

XVIII. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

A. OFFICE OF THE SECRETARY

STRATEGIC OBJECTIVES

MANDATE

The DPMH is mandated to undertake (a) the planning of infrastructure, such as national roads and bridges, flood control, water resources projects and other public works; and (b) the design, construction, and maintenance of national roads and bridges, and major flood control systems

VISION

By 2030, DPMH is an effective and efficient government agency, improving the life of every Filipino through quality infrastructure.

MISSION

To provide and manage quality infrastructure facilities and services responsive to the needs of the Filipino people in the pursuit of national development objectives.

KEY RESULT AREAS

1. Rapid, Inclusive, and Sustained Economic Growth
2. Integrity of the Environment and Climate Change Adaptation and Mitigation

SECTOR OUTCOME

1. Access to Markets and Production Areas, and Physical Integration of the Country
2. Safe Environment Through Infrastructure Facilities

ORGANIZATIONAL OUTCOME

1. Safe, Fast, Economical, and Reliable Inter-Regional and Inter-Urban Mobility of People, Goods, and Services
2. Lives and Properties Protected Against Major Floods
3. Living Condition of Population Enhanced Through Other Infrastructure

New Appropriations, by Program/Project

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		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
100000000	General Administration and Support	P 4,535,311,000	P 849,353,000	P 300,000,000	P 5,684,664,000
200000000	Support to Operations	660,296,000	9,358,952,000	5,824,971,000	15,844,219,000
300000000	Operations			141,077,265,000	141,077,265,000
	MFO 1 : National Road Network Services			94,286,423,000	94,286,423,000
	MFO 2 : Flood Management Services			30,001,169,000	30,001,169,000
	MFO 3 : Maintenance and Construction Services of Other Infrastructures			16,789,673,000	16,789,673,000
Total, Programs		5,195,607,000	10,208,305,000	147,202,236,000	162,606,148,000

GENERAL APPROPRIATIONS ACT, FY 2014

PROJECT(S)

400000000 Locally-Funded Project(s)	24,517,569,000	24,517,569,000
500000000 Foreign-Assisted Project(s)	19,510,330,000	19,510,330,000
Total, Project(s)	44,027,899,000	44,027,899,000
TOTAL NEW APPROPRIATIONS	P 5,195,607,000 P10,208,305,000	P191,230,135,000 P206,634,047,000

New Appropriations, by Central / Regional Allocation

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Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
REGION				
Central Office	P 817,928,000	P 9,847,307,000	P110,523,610,000	P121,188,845,000
Regional Allocation	4,377,679,000	360,998,000	80,706,525,000	85,445,202,000
National Capital Region (NCR)	257,659,000	20,027,000	5,924,284,000	6,201,970,000
Region I - Ilocos	253,401,000	21,265,000	3,652,441,000	3,927,107,000
Region II - Cagayan Valley	249,510,000	22,265,000	3,464,679,000	3,736,454,000
Cordillera Administrative Region (CAR)	238,824,000	21,264,000	2,436,634,000	2,696,722,000
Region III - Central Luzon	354,327,000	25,265,000	6,341,602,000	6,721,194,000
Region IVA - CALABARZON	315,283,000	26,265,000	9,357,031,000	9,698,579,000
Region IVB - MIMAROPA	231,865,000	20,265,000	4,218,709,000	4,470,839,000
Region V - Bicol	364,405,000	26,265,000	5,638,891,000	6,029,561,000
Region VI - Western Visayas	314,926,000	26,266,000	7,191,653,000	7,532,845,000
Region VII - Central Visayas	303,995,000	25,266,000	5,064,154,000	5,393,415,000
Region VIII - Eastern Visayas	313,392,000	24,265,000	5,609,466,000	5,947,123,000
Region IX - Zamboanga Peninsula	242,238,000	20,264,000	4,682,047,000	4,944,549,000
Region X - Northern Mindanao	266,193,000	23,264,000	5,913,714,000	6,203,171,000
Region XI - Davao	227,007,000	19,264,000	4,241,884,000	4,488,155,000
Region XII - SOCCSKSARGEN	221,771,000	19,264,000	3,650,627,000	3,891,662,000
Region XIII - CARAGA	222,883,000	20,264,000	3,318,709,000	3,561,856,000
TOTAL NEW APPROPRIATIONS	P 5,195,607,000	P10,208,305,000	P191,230,135,000	P206,634,047,000

