



Republic of the Philippines
DEPARTMENT OF FINANCE

Roxas Boulevard Corner Pablo Ocampo, Sr. Street
Manila 1004

METROPOLITAN WATER
& SEWERAGE SYST
ADMINISTRATOR'S OFFICE

RECEIVED BY:

NAME: Sol
DATE: 28 MAR 2016

17 March 2016

MR. GERALDO A.I. ESQUIVEL
Acting Chairman and Administrator
Metropolitan Waterworks & Sewerage System
Katipunan Road, Balara, Quezon City

SUBJECT: Remittance of Dividends Due from FY 2015 Net Earnings

Dear **Mr. Esquivel**:

In the interest of faithfully enforcing the prevailing laws on the duties of Government-Owned or -Controlled Corporations (GOCCs), including Government Financial Institutions (GFIs), we restate (1) the need for prompt payment of any outstanding advances from the National Government (NG), including interest; and (2) the requirements under Republic Act (RA) No. 7656, for GOCCs to declare and remit at least fifty percent (50%) of their annual net earnings as dividends to the NG.

In this regard, we request that you remit to the Bureau of the Treasury (BTr) PHP 362.09 million as dividends for FY 2015 representing 50% of net earnings¹.

Please note that the deadline for the remittance of at least 50% of the FY 2015 dividends due is on **30 April 2016**.

Failure of timely compliance will result in:

1. Recommendation by the DOF to the Governance Commission for GOCCs (GCG) of the deferral or disapproval of the performance incentive of the GOCC's Appointive Directors (including the chief executive) without prejudice to other sanctions as may be imposed by the GCG²;
2. Penalties and charges, as provided in Section 10 of the revised Implementing Rules and Regulations (IRR) to RA No. 7656; and,

¹ May refer to annualized net earnings.

² Section 10 of Republic Act No. 10149, otherwise known as the "GOCC Governance Act of 2011", states "that no incentives shall be granted unless the GOCC has fully paid all taxes which it is liable, and has declared and paid all dividends required to be paid under its charter or any other laws." This is further echoed in Paragraph 3.2 of GCG Memorandum Circular No. 2014-05.

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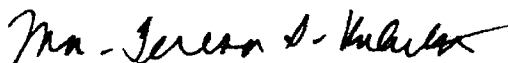
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3. Administrative and/or criminal liabilities on the part of the responsible public officers, as provided in Section 6 of RA No. 7656.

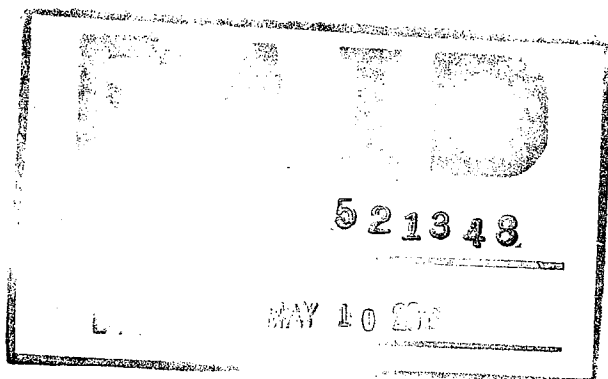
Thank you.

Very truly yours,




MA. TERESA S. HABITAN

Assistant Secretary and Officer in Charge of the Corporate Affairs Group,
and Privatization and Office of Special Concerns



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cc: **CESAR V. PURISIMA**, Secretary of Finance
PAQUITO N. OCHOA, JR., Executive Secretary
FLORENCIO B. ABAD, Secretary of Budget and Management
CESAR L. VILLANUEVA, Chairman, Governance Commission for GOCCs

	Official Receipt of the Republic of the Philippines	
	Nº 8204693 H	
	Date <i>May 10, 2016</i>	
Agency BUREAU OF THE TREASURY - MANILA	Fund	
Payor MWSS		
Nature of Collection	Account Code	Amount
Cash Dividend of CY 2015 3/5/2015 00.00		
5 2 1 3 4 8		S
MAY 10 2016		
TOTAL		<i>9,150,000.00</i>
Amount in Words <i>one hundred fifty million</i>		
<i>from only</i>		
<input type="checkbox"/> Cash	Drawee Bank	Number Date
<input checked="" type="checkbox"/> Check	<i>LBP</i>	<i>521398 4/7/16</i>
<input type="checkbox"/> Money Order		
Received the amount stated above		
<i>Paludo</i> PURITA B. BELOICA COLLECTING OFFICER, TOO IV CCDE-BTR		
NOTE: Write the number and date of this receipt on the back of check or money order received.		

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5/11/16

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