

XXXI. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

For subsidy and equity requirements of various government-owned and/or -controlled corporations in accordance with the purposes and projects indicated hereunder.....P4,501,636,000

	Current Operating Expenditures			Totals
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
Purposes/Projects by Department Attachment and by Government-Owned and/or -Controlled Corporations				
A. Office of the President				
1. Asset Privatization Trust				
a) Purposes				
a.1 Disposition of Acquired Assets, pursuant to Proclamation No. 50 (Subsidy Support)		P 32,000,000	P	P 32,000,000
a.2 Conservation and Maintenance of Acquired Assets (Loans Outlay)			260,000,000	260,000,000
Total for the Asset Privatization Trust		32,000,000	260,000,000	292,000,000
2. National Housing Authority				
a) Purpose				
a.1 Implementation of Various Resettlement, Slum Upgrading and Sites/Services Programs (Subsidy Support)		230,000,000		230,000,000
b) Project				
b.1 Urban IV and Other Foreign-assisted Projects (Equity Investments as Counterpart Funds)			220,000,000	220,000,000

Total for the National Housing Authority	230,000,000	220,000,000	450,000,000
B. Department of Agriculture			
1. National Food Authority			
a) Purpose			
a.1 Stabilization of Domestic Prices of Rice and Corn (Subsidy Support)	1,000,000,000		1,000,000,000
2. National Post Harvest Institute for Research and Extension			
a) Purpose			
a.1 Operation and Maintenance pursuant to LOI No. 1142 (Subsidy Support)	5,000,000		5,000,000
3. Philippine Rice Research Institute			
a) Purpose			
a.1 Operation and Maintenance, pursuant to Executive Order No. 1061 (Subsidy Support)	10,000,000		10,000,000
C. National Economic and Development Authority			
1. Philippine Deposit Insurance Corporation			
a) Purpose			
a.1 Permanent Insurance Fund, pursuant to P.D. No. 1985 (Equity Investment)		325,000,000	325,000,000
D. Department of Environment and Natural Resources			
1. National Electrification Administration			

a) Projects		
a.1 Rural Electrification Program (Equity Investment as Counterpart Fund, ADB Loan No. 542 and IBRD Loan No. 1547)	90,000,000	90,000,000
a.2 Mini-Hydro Projects (Equity Investments as Counterpart Fund, United Kingdom-Philippine Loan No. 1980)	40,000,000	40,000,000
	-----	-----
Total for the National Electrification Administration	130,000,000	130,000,000
	-----	-----
E. Department of Finance		
1. Philippine Crop Insurance Corporation		
a) Purpose		
a.1 Implementation of the Crop Insurance Scheme pursuant to P.D. No. 1467 (National Government Insurance Premium Subsidy)	50,000,000	50,000,000
F. Department of Health		
1. Philippine Heart Center		
a) Purpose		
a.1 Subsidy Support	5,000,000	5,000,000
G. Department of Public Works and Highways		
1. Local Water Utilities Administration		
a) Projects		
a.1 Waterworks Development Project - Second Provincial Cities Water Supply Project (Equity Investments as Counterpart Fund, IBRD 1710/IDA 920)	100,830,000	100,830,000

486 GENERAL APPROPRIATIONS ACT, CY1988

a.2 Water Supply Systems Project (Equity Investment as Counterpart Fund, DANIDA V)	9,380,000	9,380,000
a.3 OECF-Assisted Projects (Equity Investment as Counterpart Fund)	4,000,000	4,000,000
a.4 Levels I,II and III Water Supply Projects (Equity Investment)	65,490,000	65,490,000
a.5 Locally Funded Projects including Lusaran Dam Project, Cebu City (Equity Investment)	20,815,000	20,815,000
Total for the Local Water Utilities Administration	200,515,000	200,515,000

