XVIII. MINISTRY OF PUBLIC HIGHWAYS

A.1 Office of the Minister

Current Operating Expenditures

1.0 *Preliminary Engineering and Feasibility Studies.* For preliminary engineering and feasibility studies of roads and bridges . . . . ₱ 22,227,000

1.1 Roads and Bridges	22,227,000

2.0 *Materials Quality Control.* For materials testing and quality control . . . . ₱ 1,909,000

2.1 Materials Testing and Quality Control . . .	1,909,000

3.0 *Maintenance and Repair.* For maintenance and repair of national roads and bridges, toll roads, operation of quarries, asphalt and batching plants, aid to provincial, city, and municipal roads and bridges, and barangay roads and bridges . . . . ₱1,250,156,000

3.1 National Roads and Bridges	630,514,000
3.2 Toll Roads	2,665,000
3.3 Operation of Quarries, Asphalt and Batching Plants	8,341,000
3.4 Aid for Provincial and City Roads and Bridges	176,309,000
3.5 Aid for Municipal Roads and Bridges . . .	35,095,000
3.6 Barangay Roads	397,232,000

4.0 *General Administration and Support Services.* For general administration and support services . . . . ₱ 79,822,000

4.1 General Administration and Support Services	79,822,000

Total Current Operating Expenditures, Office of the Minister . . . . ₱1,354,114,000

Capital Outlays

5.0 *Construction, Rehabilitation and Improvement.* For construction, rehabilitation and improvement of national roads and bridges, aid to provincial, city and municipal roads and bridges, barangay roads and bridges . . . ₱ 810,467,000

5.1 Construction of National Roads and Bridges	321,179,000
5.2 Rehabilitation and Improvement of National Roads and Bridges	154,000,000
5.3 Aid to Provincial, City and Municipal	

Roads and Bridges	96,000,000
5.4 Barangay Roads and Bridges	239,288,000
Total Capital Outlays, Office of the Minister	**₱ 810,467,000**
Total New Appropriations, Office of the Minister	**₱2,164,581,000**

Special Provisions

1. *Expenditure Funded from Borrowings.* The amounts herein appropriated and funded from local or foreign borrowings shall be released in accordance with loan drawdowns or in the manner stipulated in the financing agreement concerned, subject to Section 40, P.D. No. 1177.

2. *Restriction on Contract Price Adjustments.* No portion of the appropriations authorized herein for the Ministry of Public Highways and its bureaus, agencies and offices shall be used for payment of contract price adjustments arising out of capital or any other project.

3. *Capital Outlays.* The capital outlays provided in the Office of the Minister shall be utilized for such projects as may be approved by the President (Prime Minister) in the course of the budget year and shall be presented as a lump-sum in the infrastructure program.

4. *Expenditures of Projects.* Contracts entered into by the Ministry of Public Highways shall not exceed the allotments released out of duly authorized appropriations. No work may be initiated at the contractor's own risk.

5. *Prior Year's Obligations.* Unless specifically authorized in this Act, appropriations herein provided for the Ministry of Public Highways shall not be used to pay any prior year's obligations.

6. *Release of Road Maintenance Funds.* The provisions of P. D. No. 1618 to the contrary notwithstanding, funds allotted for maintenance and repair of roads for Region IX and Region XII which are provided in this Act for the Ministry of Public Highways shall be released directly to the Autonomous Region concerned, subject to such rules and regulations as may be prescribed by the Minister of the Budget and to the provisions of Section 40, P.D. No. 1177.

7. *Special Assessment.* The Ministry of Public Highways is authorized to assess the Metropolitan Waterworks and Sewerage System, the Philippine Long Distance Telephone Co., or any other entity which may cause damage to infrastructure or any public highways project, such amount as may be necessary to reconstruct or renovate such damaged infrastructure. The proceeds from such assessment shall be deposited with the National Treasury as a trust liability and may be withdrawn in accordance with pertinent budget regulations.

8. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	*Purpose*	*KBI*	*Amount*
1.1.1	Preliminary surveys, roads and bridges identification and development expenses	8	₱ 19,554,000

1.1.2	Salary adjustments (LOImp. Nos. 82-88)	3	2,673,000
	Sub-total, Project 1.1		22,227,000
2.1.1	Test of construction materials, feasibility studies and experiments to develop improved procedures or methods of test and supervision of government construction projects	14	1,654,000
2.1.2	Salary adjustments (LOImp. Nos. 82-88)	3	255,000
	Sub-total, Project 2.1		1,909,000
3.1.1	Contingent portion-operating and maintenance expenses for relief of provinces, chartered cities and municipalities, upon approval by the President (Prime Minister), pursuant to Sec. 6(c) of P.D. No. 17, as amended	8	189,179,000
3.1.2	Planting, maintenance and care of trees along principal highways, beginning with the North and the South Diversion Roads to be implemented with the assistance of the National Seedling Bank Foundation, the Ministry of Human Settlements, and the Local Government Units concerned, subject to Section 40 of P.D. No. 1177	8	10,000,000
3.1.3	Maintenance and repair of national roads and bridges	8	415,491,000

NCR	12,454,000
Region I	38,257,000
Region II	40,820,000
Region III	28,128,000
Region IV	57,073,000
Region V	21,867,000
Region VI	42,430,000
Region VII	31,077,000
Region VIII	37,281,000
Region IX	17,444,000
Region X	30,725,000
Region XI	36,204,000
Region XII	21,731,000
Total	415,491,000

3.1.4	Operating expenses in the supervision of the maintenance and repair of national roads and bridges	14	13,648,000
3.1.5	Salary adjustments (LOImp. Nos. 82-88)	3	2,196,000
	Sub-total, Project 3.1		630,514,000
3.2.1	Operation and maintenance of Baguio-Bontoc national roads as		

	authorized under C.A. No. 330 and the Kennon Naguilian Toll Road as authorized under R.A. No. 4187	8	664,000
3.2.2	Maintenance and repair of Baguio-Bontoc national roads and Kennon Naguilian Toll Roads	8	1,903,000
3.2.3	Salary adjustments (LOImp. Nos. 82-88)	3	98,000
	Sub-total, Project 3.2		2,665,000
3.3.1	Operation and maintenance of asphalt, batching plants and quarries in the production of asphalt and crushed rock for construction of roads, bridges and buildings		8,203,000
3.3.2	Salary adjustments (LOImp. Nos. 82-88)		138,000
	Sub-total, Project 3.3		8,341,000
3.4.1	Assistance in the maintenance and repair of provincial and city roads and bridges	8	176,309,000

NCR	5,205,000
Region I	17,215,000
Region II	11,818,000
Region III	13,151,000
Region IV	23,887,000
Region V	11,334,000
Region VI	17,385,000
Region VII	14,221,000
Region VIII	8,215,000
Region IX	11,397,000
Region X	16,196,000
Region XI	15,240,000
Region XII	11,045,000
Total	176,309,000

3.5.1	Assistance in the maintenance and repair of municipal roads and bridges	8	35,095,000

NCR	1,354,000
Region I	4,021,000
Region II	3,252,000
Region III	3,113,000
Region IV	4,171,000
Region V	2,296,000
Region VI	2,041,000
Region VII	2,902,000
Region VIII	2,038,000
Region IX	1,572,000
Region X	2,837,000
Region XI	3,028,000
Region XII	2,470,000
Total	35,095,000