Special Provision(s)

1. **Special Road Support Fund.** In addition to the amounts appropriated herein, Nine Billion Nine Hundred Sixty Million Two Hundred Twenty Nine Thousand Pesos (P9,960,229,000) sourced from eighty percent (80%) collections from the Motor Vehicles User's Charge (MVUC), constituted into the Special Road Support Fund, shall be used for the maintenance of roads and bridges and improvement of road drainage in accordance with Section 7 of R.A. No. 8794: PROVIDED, That Five percent (5%) of the total road maintenance fund to be applied across-the-board to the allocation of each region shall be set aside for the maintenance of the roads which may be converted to, or taken over as, national roads during the current year, which shall be released to the Central Office of the DPWH for eventual sub-allotment to the regions and districts concerned. Any balance therefrom shall be restored to the regions on a pro-rata basis for the maintenance of existing national roads: PROVIDED, FURTHER, That a minimum of ninety percent (90%) of the total road maintenance fund may be contracted out to qualified entities, including LGUs with the capability to, and which will actually implement the project by themselves, as determined by the DPWH, through the execution of a NOA. Any balance therefrom shall be used for maintenance of projects to be implemented by force account.

Any realignment from said Fund may only be undertaken within the first quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every realignment within five (5) calendar days from its approval and shall post such realignment on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DPWH shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DPWH.

2. **Special Road Safety Fund.** In addition to the amounts appropriated herein, One Billion Thirty Six Million Seven Hundred Eighteen Thousand Pesos (P1,036,718,000) sourced from seven and one-half percent (7.5%) collections from the MVUC, constituted into the Special Road Safety Fund, shall be used for the installation of adequate and efficient traffic lights and road safety devices in accordance with Section 7 of R.A. No. 8794.

Any realignment from said Fund may only be undertaken within the first quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every realignment within five (5) calendar days from its approval and shall post such realignment on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DPWH shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DPWH.

3. **Special Local Road Fund.** In addition to the amounts appropriated herein, One Billion Two Hundred Twelve Million Seven Hundred Sixty Four Thousand Pesos (P1,212,764,000) sourced from five percent (5%) collections from the MVUC, constituted into the Special Local Road Fund, shall be used for the maintenance of local roads, traffic management and road safety devices in accordance with Section 7 of R.A. No. 8794.

Any realignment from said Fund may only be undertaken within the first quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every realignment within five (5) calendar days from its approval and shall post such realignment on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DPWH shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DPWH.

4. **Special Assessments.** The DPWH shall assess all service utilities and franchise holders or any other corporation, entity or person, which may cause damage to infrastructure or any public works or highway projects, the estimated amount for the restoration, reconstruction or renovation of any damaged infrastructure. The proceeds from such assessment shall be deposited with the National Treasury as trust receipts pursuant to Section 6 of the General Provisions of this Act, and shall be used exclusively for the restoration, reconstruction or renovation of the damaged infrastructure. Disbursements therefrom shall be made in accordance with pertinent budgeting, accounting and auditing rules and regulations.

5. **Provision for Public-Private Partnership Infrastructure Projects.** The amount of Four Billion Nine Hundred Eighty Million One Hundred Forty Thousand Pesos (P4,980,140,000) appropriated herein for the Public-Private Partnership Strategic Support Fund shall be used exclusively to cover the costs for Right-of-Way (ROW) acquisitions and other ROW expenses for the following projects: (i) Tarlac-Pangasinan-La Union Expressway; (ii) Daang-Hari South Luzon Expressway Link Road; (iii) North Luzon Expressway-South Luzon Expressway Connector Road; (iv) Cavite-Laguna Expressway; (v) C-6 Expressway and Global City Link; (vi) C-6 Extension (Laguna de Bay Flood Control Dike Expressway); and (vii) Manila North Expressway, Segment 10: PROVIDED, That no amount from this Fund shall be used to pay the private partner's financial obligations whose payment government has guaranteed.