2. National Irrigation Administration

a) Purpose

a.1 Construction and Rehabilitation of Communal Irrigation Systems (Subsidy Support)	420,000,000	420,000,000
--	-------------	-------------

b) Projects

b.1 Palsiguan River Multi-purpose Project-Stage I (Equity Investment as Counterpart Fund OECF Loan Nos. PH-45 and PH-32)	104,600,000	104,600,000
b.2 Cagayan Integrated Area Development Project (Equity Investment as Counterpart Fund, OECF Loan No. PH-P14)	81,929,000	81,929,000
b.3 Philippine Medium-Scale Irrigation Project (Equity Investment as Counterpart Fund, IBRD Loan No. 1809-PH)	23,622,000	23,622,000
b.4 Second Laguna de Bay Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 466 PHI (SF) and 628 PHI)	21,700,000	21,700,000

b.5 Palawan Integrated Area Development Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 528 PHI and 529 PHI)	6,000,000	6,000,000
b.6 Naga-Calabanga Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 417 PHI and 628 PHI)	8,279,000	8,279,000
b.7 Bohol Irrigation Project (Equity Investment as Counterpart Fund, OECF Loan Nos. PH-P63 and PH-P35)	93,071,000	93,071,000
b.8 Agusan II Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan No. 362 PHI (SF))	35,000,000	35,000,000
b.9 Bukidnon Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 406 PHI and 628 PHI)	4,200,000	4,200,000
b.10 Davao Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 285 PHI and 628 PHI)	22,800,000	22,800,000
b.11 Tago River Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan No. 305 PHI)	32,000,000	32,000,000
b.12 Allah River Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan Nos. 341 PHI and 727 PHI)	6,601,000	6,601,000
b.13 Davao III Irrigation Project (Equity Investment as Counterpart Fund, ADB Loan No. 580 PHI)	12,764,000	12,764,000
b.14 Watershed Management and Erosion Control Project, Magat and Pantabangan (Equity Investment as Counterpart Fund, IBRD Loan No. 1890 PH)	42,434,000	42,434,000
b.15 Communal Irrigation Development Project (Equity Investment as Counterpart Fund, IBRD Loan No. 2173)	38,000,000	38,000,000

488 GENERAL APPROPRIATIONS ACT, CY1988

b.16 First Irrigation Sector Project (Equity Investment as Counterpart Fund, ADB Loan No. 667 PHI)	65,500,000	65,500,000
b.17 Mindanao Irrigation Study IV (Equity Investment as Counterpart Fund, ADB Loan Nos. 668 PHI and 566 PHI)	1,500,000	1,500,000

Total for the National Irrigation Administration	420,000,000	600,000,000 1,020,000,000

H. Department of Science and Technology		
1. Metals Industry Research and Development Center		
a) Purpose		
a.1 Operation and Maintenance pursuant to P.D. No. 1765	8,000,000	8,000,000
I. Department of Tourism		
1. National Parks Development Committee		
a) Purpose		
a.1 Parks Development Beautification and Preservation	30,000,000	30,000,000
J. Department of Trade and Industry		
1. Center for International Trade Expositions and Missions		
a) Purpose		
a.1 Operation and Maintenance, including Foreign Trade Promotion Activities, pursuant to Executive Order No. 133, as amended by Executive Order No. 242	50,000,000	50,000,000
2. Cottage Industry Technology Center		
a) Purpose		
a.1 Operation and Maintenance pursuant to Executive Order No. 133	4,000,000	4,000,000

