



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

July 18, 2019

MEMORANDUM

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

This refers to the memorandum dated 16 July 2019 of **DPWH Region IX Director CAYAMOMBAO D. DIA**, requesting for the **modification** of the project under FY 2019 GAA, to wit;

As per GAA/Original			As Modified		
Project Description			Project Description		
UACS No. 310205100264000 Project ID: P00304100MN			OO1: Ensure Safe and Reliable National Road System – Network Development - Construction of Missing Links/ New Roads		
Labangan-Midsalip Road, Zamboanga Del Sur			Labangan-Midsalip Road, Zamboanga Del Sur		
Type of Work/ Physical Target	Unit Cost	Allocation	Type of Work/ Physical Target	Unit Cost	Estimated Cost
CW1- Construction of Gravel Road / 10.980 lane km	₱ 4.39 M/ lane km	₱ 48,250,000	CW1- Construction of Gravel Road / 3.44 lane km	₱ 14.61 M/ lane km	₱ 50,259,435.05
ROW Acquisition 33,333.33 sq.m.	₱ 300.00/ sq.m.	₱ 10,000,000	ROW Acquisition 33,333.33 sq.m.	₱ 229.22/ sq.m.	₱ 7,640,564.96
EAO	-	₱ 1,750,000	EAO	-	₱ 1,759,080.23
			Subtotal		₱ 59,659,080.24
			Excess		₱ 340,919.76
		Total: ₱ 60.00 M			Total: ₱ 60.00 M
Justification:					
<ul style="list-style-type: none">Correction of Physical Target. The original physical target was 10.98 lane km with an allocation of ₱110.0M during NEP Errata (copy attached), however, in the GAA, the allocation decreased from ₱110.0M to ₱60.0M, and yet the physical remain the same, 10.98 lane km.Increase in unit cost for CW1- Construction of Gravel Road due to cost of earthworks which constituted 10.54% of the total project cost and inclusion of drainage and slope protection structure to protect the road from scouring.EAO decreased, since fund allocation for ROW should not be charged with EAO. It resulted to an excess of ₱340,919.76.					

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

DIMAS S. SUGULON, CESO I
Undersecretary for Regional Operations in Mindanao

APPROVED/DISAPPROVED:

MARK A. VILLAR
Secretary