

AFP Vision 2028: A World-class Armed Forces, Source of National Pride

GENERAL HEADQUARTERS
ARMED FORCES OF THE PHILIPPINES
OFFICE OF THE DEPUTY CHIEF OF STAFF FOR LOGISTICS, J4
Camp General Emilio Aguinaldo, Quezon City

D/O

JAN 28 2017

AFP LOGISTICS LETTER DIRECTIVE
NUMBER PC-17-01

Amendment of PC 13-02 (AFP Procurement System)

1. References.

a. Revised IRR of R.A. 9184 Series of 2016.

b. Department Circular Nr 12 dated 22 October 2014 as amended.

Subject: Amendment of Department Circular No. 5, s-2014, Streamlining the Rules and Procedures on the Signing and Approval of Defense Contracts in the Armed Forces of the Philippines.

c. PC-13-02 dated 24 October 2013 Subject: AFP Procurement System.

2. Pursuant to Section 52.1 (b) of the Revised IRR of R.A. 9184 and Section 14 of Department Circular Nr 12 series of 2014 as amended; Section 7 of PC-13-02 series of 2013 on the Approval of Procurement Contracts is hereby amended:

as read:

"The following officials shall have the authority to approve and sign Purchase Orders/Job Orders/Work Orders/Contracts for the procurement of goods, services, and infrastructure projects, with corresponding amount as indicated:

Approving Authority	Amount (in any one transaction)
Chief of Staff, AFP	- Up to PhP 50,000,000.00
Vice-Chief of Staff, AFP	- Up to PhP 25,000,000.00
Major Service Commanders	- Up to PhP 25,000,000.00
CC for Engineering Brigades	- Up to PhP 5,000,000.00
CC, Procurement Centers, AFPPS	- Up to PhP 1,000,000.00
Chief Contracting Offices, AFPPS	- Up to PhP 1,000,000.00

to read:

"Section 7 Approval of Procurement Contracts. The following officials shall have the authority to approve and sign Purchase Orders/Job Orders/Work Orders/Contracts for the procurement of goods, services, and infrastructure projects, with corresponding amounts as indicated:

Approving Authority	Amount (in any one transaction)
Chief of Staff, AFP	- Up to PhP 49,999,999.99
Vice-Chief of Staff, AFP	- Up to PhP 40,000,000.00
Major Service Commanders	- Up to PhP 40,000,000.00
Chief Contracting Offices, for Engineering Brigades	- Up to PhP 5,000,000.00
Commanding Officer, Procurement Centers, AFPPS	- Up to PhP 5,000,000.00

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Chief Contracting Offices: AFPPC: - Up to PnP 1,000,000.00

However, procurement contracts/purchase orders/job orders/work orders of the Armed Forces of the Philippines involving an amount of PnP50 Million and above shall be endorsed and recommended by the Chief of Staff, AFP, as the end-user representative, to the Secretary of National Defense for signature as the contracting party.

Procurement contracts undertaken through Foreign Military Sales regardless of fund source shall be signed by the DCSLOG J4, AFP subject to prior approval of the SND.

3. Further, paragraph C, Section V, Annex "H" (Consolidated Guidelines for the Alternative Methods of Procurement) of the revised IRR of RA 9184 series of 2016 has provided the following:

***C. SHOPPING**

1. Definition. Shopping is a method of procurement of goods whereby the Procuring Entity simply request for the submission of price quotations for readily available off-the-shelf goods or ordinary/regular equipment to be procured directly from suppliers of known qualifications. This method of procurement shall be employed in any of the following cases:

a) xxx

b) Procurement of ordinary or regular office supplies and equipment not available in the DBM-PS, in the amount not to exceed the following:

(i) For NGAs, GOCCs, GRIs, SUCs, and Autonomous Regional Government, One Million Pesos (1,000,000).

4. In this regard, all procurement thru "Shopping" is hereby increased from the amount of Five Hundred Thousand Pesos (PnP 500,000.00) to the amount not to exceed One Million Pesos (PnP 1,000,000.00).

5. All other pertinent provisions of PC-13-02 series of 2013 shall remain in effect unless otherwise amended.

6. This Directive shall take effect immediately upon publication.

7. For widest dissemination and strict compliance.

BY COMMAND OF GENERAL AND:


JOE S. YUCOCO
Major General AFP

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