

E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

E.1 Local Water Utilities Administration

STRATEGIC OBJECTIVES

MANDATE

The Local Water Utilities Administration shall primarily be a specialized lending institution for the promotion, development and financing of local water utilities.

VISION

To be the preferred partner to all water service providers toward serving the Filipino people in the countryside by 2016

MISSION

To develop water utilities into self-sustaining institutions by providing financial, technical, institutional and regulatory assistance

To promote universal access to potable water by partnering with other government agencies and private institutions in the development of water service providers

To promote sanitation including septage and sewerage

KEY RESULT AREAS

Poverty Reduction and Empowerment of the Poor and Vulnerable Rapid, Inclusive and Sustained Economic Growth

SECTOR OUTCOME

Quality, adequacy and accessibility of infrastructure facilities and services enhanced

ORGANIZATIONAL OUTCOME

Access of additional 1.64 Million Filipinos outside Metro Manila to Level 3 water supply systems

Access of the population to sewerage and septage management systems

New Appropriations, by Program/Project

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	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROJECTS				
400000000 Locally-Funded Projects	P 565,000,000			P 565,000,000
Total, Projects		565,000,000		565,000,000
TOTAL NEW APPROPRIATIONS	P 565,000,000			P 565,000,000

New Appropriations, by Central/Regional Allocation

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	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
REGION				
Regional Allocation	P 565,000,000			P 565,000,000
Cordillera Administrative Region (CAR)		153,600,000		153,600,000
Region V - Bicol		5,830,000		5,830,000
Region VIII - Eastern Visayas		128,250,000		128,250,000
Region IX - Zamboanga Peninsula		46,200,000		46,200,000
Region XIII - CARAGA		231,120,000		231,120,000
Total New Appropriations	P 565,000,000			P 565,000,000

Special Provision(s)

1. Subsidy to the Local Water Utilities Administration. The amount of Five Hundred Sixty Five Million Pesos (P565,000,000) appropriated herein as subsidy for the Local Water Utilities Administration (LNWA) shall be used exclusively for Level 3 Potable Water System. In no case shall said amount be used for the payment of salaries, allowances, incentives, and separation and retirement benefits of the LNWA.

The foregoing subsidy releases may be used to cover loans outlay or grants to water districts, including the engineering and administrative overhead (EAO) expenses not exceeding six percent (6%) of the project cost: PROVIDED, That the EAO shall only cover expenses for pre-construction activities after detailed engineering, construction project management, testing and quality control, and acquisition, rehabilitation and repair of heavy equipment and other related equipment and parts used in the implementation of water projects and contingencies in relation to pre-construction activities: PROVIDED, FURTHER, That subsidy releases used as loans outlay shall be treated as equity contribution of the National Government to LNWA in the event that its authorized capitalization is increased by law while the amount corresponding to the grants given to water districts shall remain as subsidy: PROVIDED, FURTHERMORE, That unless otherwise provided in the terms and conditions of the grant, all grants and subsidies to water districts shall be actually transferred to the exclusive account of the water districts, which shall implement the project by themselves, bid the same to qualified contractors, or do the actual purchase of materials needed in the construction, repair or rehabilitation of their respective water projects.

2. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the LNWA.