

Republika ng Pilipinas
Kagawaran ng Pagsasaka
Pambansang Pangasiwaan ng Patubig
(National Irrigation Administration)
EDSA, Diliman, Quezon City

Office Address: National Government Center
EDSA, Diliman, Quezon City, Philippines

Telephone Nos.: (02) 929-6071 to 78
Telefax No. (632) 928-9343
TIN No. 000-916-415

MC NO. 35 s. 2012

MEMORANDUM CIRCULAR

TO : THE SR. DEPUTY ADMINISTRATOR, DEPUTY ADMINISTRATORS,
DEPARTMENT / REGIONAL / OPERATION / PROJECT MANAGERS,
IRRIGATION MANAGEMENT OFFICERS AND ALL OTHERS CONCERNED

SUBJECT : AMENDMENT TO MC NO. 25, SERIES 2009 RE: SUPPLEMENTAL GUIDELINES
TO MC NO. 20, SERIES 2007 SPECIAL POLICY FOR VIG ON SERVICE FEE FOR
DRD OPERATIONS OF UPRIIS

As a result of the special deliberation and workshop between the Acting Operations Manager and among the Division Managers of UPRIIS on March 7, 2012 in Busuanga, Palawan, the group unanimously agreed on the following:

- 1) That the DRD will shoulder one hundred percent of the personal expense (PS) of the UPRIIS Head Office;
- 2) That the maintenance and other operating expense (MOOE) of the UPRIIS Head Office will be **proportionately** shared by the five Irrigation Management Office or Division 1 to V based on the 104,095.62 hectares irrigated area;
- 3) That the ten percent (10%) share of DRD to the NIA Central Office expenses will be reduced to five percent (5%) similar to the 5% project management fee.

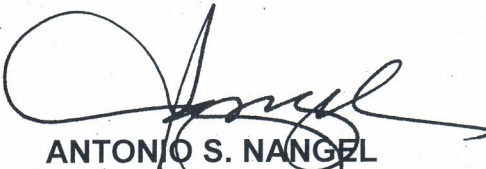
Through this sharing scheme, the VIG of UPRIIS will be equitably distributed among its responsibility centers.

To illustrate the above sharing of expenses in the determination of DRD VIG:

VIG = 0.30 of Net Income / 1.30		
DRD Net Income =	Gross Income from First Gen	Php 85,303,904.71
	Less: 1) DRD PS -	Php 26,934,870.90
	2) DRD MOOE -	7,371,162.64
	3) UPRIIS H.O. PS -	21,570,511.05
	4) 5% Share to NIA CO	4,265,197.036
	Total Deductions=	Php 60,141,741.63
DRD Net Income =		Php 25,162,199.08
DRD VIG =	(25,162,199.08 x 0.30) / 1.30	Php 5,806,661.33

The proposed amendment in the computation of VIG for UPRIIS DRD shall be used in the viability performance evaluation of the integrated system starting calendar year 2011.

Please be guided accordingly.


ANTONIO S. NANGEL
Administrator