

10/30

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

MC # 73 S. 1991

MEMORANDUM CIRCULAR

TO : The Deputy Administrator, Assistant Administrators,
Department Managers, Regional Irrigation Managers,
Provincial Irrigation Engineers, Regional
Accountants and All Others Concerned

SUBJECT : CLARIFICATION OF THE PROVISIONS OF MC # 68 S. 1991

As a clarification of the provisions of MC # 68 S. 1991 which amended Section B.1 item C of MC # 27 S. 1991, the computation of the amount to be paid by the IA should be as follows:

$$\begin{aligned}\text{Amount to be paid by the IA} &= \sqrt[30\%]{\text{(remaining balance of} \\ &\quad \text{amortizable amount)}} + \text{surcharges} \\ &= \sqrt[30\%]{\text{(account not yet due} \\ &\quad \text{+ back account)}} + \text{surcharges}\end{aligned}$$

Example:

Total chargeable cost	=	P100,000
Total equity paid	=	10,000
Amount of loan to be amortized	=	90,000
Amount paid as of date	=	20,000
Remaining balance of amortizable amount	=	70,000
Amount of back, account as of date	=	10,000
Account not yet due	=	60,000
Surcharges as of date	=	1,000

Computation:

$$\begin{aligned}\text{Amount to be paid by IA} &= \sqrt[3]{30\% \text{ (remaining} \\ &\quad \text{balance of amortizable} \\ &\quad \text{amount)}} + \text{surcharges} \\ &= \sqrt[3]{0.30 \text{ (not yet due +} \\ &\quad \text{back accounts)}} + \text{surcharges} \\ &= \sqrt[3]{0.30 (\text{P}60,000 + \\ &\quad \text{P}10,000)} + \text{P}1,000 \\ &= \text{P}22,000\end{aligned}$$

Please be guided accordingly.

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

October 28, 1991

P. S. Ochoa