6. **Tulay ng Pangulo Para sa Kaunlarang Pang-Agraryo.** The amount of Two Billion One Hundred One Million One Hundred Twenty Two Thousand Pesos (P2,101,122,000) appropriated herein for the Tulay ng Pangulo Para sa Kaunlarang Pang-Agraryo shall be released to the DPWH upon endorsement by the Secretary of Agrarian Reform of the location or sites where the bridges will be constructed.

The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the list of location or sites of bridges to be constructed with the corresponding budgetary allocation, community of farmer and fisherfolk beneficiaries, status of implementation, and project evaluation and/or assessment reports are posted on the official website of the DPWH.

7. **Tourism Road Infrastructure Program.** The amount of Fourteen Billion Two Hundred Fifty One Million One Hundred Forty Five Thousand Pesos (P14,251,145,000) appropriated herein for the Tourism Road Infrastructure Program shall be used to cover the construction, upgrading, rehabilitation and improvement of roads and bridges in support of the National Tourism Development Program.

The national and local roads and bridges covered under this Program shall be those jointly identified by DPWH and DOT based on the basic technical criteria and priority areas for tourism development.

8. Regional and Local Infrastructure Program. The amount of Seven Billion Three Hundred Nine Million Four Hundred Ninety Four Thousand Pesos (P7,309,494,000) appropriated herein under the Regional and Local Infrastructure Program shall be utilized for the construction or rehabilitation of the following local infrastructures:

- a.) Local Roads and Bridges;
- b.) Classrooms or Academic Buildings;
- c.) Multi-Purpose Buildings; and
- d.) Levels 2 and 3 Water Supply Systems:

PROVIDED, That any proposal for the availment of the foregoing projects shall include the scope, location and estimated cost of the project, as well as the beneficiary thereof: PROVIDED, FURTHER, That said proposal shall conform with the following, as the case may be:

Infrastructure Project	Conditions
a.) Local Roads and Bridges	Priorities and criteria, program of works, standards and specifications of the DPWH
b.) Classrooms or Academic Buildings	Priorities, program of works, standards and specifications of the DepEd or CHED, as the case may be
c.) Multi-Purpose Buildings	Standard designs and specifications of the DPWH
d.) Levels 2 and 3 Water Supply Systems	Standards and specifications of the DPWH and LWUA

PROVIDED, FURTHERMORE, That any procurement arising from the implementation of this Program shall comply with the provisions of R.A. No. 9184, and its Implementing Rules and Regulations and guidelines, particularly on the posting requirements on the Philippine Government Electronic Procurement System: PROVIDED, FURTHERMORE, That the DPWH is authorized to charge not more than one percent (1%) administrative cost per project from the allocation under this Program: PROVIDED, FURTHERMORE, That in case of projects to be implemented by LGUs, the DPWH must first certify that the LGU has the actual capability to implement the infrastructure project: PROVIDED, FURTHERMORE, That the DPWH shall enter into a MOA with the LGU or SUC recipient, as the case may be, that the latter shall be responsible for the maintenance of the infrastructure project upon turnover to them: PROVIDED, FURTHERMORE, That the DPWH may engage a third party agency, entity or organization to monitor the implementation of this Program: PROVIDED, FINALLY, That the DPWH shall submit a quarterly report on the utilization of this amount to the DBM, the House Committee on Appropriations, and the Senate Committee on Finance.

In no case shall implementation of this Program be delegated and/or transferred to any kind of Civil Society Organization, whether it be a non-governmental organization or a people's organization.

