



Republika ng Pilipinas
Kagawaran ng Pagsasaka

Pambansang Pangasiwaan ng Patubig
(National Irrigation Administration)
EDSA, Diliman, Quezon City

MC No. 52 S. 2008

MEMORANDUM CIRCULAR

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

**SUBJECT : ₱15.00/kg Palay Price for Use in Computing the Cash Equivalent of
Irrigation Service Fee (ISF)**

As per NIA standing policy, we compute the cash equivalent of irrigation service fee (ISF) in national irrigation systems (NISs) using prevailing government support price (GSP) for palay announced by the National Food Authority (NFA). We recall that NFA Administrative Order No. 2k8-04-013, dated April 3, 2008, made official the increase in GSP for palay from ₱11.00/kg to ₱17.00/kg inclusive of ₱6.00/kg incentive. We then issued NIA Memorandum Circular No. 26 series 2008, dated May 28, 2008, prescribing use of ₱17.00/kg in computing the cash equivalent of ISF, including penalties for late payment, effective July 1, 2008. NIA Memorandum Circular No. 26-A, series 2008, dated July 7, 2008, however, suspended using the ₱17.00/kg GSP for palay until October 31, 2008, i.e. for one cropping season, and prescribed use of ₱11.00/kg palay price instead.

In consideration of the need to cushion the global economic slowdown, NISs should use a price of ₱15.00/kg of palay in computing the cash equivalent of ISF for all areas harvested starting the first cropping season of 2009.

Please be guided accordingly.


CARLOS B. SALAZAR
OIC Administrator

Date: 25 November 2008