

21 Feb 2002

Republic of the Philippines
NATIONAL IRRIGATION ADMINISTRATION
EDSA, Diliman, Quezon City

MC # 15 S. 2002

MEMORANDUM CIRCULAR

TO : THE ASSISTANT ADMINISTRATORS, HEADS OF
DEPARTMENTS AND STAFFS, REGIONAL
IRRIGATION MANAGERS, OPERATIONS/PROJECT
MANAGERS, IRRIGATION SUPERINTENDENTS,
PROVINCIAL IRRIGATION ENGINEERS AND ALL
OTHERS CONCERNED

SUBJECT : ASSUMPTIONS USED TO ESTIMATE NUMBER OF
JOBS GENERATED FROM AGRICULTURE
(GOVERNMENT SECTOR)

Quoted hereunder in full for your information and guidance is the Memorandum from the Secretary of Agriculture dated February 21, 2002 re: assumptions used to estimate number of jobs generated from agriculture (government sector).

“Republic of the Philippines
DEPARTMENT OF AGRICULTURE
Office of the Secretary
Elliptical Road, Diliman, Quezon City

21 February 2002

MEMORANDUM FROM THE SECRETARY

TO : ALL GMA PROGRAM DIRECTORS
ALL BUREAU DIRECTORS
ALL REGIONAL EXECUTIVE DIRECTORS
ALL HEADS OF ATTACHED AGENCIES/CORPORATIONS

SUBJECT : ASSUMPTIONS USED TO ESTIMATE NUMBER OF JOBS
GENERATED FROM AGRICULTURE (GOVERNMENT
SECTOR)

In order to come up with a harmonized system of estimating the number of jobs that will be generated out of the Department of Agriculture's expenditure program, the following assumptions are hereby adopted and disseminated for the use of all concerned:

INTERVENTION	ASSUMPTIONS
Irrigation	<ul style="list-style-type: none"> • Direct cost is 85% of project cost • Labor cost is 35% of direct cost for NIS and 45% for CIS • Average wage of skilled and unskilled labor per year is P88,000 • For NIP/NIS – 40% of total jobs generated are new • For CIP/CIS – 80% of total jobs generated are new
Postharvest facilities and equipment	<ul style="list-style-type: none"> • The cost of labor is 35% of the cost of equipment/machinery/facility • The daily wage used is P250 • The cost of maintaining and operating the PH technology is 7% of the cost of machinery/equipment/facility
Fishery-related Infrastructure	<ul style="list-style-type: none"> • Labor cost is 35% of the project cost • Average labor is P250/day
Farm-to-market Roads	<ul style="list-style-type: none"> • Category of FMRs: flat, rolling & mountainous • Average of 40 days for 1 km concreting • Average of 33 days for 1 km improvement (gravelling) • % of direct cost: 18 to 21% for concreting and 30 to 33% for improvement • Cost range per 1 km: P2.2M to P2.4M for concreting & P0.9 to P1.1M for improvement

In addition, let us also adopt as working definition of a **JOB TO MEAN “work for 90 calendar days in one year”**.

For production support services, the GMA Program Directors are expected to derive their own working formulas for computing the number of jobs generated, as long as the “90-day per year” definition of a job is observed. Provide the Planning Service, c/o OIC-Director Agnes Catherine Miranda, those formulas and assumptions.

For the guidance of all concerned.

(Sgd) **LEONARDO Q. MONTEMAYOR**
Secretary”

Be guided accordingly.


JESUS EMMANUEL M. PARAS
Administrator

Date: March 12, 2002