



CIRCULAR NO. 001
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Implementation of the Second Stage of Adjustments on Allowable Ranges of Contract Costs and Single Largest Project or Completed Track Record Requirements

During the regular meeting held on February 2, 2009, the Philippine Contractors Association (PCA) (PCAB) RESOLVED to implement the following Second Stage of Adjustments on the Allowable Ranges of Contract Costs (ARCC) and the corresponding Single Largest Project or Completed Track Record requirements:

Size Range	License Category	Single Largest Project or Completed Track Record Requirement	Allowable Range of Contract Cost
Large B	AAA	Above Php100 M	30% or above Php300 M
Large A	AA	Above Php100 M up to Php150 M	Up to 100% up to 300 M
Medium B	A	Above Php100 M up to Php150 M	Up to 100% up to 300 M
Medium A	B	Above Php100 M up to Php150 M	Up to 100% up to 300 M
Small B	C & D	Up to Php100 M	Up to 100% up to 300 M
Small A	Track	Up to Php100 M	Up to 100% up to 300 M

The second stage of ARCC adjustment shall take effect on February 2, 2009. Accordingly, all government projects submitted for bidding starting on July 2009 shall conform to the above ranges.

In the implementation of the Second Stage of Adjustments, the Board of Directors of PIA shall follow the following procedures:

1. The above adjustments shall apply to all bidders and applicants for government projects (new registration, upgrading of size range, and additional project registration). Registration fees shall be duly paid.
2. Registration applicants will be required to file their applications with the following expiration date; provided the license is valid and that the applicant possesses the license required for the corresponding size range. If the contractor's registration expires, the contractor's registration, size range, or additional classification on or after July 2009, the second stage of ARCC and SLP adjustments shall apply.
3. Since there will be size ranges issued by the DTI after the expiration of the previous registration, size ranges shall be adjusted. SLP of the second stage shall be applicable for the information of contracting agencies.

SO ORDERED.

Makati City, Philippines
 18 February 2009

ELMER C. HERNANDEZ
 Undersecretary/OIC-Chairman

JOSE W. CASTOR
 Undersecretary

AGERICO M. MONTENEGRO
 Acting Treasurer

ATTESTED BY:
RENZO F. ALIBRIO
 Officer-in-Charge

JOSE L. VILLAFUERTE
 Board Secretary