3.6.1	Assistance in the maintenance and repair of barangay roads and bridges		8	397,232,000
	NCR	921,000		
	Region I	55,442,000		
	Region II	30,225,000		
	Region III	33,964,000		
	Region IV	37,906,000		
	Region V	16,351,000		
	Region VI	29,604,000		
	Region VII	27,077,000		
	Region VIII	26,551,000		
	Region IX	20,226,000		
	Region X	52,080,000		
	Region XI	36,110,000		
	Region XII	30,775,000		
	Total	397,232,000		
4.1.1	Conference, seminars and training		13	50,000
4.1.2	Operational expenses of the Transport Training Center at the College of Engineering, University of the Philippines per LOI No. 428		14	1,600,000
4.1.3	Salary adjustments (LOImp. Nos. 82-88)		3	13,700,000
4.1.4	Merit increases		3	657,000
4.1.5	General administration and support services		14	63,815,000
	Sub-total, Project 4.1			79,822,000
5.1.1	Discretionary portion — Capital projects and other expenditures to be implemented with the approval of the President (Prime Minister) for augmenting other allotments pursuant to Section 6(d) of P.D. No. 17, as amended		14	194,179,000
5.1.2	Peso counterpart requirements to support the Philippine-Australian Development Assistance Program (PADAP) Region IX		4	15,000,000
5.1.3	Construction of national roads and bridges as may be approved by the President (Prime Minister)		14	60,000,000
	NCR	4,261,560		
	Region I	3,135,480		
	Region II	3,324,690		
	Region III	4,619,070		
	Region IV	4,241,160		
	Region V	3,734,730		
	Region VI	5,369,790		
	Region VII	3,443,010		
	Region VIII	3,087,030		
	Region IX	4,125,390		
	Region X	3,496,050		
	Region XI	3,694,950		
	Region XII	4,467,090		

	Amount to augment the initial regional allocations herein provided, subject to Section 40 of P.D. No. 1177	9,000,000		
	Total	60,000,000		
5.1.4	Additional requirements for on-going locally funded projects		14	52,000,000
	Sub-total, Project 5.1			321,179,000
5.2.1	Peso counterpart requirements to support the Bicol River Basin Development Project (road component) (USAID Loan No. 492-T-041) Region V, the release of which shall be subject to Sec. 40 of P.D. No. 1177		4	100,000,000
5.2.2	Projects for the rehabilitation and improvement of national roads and bridges, as may be approved by the President (Prime Minister)		14	54,000,000
	NCR	1,424,277		
	Region I	3,400,272		
	Region II	3,712,392		
	Region III	4,162,671		
	Region IV	5,454,297		
	Region V	3,366,765		
	Region VI	5,254,173		
	Region VII	3,174,444		
	Region VIII	3,057,858		
	Region IX	2,433,618		
	Region X	3,325,455		
	Region XI	3,657,312		
	Region XII	3,476,466		
	Amount to augment the initial regional allocations herein provided, subject to Section 40 of P.D. No. 1177	8,100,000		
	Total	54,000,000		
5.3.1	Assistance in the construction of new provincial, city and municipal roads and bridges		14	96,000,000
	NCR	3,005,613		
	Region I	5,028,641		
	Region II	5,716,692		
	Region III	7,404,466		
	Region IV	7,205,566		
	Region V	6,681,938		
	Region VI	9,070,860		
	Region VII	5,663,285		

Region VIII	6,798,871		
Region IX	6,043,582		
Region X	5,820,487		
Region XI	6,113,390		
Region XII	7,046,609		
Amount to augment the initial regional allocations herein provided, subject to Section 40 of P.D. No. 1177	14,400,000		
Total	96,000,000		
5.4.1 Peso counterpart requirements to support the Mindoro Integrated Rural Development Project (road component) (IBRD Loan No. 1102-PH) Region IV		4	40,000,000
5.4.2 Peso counterpart requirements to support the Rural Infrastructure Project (Abra, Kalinga-Apayao, Antique, Aklan, Capiz and Bohol) (IDA Loan No. 790-PH)		4	23,096,000
5.4.3 Loan proceeds to support the Rural Infrastructure Project (Abra, Kalinga-Apayao, Antique, Aklan, Capiz and Bohol (IDA Loan No. 790-PH)		5	21,904,000
5.4.4 Peso counterpart requirements to support the Rural Development Project II (road component) (IBRD Loan No. 1421-PH)		4	24,000,000
5.4.5 Construction of barangay roads and bridges		14	48,000,000
NCR	408,000		
Region I	1,889,040		
Region II	3,663,840		
Region III	3,912,720		
Region IV	7,213,440		
Region V	3,888,240		
Region VI	4,390,080		
Region VII	3,108,960		
Region VIII	2,994,720		
Region IX	2,639,760		
Region X	1,889,040		
Region XI	3,557,760		
Region XII	1,244,400		
Amount to augment the initial regional allocations herein provided, subject to Section 40 of P.D. No. 1177	7,200,000		
Total	48,000,000		

