

**[ OP ADMINISTRATIVE ORDER NO. 274, December 07, 2009 ]**

**AMENDING ADMINISTRATIVE ORDER NO. 225 SERIES OF 2008  
HARNESSING IDLE RESOURCES TO UPLIFT THE POOR AND  
BOOST RICE SUPPLY TO CUSHION THE COUNTRY FROM PRICE  
SPIKES, AS AMENDED BY ADMINISTRATIVE ORDER 225-A AND  
ADMINISTRATIVE ORDER 244 SERIES OF 2008 AUTHORIZING  
THE DEPARTMENT OF AGRICULTURE THE USE OF P4.0 BILLION  
FROM FEES, REVENUES AND RECEIPTS FROM SERVICE  
CONTRACT (SC) NO. 38 FOR THE RICE SUFFICIENCY PROGRAMS  
OF THE GOVERNMENT**

WHEREAS, on April 1, 2006, Administrative Order No. 225 was issued mandating the government-owned and controlled corporations and government financial institutions to allocate five percent (5%) of their 2007 surplus for projects in rice, low cost consumer and medicine outlets, PhilHealth and microfinance in accordance with relevant laws, charters and by-laws;

WHEREAS, on May 6, 2008, in recognition of the need to mitigate the risks involved in agricultural lending, Administrative Order No. 225 was amended by Administrative Order 225-A, which established the Agricultural Guarantee Fund Pool;

WHEREAS, there is an urgent need for the relief and rehabilitation of farmers and farmlands affected by typhoons like Ondoy (Ketsana) and Pepeng (Parma) and as they are, and will be further, affected by climate change;

NOW, THEREFORE, I, GLORIA MACAPAGAL-ARROYO, President of the Republic of the Philippines, by virtue of the powers vested in me by law, do hereby order:

*SECTION 1.* Section 1 of Administrative Order No. 225, as amended by Administrative Order 225-A, is hereby further amended by inserting a new Subsection designated as Section 1-A to read as follows:

*"Section 1-A: From the accumulated 2009 contributions to the AGFP, an amount to be determined by the Department of Agriculture shall be earmarked for the benefit of farmers an farm lands damaged by Typhoons like Ondoy (Ketsana) and Pepeng (Parma) to be used for calamity loans, crop insurance, post-harvest facilities and other climate change mitigation and adaptation measures."*

*SECTION 2.* The Department of Agriculture shall issue the corresponding implementing guidelines for this purpose.

*SECTION 3.* All other provisions of Administrative Order No. 225 series of 2008, as amended by Administrative Order 225-A series of 2008, not otherwise inconsistent