The DBM and DPWH shall post the list of infrastructure projects covered and the municipality and barangay where it is located, as well as the recipient SUC when applicable, with corresponding cost per project on their respective official websites. The DPWH shall likewise post the below information within the period stated on its official website:

Within thirty (30) days from entering into contract with the winning bidder	Within thirty (30) days from the issuance of a Certificate of Completion
a.) Project title and detailed description including nature/scope and location thereof;	a.) Actual cost of the project; and
b.) Detailed estimates in arriving at the Approved Budget of the Contract; and	b.) Variation orders issued, if any
c.) Name of winning bidder and the detailed estimates of the bid as awarded	

The agency's web administrator or his/her equivalent shall be responsible for ensuring compliance with the above posting requirements.

Implementation of this provision shall be subject to guidelines to be issued by the DPWH in consultation with the DBM.

9. Prior Years' Right-of-Way Expenses and Other Contractual Obligations. The amounts of Two Billion Four Hundred Sixty Five Million Two Hundred Six Thousand Pesos (P2,465,206,000) and Three Hundred Fifty Two Million Sixty Four Thousand Pesos (P352,064,000) shall be used exclusively for the payment of prior years' ROW expenses and other contractual obligations incurred by the DPWH in the implementation of infrastructure projects, respectively. In no case shall said amounts be used for any other purpose.

Releases from said amounts shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, including the list of claimants with the corresponding projects and amounts certified correct by the DPWH.

10. **Restriction on Delegation of Project Implementation.** The implementation of the infrastructure projects appropriated herein shall not be delegated to other agencies, except those projects to be implemented by the AFP Corps of Engineers and inter-department projects to be undertaken by other agencies and offices, including LGUs with the capability to, and which will actually implement the project by themselves, as determined by the DPWH, through the execution of a MOA: PROVIDED, That the DPWH shall exercise technical supervision over all delegated projects.

11. **Right-of-Way Acquisition.** The amounts appropriated herein for infrastructure projects which cover costs for ROW acquisition shall be used exclusively for the payment of ROW expenses, including costs incurred for the removal and relocation of informal settlers and illegal occupants on the land or property. To ensure the smooth implementation of all infrastructure projects, the DPWH shall resolve all ROW issues prior to the commencement of any project. In no case shall said amount be used for any other purpose.

12. **Engineering and Administrative Overhead Expenses.** The DPWH is authorized to deduct not more than three and one-half percent (3.5%) of the project cost for infrastructure projects directly released to its Central Office, two and one-half percent (2.5%) for those directly released to its Regional Offices, or two percent (2%) for those directly released to its District Engineering Offices, as the case may be, to be used for the following: (i) administrative overhead including the hiring of individuals which shall be limited to those under job-orders or contracts of service or such other engagement of personnel without any employer-employee relationship; (ii) pre-construction activities after detailed engineering; (iii) construction project management; (iv) testing and quality control; (v) acquisition, rehabilitation and repair of heavy equipment and other related equipment and parts used in the implementation of infrastructure projects; and (vi) contingencies in relation to pre-construction activities: PROVIDED, That the engineering and administrative overhead expenses (EAO) shall be treated/booked-up as capitalized expenditures and shall form part of the project cost: PROVIDED, FURTHER, That the EAO expenses shall not be authorized for infrastructure projects costing Five Million Pesos (P5,000,000) and below. However, for school buildings and other infrastructure projects of other departments/agencies being implemented by the DPWH, an EAO of one half percent (.5%) of the project cost shall be imposed.

The DPWH shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on said disbursements. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DPWH. Violation of, or non-compliance with this provision shall subject the government official or employee concerned to administrative, civil and/or criminal sanction in accordance with Section 43 of Chapter 5, Section 57 of Chapter 6, and Section 80 of Chapter 7, Book VI of E.O. No. 292.

13. **Rehabilitation/Reconstruction of Damaged Paved National Roads and Road Upgrading.** The amounts appropriated herein shall be used for the rehabilitation/reconstruction of existing pavement, and upgrading of national roads from gravel to paved or from asphalt to concrete based on the projects identified by the DPWH in this Act.

14. **Preventive Maintenance of Roads and Bridges.** The amounts appropriated herein shall be used for the preventive maintenance of national roads and bridges based on the projects identified by the DPWH in this Act.