5.4.6	Peso counterpart requirements to support the Samar Integrated Rural Development Project (Australian Grant) — Region VIII	4	34,728,000
5.4.7	Grant proceeds to support the Samar Integrated Rural Development Project (Australian Grant) Region VIII	5	32,560,000
5.4.8	Peso counterpart requirements to support the Cagayan Integrated Rural Development Project — Region II	4	15,000,000
	Sub-total, Project 5.4		239,288,000
	Total, agency commitments and key budgetary inclusions		**₱2,164,581,000**

A.2 Bureau of Barangay Roads

Current Operating Expenditures

1.0 *Policy Formulation, Program Planning and Standards Development on Construction and Maintenance.* For policy formulation, program planning and standards development on construction and maintenance of barangay roads and bridges, and general administration and support services .... ₱ 4,643,000

1.1 Barangay Roads and Bridges	3,587,000
1.2 General Administration and Support Services	1,056,000
Total New Appropriations (All Current Operating Expenditures), Bureau of Barangay Roads	**₱ 4,643,000**

Special Provision

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	*Purpose*	*KBI*	*Amount*
1.1.1	Planning, programming and designing of feeder roads and bridges, including survey, preparation of specifications and estimates, and issuance of policies and guidelines for field implementation	14	₱ 742,000
1.1.2	Technical supervision on maintenance, repair, construction, rehabilitation, and improvement of feeder roads and bridges	14	2,584,000
1.1.3	Salary adjustments (LOImp. Nos. 82-88)	3	261,000
	Sub-total, Project 1.1		3,587,000

1.2.1	General administration and support services	14	940,000
1.2.2	Salary adjustments (LOImp. Nos. 82-88)	3	98,000
1.2.3	Merit increases	3	18,000
	Sub-total, Project 1.2		1,056,000
	Total, agency commitments and key budgetary inclusions		**₱ 4,643,000**

A.3 Bureau of Construction and Maintenance

Current Operating Expenditures

1.0 *Policy Formulation, Program Planning and Standards Development on Construction and Maintenance.* For policy formulation, program planning and standards development on construction and maintenance of national, provincial, city and municipal roads and bridges and airport horizontal facilities, and general administration and support services . . . . ₱ 8,472,000

1.1 National, Provincial, City and Municipal Roads and Bridges and Airport Horizontal Facilities	6,339,000
1.2 General Administration and Support Services	2,133,000
Total New Appropriations (All Current Operating Expenditures), Bureau of Construction and Maintenance	**₱ 8,472,000**

Special Provision

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	*Purpose*	*KBI*	*Amount*
1.1.1	Reconnaisance, survey and preliminary investigations of areas where roads are to be constructed	14	₱ 1,717,000
1.1.2	Surveys for establishing ground center lines and collection of vital information and data required for the preparation of road plans and designs	14	1,145,000
1.1.3	Preparation of plans and designs to guide construction engineers in estimating costs of proposed projects	14	2,862,000
1.1.4	Salary adjustments (LOImp. Nos. 82-88)	3	615,000
	Sub-total, Project 1.1		6,339,000

1.2.1	General administration and support services	14	1,826,000
1.2.2	Salary adjustments (LOImp. Nos. 82-88)	3	267,000
1.2.3	Merit increases	3	40,000
	Sub-total, Project 1.2		2,133,000
	Total, agency commitments and key budgetary inclusions		**₱ 8,472,000**

A.4 Bureau of Equipment

Current Operating Expenditures

1.0 *Equipment Management.* For equipment management, including equipment leasing operations, equipment maintenance and repair, and general administration and support services . . . . ₱ 193,087,000

