

**VISION and STRATEGIES
for the
PHILIPPINE
WATER SUPPLY SECTOR –
THE LWUA PERSPECTIVE**

by
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**BACKGROUND:
THE
PHILIPPINE
WATER SECTOR**

GOVERNMENT AGENCIES IN THE WATER SECTOR (PARTIAL LIST)

- DENR
- NIA
- NAPOCOR
- LGUs
- WDs
- NWRB
- DOH
- LWUA
- NEDA
- DOE
- DPWH
- MWSS
- DBM
- DILG
- SUBIC BAY
REGULATORY
- RDC
- RWSA
- BWSA
- NGOs
- GFIs

FUNCTIONS OF KEY PLAYERS

PROVIDE DIFFERENT SECTOR WITH
WATER FOR:

- ❖ Domestic Supply
- ❖ Irrigation
- ❖ Hydropower
- ❖ Flood Control
- ❖ Navigation
- ❖ Fisheries
- ❖ Pollution Control
- ❖ Others

NATIONAL WATER RESOURCES BOARD (NWRB)

PLANNING COMPONENT

NWRB



(ADVISE)

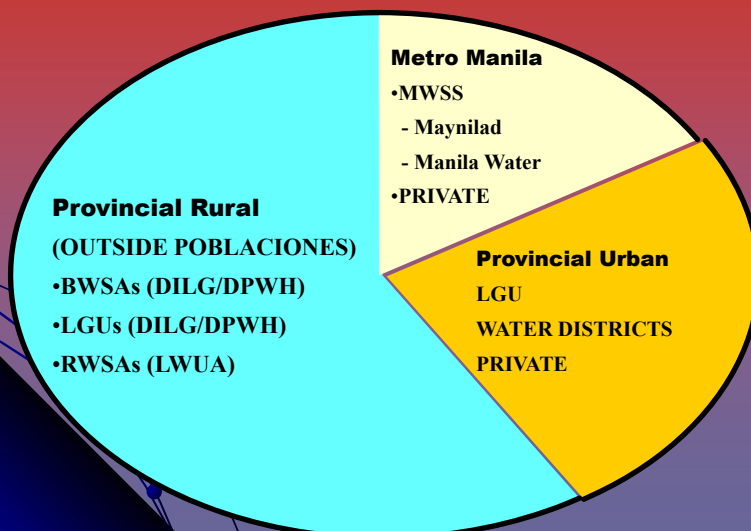


NEDA

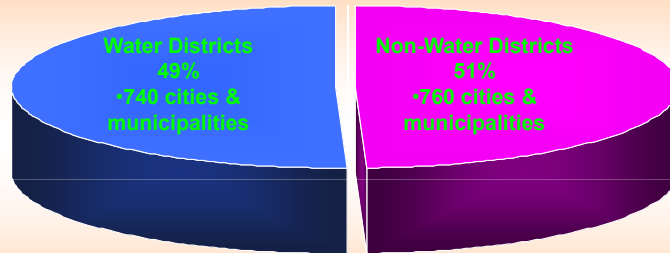
(Integrates Sectoral Plans into National Strategies and Policies)

THE PHILIPPINE WATER SUPPLY SECTOR

WATER SECTOR IMPLEMENTING AGENCIES



LWUA's Service Area Coverage As of December 2003



Target Area Coverage Outside MWSS/Maynilad/Manila Water:
1,500 cities and municipalities

PGMA VISION FOR THE PHILIPPINE WATER SUPPLY SECTOR



Provide safe and potable water to all barangays (emphasis on 200 barangays in MM and 200 waterless municipalities)

LWUA's SHARE

<u>YEAR</u>	<u>TARGET PROJECTS</u>
2004	115
2005	107
2006	113
2007	81
2008	71
2009	59
2010	<u>93</u>
TOTAL	639

LWUA CORPORATE PERFORMANCE 2004-2006

LWUA CORPORATE PERFORMANCE (2004-2006)

Year	Completed Projects	Project Disbursement	Add'l Served Population (M)
2004	53	P2.397 B	
2005	53	1.666	
2006	81	1.138	
TOTAL	187	P5.201 B	1.200

LWUA CORPORATE PERFORMANCE (2004-2006)

New Loans Granted	P3.159 Billion
Loans Aailed	P6.452 Billion
Collection (Interest/Principal)	P4.130 Billion
Collection Ratio	82%
Commercial Practices Installed	131 WDs
Training Courses	85

LWUA's PLANS AND PROGRAMS (2007-2010)

LWUA's OBJECTIVES

1. To provide piped water service to 2.5 Million people in 223 Water Districts and 50 waterless communities.
2. To work towards the self-sustainability of about 50 less-creditworthy Water Districts.
3. To initiate access to sewerage/septage management thru four (4) pilot/low cost projects
4. To revitalize LWUA towards being a world-class organization and ensuring its financial viability.

INVESTMENT PROGRAM

<u>Year</u>	<u>Amount (Billion)</u>	<u>Projects</u>
2008	P1.119	71
2009	1.611	59
2010	<u>2.691</u>	<u>93</u>
TOTAL	P5.421 B	223

STRATEGIES FOR THE REALIZATION OF THE VISION

EXECUTIVE ORDER NO. 279

(ISSUED ON FEBRUARY 2004)

◇ INSTITUTED REFORMS IN THE FINANCING POLICIES FOR THE WATER SUPPLY and SEWERAGE SECTOR

LWUA STRATEGIES

1. Continue the provision of appropriate water supply infrastructure.
2. Shift focus from creditworthy WDs into less-creditworthy WDs for technical and institutional development.
3. Undertake projects in non-operational/non-creditworthy, pre-creditworthy water districts, including waterless areas, subject to availability of concessionary sources of funds.

LWUA STRATEGIES

4. Tap innovative sources of funds (e.g., co-financing, refinancing, loan syndication, WD reserve deposits, DPWH funds, LGU funds) for projects, while maximizing traditional sources (e.g., bilateral/multi-lateral funds, national governments appropriation, congress-initiated funds, local borrowings).
5. Consider in LWUA's project investment program, the national government's thrust in developing super-regions.

LWUA STRATEGIES

6. Work towards the congressional amendment of PD 198 increasing LWUA's authorized capital stock, and foreign and domestic borrowing limits.
7. Strengthen LWUA's project management capability and improve project development process, to avoid delays/ losses.
8. Venture into sewerage/septage management program, by undertaking low-cost capital projects and/or sewerage projects on a pilot basis.

LWUA STRATEGIES

9. Undertake graduation of water districts into the next level creditworthiness, towards self-sustainability.
10. Consider amalgamation of WDs/WSPs wherever feasible.
11. Review/revise lending policies and programs, in consideration of current market loan offerings, various clientele and sources of funds.
12. Tap new markets, such as LGU WSPs, for technical and institutional development

LWUA STRATEGIES

13. Work towards LWUA's evolvement into a world-class organization by addressing the following key result areas: corporate governance, management effectiveness, business process, public accountability, personnel development, employee morale, and partnership with stakeholders.
14. Ensure LWUA's financial viability in terms of financial liquidity, cost control and financial stability, with special emphasis on improved loan collection performance.



END