15. **Approved Budget for the Contract.** The DPWH shall ensure that no appropriations authorized herein shall be used to fund infrastructure projects exceeding the Approved Budget for the Contract as defined under R.A. No. 9184 and its Implementing Rules and Regulations (IRR).

16. **Road Constructions and Other Projects.** The DPWH shall include in the design and program cost of road construction projects the planting of trees on both sides of the roads. For this purpose, the DENR shall ensure the sufficient supply of seedlings in their provincial seedling banks.

In addition, the Secretary of Public Works and Highways is authorized to cluster road and other projects of the DPWH to ensure cost efficiency in the procurement thereof and effective management and implementation of said projects.

Implementation of this provision shall be subject to the guidelines issued by the DPWH.

17. **Implementation of Infrastructure Projects.** The DPWH shall require all contractors to adopt a labor intensive mode of implementation for infrastructure projects in order to prioritize socially and financially disadvantaged residents of the LGU where the project is located.

In addition, the DPWH shall ensure that the contractor's warranties are complied with pursuant to the pertinent provisions of R.A. No. 9184 and its IRR.

18. **Implementation of Flood Control Projects in the National Capital Region.** The DPWH shall continue implementing foreign-assisted flood control projects and shall transfer the same to the MMDA only after their completion or after revision of the loan agreement with the lending institution to indicate MMDA as the implementing agency, whichever comes first.

19. **Lease-Rental of the Department of Public Works and Highways Engineering District Equipment.** All DPWH Engineering Districts are hereby authorized, subject to the prior approval of the Secretary of Public Works and Highways, to lease their idle bulldozers, cranes, graders, power shovels, fork lifts, dump trucks, desilting or tunnel boring machines, or any other idle construction or heavy equipment to private construction and development corporations, or to any private business or realty enterprises: PROVIDED, That in the determination of the amount/rate for the lease of equipment, the respective Head District Engineers of the Engineering Districts shall factor in the reasonable cost of maintenance and replacement of spare parts and in consideration of the period of the lease agreement: PROVIDED, FURTHER, That during the effectivity of the lease agreement, the respective Head District Engineers of the Engineering Districts shall ensure that said equipment are properly maintained, repaired and/or provisioned for the necessary replacement of spare parts.

The lease payments and such other fees collected by the Engineering Districts with respect to the lease agreements shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292.

Implementation of this provision shall be subject to guidelines to be issued by the DPWH.

20. **Liquidated Damages.** Liquidated damages collected by DPWH shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292.

21. **Allocation for Autonomous Region in Muslim Mindanao from the Special Road Funds.** The DPWH shall ensure that the requirements of ARMM are provided in the regional allocation of funds sourced from the Special Road Support Fund, Special Road Safety Fund and Special Local Road Fund. The funds for the purpose shall be released based on, and made only upon submission by the Road Board of the allocation for ARMM per province, copy furnished said provinces.

The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the amounts allocated for ARMM per province are posted on the official website of the DPWH.

In addition, the ARGMM shall submit, either in printed form or by way of electronic document, to the DBM and DPWH separate quarterly reports on the implementation of the foregoing programs, per province, in the ARMM. The Regional Governor of ARGMM and the Regional Government's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the ARGMM.

22. **Quick Response Fund.** The amount of Six Hundred Fifty Million Pesos (P650,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for rehabilitation and reconstruction programs and projects in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes occurring during the year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities, nor be realigned for any other purpose.

