



Republika ng Pilipinas
Pambansang Pangasiwaan ng Patubig
(NATIONAL IRRIGATION ADMINISTRATION)
Lungsod ng Quezon

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OUR REFERENCE:

MC NO. 008, S. 1989

TO : ALL ASSISTANT ADMINISTRATORS, REGIONAL IRRIGATION MANAGERS
OPERATION/PROJECT MANAGERS, AND ALL OTHERS CONCERNED
National Irrigation Administration


SUBJECT : Supplementary Guidelines On Equipment Disposal

Effective immediately, the NIA's Regional/Project Appraisal Committee, before recommending approval of the disposal of unserviceable equipment being appraised, shall first determine whether the equipment/vehicle are still economically repairable if it satisfies the following conditions:

1. Age of equipment (from time of purchase to present) is not more than 12 years for heavy equipment and 10 years for light equipment, except when the actual condition is considered junk.
2. Present actual condition is still good/fair irrespective of age.
3. Estimated rehabilitation cost not to exceed 50% of equipment replacement cost (current commercial price) provided spare parts to be purchased including labor shall not exceed 30% of the replacement cost and the rest are available from NIA stocks, in order to fully utilize existing NIA stocks of spare parts located at MAS Compound and in the Regional Offices/Foreign-Funded Projects.

The spare parts listings for individual equipment which satisfies the above conditions, together with the estimated costs shall be prepared and submitted with the appraisal report and the Equipment Management Department, Central Office shall verify/check with NIA computerized inventory of spare parts and make final evaluation and recommendation as to whether to rehabilitate or dispose such equipment.

For compliance.


FEDERICO N. ALDAY, JR.
Administrator

signed February 13, 1989