

Republika ng Pilipinas
PAMBANSANG PANGASIWAAN NG PATUBIG
(National Irrigation Administration)
Lungsod ng Quezon

MC # 33, s. 1990

MEMORANDUM CIRCULAR

TO : THE DEPUTY ADMINISTRATOR; ASSISTANT ADMINISTRATORS;
HEADS OF DEPARTMENTS AND STAFF; REGIONAL IRRIGATION
MANAGERS; OPERATIONS/PROJECT MANAGERS; IRRIGATION
SUPERINTENDENTS/OFFICERS-IN-CHARGE OF NATIONAL IRRIGATION
SYSTEMS; PROVINCIAL IRRIGATION ENGINEERS; REGIONAL/
PROJECT ACCOUNTANTS AND ALL OTHERS CONCERNED
National Irrigation Administration

SUBJECT : NIA Policy on the Condonation of Unpaid Interests and
Surcharges on Late Payment of Pump Amortization

Quoted hereunder is NIA's Implementing Guidelines on Condonation of Unpaid Interests and Surcharges on late payment of Pump Amortization dated March 13, 1987, pursuant to Board Resolution No. 5353-87 adopted on February 9, 1987, viz:

"In an effort to further improve our collection performance efficiency on pump amortization and in our desire to alleviate farmer-recipients of irrigation pumps from their financial predicaments, the NIA Board in its Resolution No. 5353-87 of February 9, 1987, adopted a policy to recommend to higher authorities the condonation of unpaid interests and surcharges levied on late payment, subject to the following terms and conditions:

1. That the principal cost of the irrigation pump as stipulated in the Contract shall have been recovered by NIA before any request could be entertained. Payments on interests and surcharged on late payment of amortizations, for purposes of determining the total amount paid, shall be considered and applied as payment on the principal cost of the pump.
2. Requests for condonation by pump recipients shall be made in writing to the Provincial Irrigation Office concerned whose recommendation shall then be submitted to the Regional Irrigation Manager concerned together with the certified copy of the record of amortization for endorsement to the Administrator, Attention: Manager, Treasury Department, for appropriate action.
3. That the condonation sought for, should it be acceptable to NIA, is subject further to the approval of the Commission on Audit/Office of the President of the Republic of the Philippines as the case may be, in accordance with the provisions of Section 36 of PD No. 1445.

It is to be understood, however, that requests for condonation shall be evaluated first to determine the validity of the justifications before they are recommended for approval of higher authorities concerned.

All previous requests for condonation which have not been acted upon due to the absence of the NIA policy regarding the same should be updated and re-submitted to the Administrator, Attention, Manager, Treasury Department, for appropriate action.

This policy shall be effective on February 9, 1987 and shall be in full force until otherwise revoked or cancelled.

For compliance.

(SGD.) FREDERICO N. ALDAY, JR.
Administrator"

The same is being circularized for implementation in all field offices.

(SGD.) JOSE B. DEL ROSARIO, JR.
Administrator

May 28, 1990