lane km

**JUSTIFICATION:** The modification is requested due to the shortening in the physical target from 2.450 lane km to 0.494 lane km as a result of the reduction in the allocated amount from the NEP to FY 2017 GAA. The original amount allocated in the NEP was 49,000,000.00 with the physical target of 2.450 lane km however, in the final FY 2017 GAA the allocation was reduced to only 7,000,000.00 but the physical target of 2.450 lane km remained the same. The allocated budget can only construct 0.494 lane km of concrete road.

Enclosed are the required documents, such as, Evaluation Form (2017, version 2.1), Certificate of the Availability of Funds (CAF), Original and Modified Program of works (POW), Budget Profile (BP-202), BMS Data, Geo-tagged pictures and location Map for ready references.

In view of the above, the request for Modification of the Project is respectfully recommended for the Honorable Secretary's approval.

**RAFAEL C. YABUT**  
Senior Undersecretary  
for Regional Operations in Visayas-Mindanao

**DIMAS S. SOGUILON**  
ASSISTANT SECRETARY

**APPROVED/DISAPPROVED:**

**ROMEO S. MOMO**  
Undersecretary  
Officer-in-Charge-DPWH

