

for info

REPUBLIKA NG PILIPINAS
PAMBANSANG PANGASIWAAN NG PATUBIG
NATIONAL IRRIGATION ADMINISTRATION
EDSA, DILIMAN, QUEZON CITY

MEMORANDUM CIRCULAR

MC # 61 S., 2002

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

SUBJECT : POLICY GUIDELINES ON FORCE ACCOUNT WORKS

The second highest source of income for the Agency is the Equipment Rental (ER). For the last five (5) years, total ER earned is almost P 1 B or approximately P 200 M per year which represents 32% of the total NIA operating income for the said period. This was made possible mostly because civil works are being done by Administration or Force Account (FA). Statistics show that about 90-95% of ER is internally generated from FA works using NIA's available equipment and resources.

In our prime objective of generating more income through increased ER, please be advised of the following:

1. For locally funded projects, it is highly encouraged that at least 50% of the works shall be undertaken by FA if the available equipment and resources are adequate and sufficient.
2. For projects under Bank Loans or Grants, let us encourage/convince the lending institutions during negotiation that at least 40% Force Account for Luzon & Visayas Islands, and at least 20% Force Account for Mindanao Island would be allowed in the implementation of projects, subject to the availability and adequacy of NIA equipment and resources.
3. Regional/Integrated System/Project Equipment Managers shall be involved in the preparation of the Program of Work of all locally and foreign funded projects. Information on the availability of equipment and resources will be very vital in planning as well as implementation of the project to be done by FA.

All applicable provisions of MC# 21, s.2001 shall be observed and applied.

Please be guided accordingly.


JESUS EMMANUEL M. PARAS
Administrator

Date October 3, 2002