



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

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OUR REFERENCE:

MC # 33 s, 2002

TO : DEPUTY ADMINISTRATOR,
ASSISTANT ADMINISTRATORS,
DEPARTMENT MANAGERS,
REGIONAL IRRIGATION MANAGERS,
OPERATIONS / PROJECT MANAGERS,
PROVINCIAL IRRIGATION OFFICERS,
IRRIGATION SUPERINTENDENTS,
CORPORATE / REGIONAL / PROJECT AUDITORS,
AND ALL OTHERS CONCERNED

SUBJECT : **REMITTANCE OF 50% EARNINGS DERIVED FROM SALE OF
UNSERVICEABLE EQUIPMENT THROUGH PUBLIC AUCTION BY
REGIONAL OFFICES TO CENTRAL OFFICE**

In line with the objective of the agency to fast-track the repair and maintenance of construction equipment thru the full implementation of M.C. # 22, s. 1999, it is hereby directed that all Regional and Integrated System Offices shall remit 50% of their earnings derived from sale of unserviceable equipment through public auction to the Central Office and place in a "Trust Fund" established under the aforesaid Memorandum Circular.

At present, repair and maintenance of equipment in the field offices is charged to Revolving Fund for Equipment Repair (REFER) under MC # 8., s.1993 which allows that 60% of the equipment rental earning be allocated for the purpose. However, the REFER fund could not be fully utilized because of insufficient and/or lack of cash support to the sub-allotment advice (SAA) issued by Central Office.

Measures were given to solve the problems, such as allocating the available spare parts from NIA-MAS Compound, utilization of usable parts from equipment approved for disposal and conversion of parts of one brand and model to another. But these measures were only temporary and not enough.

With the provision of cash support to the REFER fund, it is expected that repair and maintenance of construction equipment will be facilitated, percentage operability improved and equipment rental generation increased.

This memorandum shall amend portion of M.C. # 22, s. 1999 on source of funding requirement for the initial release of 1 - million peso (P 1M) cash support to each Regional/Integrated System Office at the start of the year. Other provisions shall remain in force.

This Circular shall take effect immediately.

Strict compliance is hereby enjoined.


JESUS EMMANUEL M. PARAS
Administrator

May 15, 2002