3. Export Processing Zone Authority			
a) Purpose			
a.1 Redemption of EPZA Bonds, pursuant to P.D. No. 1786		89,923,000	89,923,000
b) Project			
b.1 Bataan Export Processing Zone Project II (Equity Investment as Counterpart Fund, OECF Loan No. PH-P67)		5,000,000	5,000,000
		-----	-----
Total for the Export Processing Zone Authority		94,923,000	94,923,000
		-----	-----
4. National Development Company			
a) Project			
a.1 Agro-Industrial and Industrial Development Projects (Equity Investment)		78,000,000	78,000,000
5. Philippine Shippers' Council			
a) Purpose			
a.1 Operation and Maintenance, including the Operation of the Freight Booking and Cargo Consolidation Center and Cebu and Davao Field Offices, pursuant to P.D. Nos. 833 and 917		1,900,000	1,900,000
K. Department of Transportation and Communications			
1. Light Rail Transit Authority			
a) Purposes			
a.1 Operation and Maintenance (Subsidy Support)		70,000,000	70,000,000
a.2 Improvement of the Light Rail Transit System (Equity Investment)		15,000,000	15,000,000
		-----	-----
Total for the Light Rail Transit Authority		70,000,000	85,000,000
		-----	-----

2. Philippine National Railways

a) Purpose

a.1 Operation and Maintenance, pursuant to P.D. No. 741	50,680,000	50,680,000
--	------------	------------

L. Rest of Budgetary Support to Government-Owned and/or -Controlled Corporations, subject to Section 40 of P.D. NO. 1177 and Letter of Implementation No. 29	238,906,000	372,712,000	611,618,000
	238,906,000	372,712,000	611,618,000

Total New Appropriations, Budgetary Support to Government Corporations	P2,205,486,000	P2,296,150,000	P4,501,636,000
	P2,205,486,000	P2,296,150,000	P4,501,636,000

Special Provisions

1. **Use of the Fund.** The amounts herein appropriated may be used to support operating expenses, loans outlay, and equity investments/trust funds to be administered by government-owned and/or -controlled corporations: PROVIDED, That with respect to the budget of the National Irrigation Administration, priority shall be accorded to the operation of all pump irrigation systems starting January 1988: PROVIDED, FURTHER, That the amount herein appropriated for the stabilization of domestic prices of rice and corn (subsidy support) shall be used exclusively for the procurement of rice and corn and shall not be used directly or indirectly for personal services, maintenance and other operating expenses or capital outlays: PROVIDED, FURTHERMORE, That payment of salaries, allowances and other benefits shall be in accordance with P.D. No. 985 and that retirement gratuities paid from this fund shall be computed in accordance with the rates, conditions and procedures prescribed under existing retirement laws, rules and regulations and in no case shall equity investments be used for retirement gratuities: AND PROVIDED, FINALLY, That releases shall be subject to Section 40 of P.D. No. 1177 and LOImp. No. 29.

2. **Fund Releases.** Funds herein appropriated for budgetary support to government-owned and/or -controlled corporations shall be under the administration of the Department of Budget and Management. Said funds will be directly released to the recipient corporation through the Bureau of the Treasury. All requests for fund releases for subsidies or capital investments to government corporations shall emanate from their respective Boards through the Departments to which they are attached.

3. **Offsets Against Budgetary Support to Government Corporations.** The appropriations herein authorized for budgetary support to government corporations may be used by the Bureau of the Treasury for the corporate payments of the 5% dividend under Executive Order No. 518, of the loans relent to corporations and of the advances made by the Bureau of the Treasury on corporate obligations guaranteed by the Government of the Republic of the Philippines. Furthermore, if the total level of actual end 1987 liquid assets (i.e., cash and money market placements) and bond investments by a GOCC exceeds the corresponding projection consistent with the formulation of the 1988 budgetary support program, then the excess may be deducted from the said program and if other assumptions (e.g., interest rates) made in the formulation of the 1988 budget support program do not materialize during the budget execution and have a favorable effect on a GOCC's cash flow, then the programmed budget support may be reduced to the extent of such favorable effect.

GENERAL SUMMARY
 BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

	Current Operating Expenditures			Totals
	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	
Budgetary Support to Government-Owned and/or -Controlled Corporations	P2,205,486,000	P2,296,150,000	P4,501,636,000	
Total New Appropriations, Budgetary Support to Government Corporations	P2,205,486,000	P2,296,150,000	P4,501,636,000	