The DPWH shall submit, either in printed form or by way of electronic document, to the National Disaster Risk Reduction and Management Council, copy furnished the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the utilization of the QRF. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DPWH (GENERAL OBSERVATION - President's

Veto Message, December 20, 2013, page 1110, R.A. No. 10633)

23. **Release of Funds for Infrastructure Projects.** The amount of Eight Billion Three Hundred Seventy Seven Million Seventy Six Thousand Pesos (P8,377,076,000) for the following infrastructure projects shall only be released upon submission by the DPWH to the DBM of the location or sites and program of works for each project: PROVIDED, That the DPWH shall coordinate with the agencies concerned for the proper identification of location or sites for said projects:

a. Roads and Related Infrastructure Facilities for FY 2015 APEC Summit	P1,877,076,000
b. Water Supply and Sanitation for Poverty Areas and Tourism Priority Sites	2,000,000,000
c. Access Roads to Priority Fish Ports, RoRo Ports and Airports	4,500,000,000

24. **Realignment of Funds.** The Secretary of Public Works and Highways is authorized to approve realignment of allotment released from appropriations of the Department from one project/scope of work to another: PROVIDED, That the realignment may only be undertaken once per project and not later than the third quarter of the current year: PROVIDED, FURTHER, That realignment is made to another project/scope of work within the same project category, as the original project and within the same DPWH Implementing Unit: PROVIDED, FURTHERMORE, That the allotment released has not been obligated for the original project/scope of work: PROVIDED, FINALLY, That in no case shall splitting of projects or deliberate creation of gaps to justify itemization of a single project be allowed.

The DPWH shall inform the DBM, in writing, of every realignment within five (5) calendar days from its approval. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that such realignment is likewise posted on the official website of the DPWH within the same period.

Implementation of this provision shall be subject to guidelines to be issued by the DPWH.

~~[25. Use of Income. All income derived from laboratory and testing fees and sub-soil exploration activities shall be retained and constituted as trust fund for the use of the DPWH in the repair, maintenance and procurement of research, materials and sub-soil explorations equipment.]~~ (DIRECT VETO - President's Veto Message, December 20, 2013, page 1106, R.A. No. 10633)

26. **Appropriations for Programs and Specific Activities.** The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 2) of this Act.

PERFORMANCE INFORMATION

KEY STRATEGIES :

1. Upgrade the level of quality and safety of national roads and bridges
2. Simplify/innovate to reduce corruption and improve efficiency
3. Objective Prioritization/Identification of Projects (optimize resources)
4. Procurement Process Improvement
5. Quality Standards and Design Process Improvement
6. Project Management Process Improvement

7. Full disclosure on public expenditure and project status
8. Undertake effective flood control program
9. Implement the recommendation of the High Standard Highway Master Plan (HSNMP) for priority expressways and other high standard highways
10. Professionalize DPHH Organization and its employees (Integrity Development)

MAJOR FINAL OUTPUTS (MFO) / PERFORMANCE INDICATORS

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Targets

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MFO 1 : NATIONAL ROAD NETWORK SERVICES

Length of national roads maintained	1,057 kms
% of projects completed in accordance with plans and specifications	100%
% of projects completed within contract time	100%
Length of national roads constructed	794 kms.
Length of unpaved roads paved	953 kms.
Length of bridges constructed	24,994 lm.
% of projects completed in accordance with plans and specifications	100%
% of projects completed within contract time	100%

MFO 2 : FLOOD MANAGEMENT SERVICES

No. of flood control structures and drainage systems constructed/maintained	631
% of projects completed in accordance with plans and specifications	100%
% of projects completed within contract time	100%
No. of flood control structures constructed/rehabilitated	119
% of projects completed in accordance with plans and specifications	100%
% of projects completed within contract time	100%

MFO 3 : MAINTENANCE AND CONSTRUCTION SERVICES OF OTHER INFRASTRUCTURES

Length of access roads leading to airports constructed/improved	32 kms.
Length of access roads leading to sea ports constructed/improved	65 kms.
Length of access roads leading to tourist destinations constructed/improved	650 kms.
% of projects completed in accordance with plans and specifications	100%
% of projects completed within contract time	100%
No. of septage and sewerage projects constructed	1
No. of rainwater collectors constructed	486

Note : Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

**GENERAL SUMMARY
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS**

Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. Office of the Secretary	P 5,195,607,000	P10,208,305,000	P191,230,135,000	P206,634,047,000
Total New Appropriations, Department of Public Works and Highways	P 5,195,607,000	P10,208,305,000	P191,230,135,000	P206,634,047,000