



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

Reference Number: **IX-044**
Project ID: **P00603740MN**

March 22, 2022

MEMORANDUM

FOR : **ROGER G. MERCADO**
Acting Secretary
This Department

This refers to the memorandum dated 21 March 2022 of **DPWH Region IX Director CAYAMOMBAO D. DIA**, requesting for the **modification** of the project under FY 2022 GAA, to wit;

As per GAA/Original			As Modified		
Project Description					
UACS No. 310205100731000 Project ID: P00603740MN					
OO1: Ensure Safe and Reliable National Road System - Network Development - Construction of Missing Links/ New Roads			OO1: Ensure Safe and Reliable National Road System - Network Development - Construction of Missing Links/ New Roads		
Sindangan - Bayog - Lakewood Road, Package 1, Zamboanga Del Norte			Sindangan - Bayog - Lakewood Road, Package 1, Zamboanga Del Norte		
Type of Work/ Physical Target	Unit Cost	Allocation	Type of Work/ Physical Target	Unit Cost	Estimated Cost
CW1- Construction of Concrete Road/ 1.60 Lane Km	₱ 44,028,125.00/ Lane km	₱ 70,445,000.00	CW1- Construction of Concrete Road/ 2.34 Lane Km	₱ 27,500,000.00/ Lane km	₱ 64,350,000.00
			ROW- Right-Of-Way Acquisition/ 16,666.667 sq.m.	₱ 300.00/ sq.m.	₱ 5,000,000.00
EAO	-	₱ 2,555,000.00	EAO	-	₱ 2,555,000.00
Total: ₱ 73,000,000.00			Sub-total: ₱ 71,905,000.00		
			Excess: ₱ 1,095,000.00		
			Total: ₱ 73,000,000.00		
Justification:					
• The Increase in physical target/decrease in the unit cost is due the minimal correction on the vertical and horizontal alignment requiring lesser earthworks, which contributed to the decrease in cost per kilometer of the road project.					
• Inclusion of Right-of-Way Acquisition based on the result of the conducted parcelary survey to compensate affected owners of structures/improvements within the width and station limit of the project. The derived unit cost for ROW Acquisition is based on the prevailing market values in the locality.					
• Based on the project estimates with reference to the approved Program of Works (POW), the allotted fund is more than enough to suffice the requirement of the project, hence, there is an excess of ₱ 1,095,000.					
• See attached Certificate of Reasonableness of Cost Estimate signed and approved by the Regional Director.					

Based on our evaluation, the submitted request for modification of the said project is in order; hence, approval hereof is recommended.

EUGENIO R. PIPO, JR.
Undersecretary for Regional Operations in Mindanao

APPROVED / DISAPPROVED:

ROGER G. MERCADO
Acting Secretary

2.3 mksa/AVS/AGC/ERP

Department of Public Works and Highways
Office of the Secretary



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