

NPM No. 11-2008

3 July 2008

Ms. CAROL S. TOLENTINO
General Manager E
METRO MIDSAYAP WATER DISTRICT
007 Poblacion 8, Midsayap, Cotabato

Re: Infrastructure Projects Undertaken by Administration

Dear Gen. Manager Tolentino:

We respond to your letters dated 18 June and 20 May 2008 requesting for approval to undertake "by administration" the pipelaying works for the Metro Midsayap Water District Supply System Improvement/Expansion Project. We understand that total cost of the project is estimated at P8,740,360.00

Please be advised that under the Revised Guidelines on Infrastructure Projects Undertaken by Administration¹, it is the Secretary of Public Works, and not the GPPB, who authorize the implementation of infrastructure projects "by administration" with cost of Five Million up to Twenty Million Pesos.

We also wish to inform you that grant of authority by the Secretary of Public Works is premised on your compliance with the following conditions:

- a. Existence of track record of having completed, or supervised a project, by administration or by contract, similar to and with a cost of at least fifty percent (50%) of the project at hand,
- b. Ownership of tools and construction equipment to be used or access to such tools and equipment owned by other government agencies;
- c. No private contractor shall be used either directly or indirectly; and
- d. Procurement of goods shall be subject to the rules on public bidding
- e. Existence of any of the following conditions:

¹ GPPB Resolution No. 18-2006 which became effective last 24 April 2007. A copy of the guidelines may be secured from our website at www.gppb.gov.ph.

- i. There is an emergency arising from natural calamities or where immediate action is necessary to prevent imminent loss of life or property;
- ii. Project is necessary to comply with government commitments, as certified by the concerned government authority;
- iii. There was failure to award a contract after competitive bidding for a valid cause;
- iv. Contract was terminated or rescinded;
- v. Project will be undertaken in areas with critical peace and order problems as certified by the Local Peace and Order Council;

We hope that we have provided you with sufficient guidance. Should you have additional questions, please do not hesitate to contact us.

Very truly yours,



RUBY U. ALVAREZ
Executive Director III



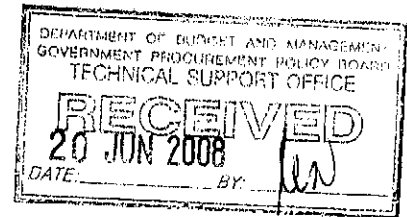
METRO MIDSAYAP WATER DISTRICT

007 Poblacion 8, Midsayap, Cotabato
Tel. No. (064) 229-8215 / 229-8973

June 18, 2008

THE OFFICER IN-CHARGE

Inter-Agency Technical Working Group
Government Procurement Policy Board
Pasig City



File.
Letter dttd 5/20/08
Forwarded to
G.P.P.B. on 6/20/08

Dear Sir/Madam:

May we reiterate our letter dated May 20, 2008 requesting for consideration and approval to implement by Administration the P 8, 740,360.00 pipelaying works for the Metro Midsayap Water District Supply System Improvement/Expansion Project.

Please be informed of the urgency to implement the rehabilitation and pipelaying for the replacement of the old and dilapidated pipelines in Midsayap and Libungan area, all situated in the Province of Cotabato. Our Non-Revenue Water (NRW) is 30% or an equivalent of 5.8 million pesos is lost every year. This was brought about by undetected leakages, illegal tapping and frequent flushing at end points to flush out the undesirable water caused by the old and dilapidated pipelines that need to be replaced as soon as possible. Services to our customers are greatly affected due to the poor quality of water we deliver to them.

Further, we will be delayed in the implementation of the said project by Contract considering the time that we will spend in the bidding process and the present peace and order condition in our area which is the primary cause for Contractors not to participate in the bidding for the said project as we are still experiencing bomb threats in our area.

We hope that this request will be given your most favorable consideration for and in the name of public service.

Very truly yours,

CAROL S. TOLENTINO
General Manager E

CC : Officer In-Charge
GPPB
: Ms. Emiluisa C. Peñano
GPPB-TSO