1.1	Equipment Leasing Operations	9,936,000
1.2	Equipment Maintenance and Repair	128,443,000
1.3	General Administration and Support Services	54,708,000

Total Current Operating Expenditures, Bureau of Equipment . . . . ₱ 193,087,000

Capital Outlays

2.0 *Construction of Permanent Improvements and Acquisition of Equipment.* For construction of permanent improvements, and acquisition and/or rehabilitation of equipment . . . . ₱ 120,000,000

2.1	Construction of Permanent Improvements	100,000,000
2.2	Acquisition and/or Rehabilitation of Equipment	20,000,000

Total Capital Outlays, Bureau of Equipment . . . . ₱ 120,000,000

Total New Appropriations, Bureau of Equipment . . . . ₱ 313,087,000

Special Provision

1. *Key Budgetary Inclusions (KBI).* The amounts herein appropriated for the various programs and projects of the agency shall specifically provide for the activities and purposes in the indicated amounts and conditions:

P/P/A	*Purpose*	*KBI*	*Amount*
1.1.1	Operational requirements for overseeing and allocating of equipment in Regional Offices	14	₱ 2,076,000

1.1.2	Technical assistance to operators, drivers and users of specialized equipment models	14	452,000
1.1.3	Processing of applications and supporting documents for equipment rental	14	6,902,000
1.1.4	Inspection of leased equipment and determination of disposable equipment	14	405,000
1.1.5	Salary adjustments (LOImp. Nos. 82-88)	3	101,000
	Sub-total, Project 1.1		9,936,000
1.2.1	Preventive maintenance of highway equipment	14	92,153,000
1.2.2	Rehabilitation and/or repair of heavy construction and maintenance equipment, including the purchase of spare parts, supplies or materials	14	28,863,000
1.2.3	Supervision of the maximum and minimum stock levels of spare parts and related items	14	2,962,000
1.2.4	Maintenance of master tools and data on equipment status, plans and spare parts acquisition	14	666,000
1.2.5	Development of procedures for speedy repair and maintenance of equipment fleet	14	648,000
1.2.6	Salary adjustments (LOImp. Nos. 82-88)	3	3,151,000
	Sub-total, Project 1.2		128,443,000
1.3.1	General administration and support services	14	14,342,000
1.3.2	Insurance premiums of road construction and maintenance equipment to be released to the Bureau of the Treasury, subject to Section 40 of P.D. No. 1177.	14	40,000,000
1.3.3	Salary adjustments (LOImp. Nos. 82-88)	3	101,000
1.3.4	Merit increases	3	265,000
	Sub-total, Project 1.3		54,708,000
2.1.1	Peso counterpart requirements to support the construction of equipment depots in Tuguegarao, Legaspi, Tacloban and Davao — OECF Loan No. PH-P4	4	4,800,000
2.1.2	Peso counterpart requirements and cash advances to support the construction of base and area shops in Luzon under the 3rd IBRD Package Loan No. 1353 PH	4	47,000,000
2.1.3	Peso counterpart requirements and cash advances to support the con-		

	struction of equipment depot, base and area shops in Visayas and Mindanao under the 4th IBRD Package Loan No. 1661-PH	4	48,200,000
	Sub-total, Project 2.1		100,000,000
2.2.1	Purchase and/or rehabilitation of heavy construction and maintenance equipment, subject to Sec. 40 of P.D. No. 1177	11	20,000,000
	Total, agency commitments and key budgetary inclusions		**₱ 313,087,000**

GENERAL SUMMARY

Current Operating Expenditures

A.1	Office of the Minister	₱1,354,114,000
A.2	Bureau of Barangay Roads	4,643,000
A.3	Bureau of Construction and Maintenance	8,472,000
A.4	Bureau of Equipment	193,087,000
	Total Current Operating Expenditures	**₱1,560,316,000**

Capital Outlays

A.1	Office of the Minister	₱ 810,467,000
A.4	Bureau of Equipment	120,000,000
	Total Capital Outlays	**₱ 930,467,000**
	Total New Appropriations, Ministry of Public Highways	**₱2,490,783,000**