

H. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS - OTHERS

For budgetary support to government-owned and/or controlled corporations not otherwise specifically appropriated in this Act ..... P 13,606,000  
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New Appropriations, by Purpose  
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Current Operating Expenditures

Personal Services	Maintenance and other Operating Expenses	Capital Outlays	Total
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A. PURPOSE

1. Rest of Budgetary Support to Government-Owned and/or Controlled Corporations, subject to Section 35, Chapter 5, Book VI of E.O. No. 292 and Letter of Implementation No. 29

P 13,606,000			P 13,606,000
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Sub-total, Purpose

13,606,000			13,606,000
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TOTAL NEW APPROPRIATIONS

P 13,606,000			P 13,606,000
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Special Provisions

1. Budgetary Support to GOCCs. All income and revenue collected by GOCCs from all sources shall be used to cover all of its operating requirements. Any deficiency may be augmented by the budgetary support from the National Government, which may be either subsidy or equity investments to GOCCs: PROVIDED, That payment of salaries, allowances and other benefits shall be in accordance with P.D. No. 985, as amended, and R. A. No. 6758, as amended, as well as R.A. No. 7305, and that retirement gratuities paid by GOCCs shall be computed in accordance with the rates, conditions and procedures prescribed under existing retirement laws, rules and regulations: PROVIDED, FURTHER, That the amount appropriated as subsidy may be used for payment of retirement or separation benefits, in accordance with existing laws or executive issuances, to personnel of GOCCs which are financially unable to pay said benefits, subject to the submission and approval of a rationalization program under E.O. No. 366, s. 2004, and other laws and executive issuances as well as other measures that will enhance the efficiency and effectiveness of the GOCC concerned: PROVIDED, FURTHERMORE, That in no case shall equity investments be used for salaries, allowances, retirement gratuities and other benefits, except in cases authorized by the DBM: PROVIDED, FINALLY, That releases shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292 and Letter of Implementation No. 29 dated December 5, 1975.

2. Offsets Against Budgetary Support to GOCCs. The appropriations authorized herein may be offset by the BTr against the corporate payments of cash dividends under R.A. No. 7656, guarantee fees, advances for loans relented to corporations, obligations which are guaranteed by the National Government, and other receivables of the government from the corporations. If the total level of actual revenues at the end of the immediate past year, including income from liquid assets, such as interest in cash deposits as well as in short-term and bond investments, and other fund sources of the GOCC, exceed the corresponding projections considered in the formulation of the current year's budgetary support program, the excess may be deducted from said program and the budgetary support may be reduced to the extent of such favorable result.

3. Fund Releases for Budgetary Support to GOCCs. Funds appropriated herein shall be under the administration of the DBM. Said funds shall be directly released to the recipient GOCC through the BTr. All requests for fund releases either as subsidy or equity investments to GOCCs shall be included in their respective Corporate Operating Budgets (COBs) duly approved by their respective governing boards.

4. Submission of Corporate Operating Budgets and Other Related Financial Statements. All GOCCs, including GFIs, shall prepare their FY 2010 COBs in accordance with E. O. No. 518, s. 1979 and the procedures and guidelines prescribed by the DBM. Said COBs together with their supporting financial statements shall be approved by their governing boards, and submitted to the Secretary of Budget and Management for review and evaluation as part of the budget process pursuant to E.O. No. 518 and E.O. No. 292: PROVIDED, That the PNOC, the NPC and the NEA shall be governed further by the requirements of R.A. No. 7638.

5. Use of Income. In addition to the budgetary support to GOCCs appropriated herein, the following special accounts shall be used in support to GOCCs, as follows:

- (a) Cultural Center of the Philippines - Five Million Pesos (P5,000,000) sourced from fifty percent (50%) of the Tobacco Inspection Fee in accordance with P.D. No. 1158, as amended;
- (b) Philippine Coconut Authority - Ten Million Pesos (P10,000,000) sourced from the Philippine Coconut Authority Development Fund created under P.D. No. 1234; and
- (c) National Tobacco Administration - Seventy Seven Million Four Hundred Fifty Four Thousand Pesos (P77,454,000) sourced from the Tobacco Fund created under R.A. No. 4155.

The release of the foregoing amounts shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

6. Budgetary Support to the National Housing Authority. The amount of Four Billion Three Hundred Seventy Five Million Pesos (P4,375,000,000) appropriated as subsidy to the NHA shall be used exclusively for the following purposes:

- a) Resettlement Program P4,275,000,000
- b) Slum Upgrading of Lands Proclaimed as Socialized Housing Units 100,000,000

The amounts appropriated for the Resettlement Program includes, as follows:

- a) Reconstruction Program;
- b) North Luzon Expressway Phase 2 Resettlement Project;
- c) Resettlement Program For Families in Danger or Risk Areas and Families Affected by Calamities;
- d) Resettlement Program For Families Affected by Other Government Infrastructure Projects; and
- e) Regional Resettlement Projects:

PROVIDED, That the appropriations authorized for the NHA shall be released upon submission of the listing and details of projects as approved by the NHA Board: PROVIDED, FURTHER, That the implementation of the foregoing programs shall be made in accordance with R.A. No. 7279, R.A. No. 7835 and their Implementing Rules and Regulations: PROVIDED, FINALLY, That the NHA shall submit reports indicating, among others, the breakdown of disbursements made for the aforesaid program to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the House and Senate Committee on Housing.

7. DAP Training Program. The training program of the Development Academy of the Philippines (DAP) shall be geared towards the training of government officials/executives and other employees. The DAP shall formulate a curriculum, in consultation with the Civil Service Commission and the Career Executive Service Board, to be used in the training of government officials/executives and other employees.

8. Subsidy to the National Food Authority. The amount of Two Billion Five Hundred Million Pesos (P2,500,000,000) appropriated as subsidy for the NFA shall be used exclusively for its price stabilization and food security program. The NFA shall buy directly from farmers or their organizations, whose names together with the quantity purchased and the price paid shall be listed and verified under oath by the NFA, and posted in the municipal hall, public market or other conspicuous public places in the municipality where the farmers live: PROVIDED, That the funds for the purpose shall be released in time for the harvest season: PROVIDED, FURTHER, That in cases of calamities, fortuitous event, or shortfall in production, such amount or a portion thereof, may be used for the importation of rice and corn as recommended by the NFA Council and approved by the President: PROVIDED, FINALLY, That the pricing scheme for imported rice and corn shall, as far as practicable consider the full cost recovery.

9. Report on Rice Stocks. All warehouses duly licensed or accredited by the NFA shall, within thirty (30) days after the end of each quarter, submit to the NFA Administrator a report on actual rice stocks in their warehouses. The NFA Administrator shall furnish the Congressional Oversight Committee on Agriculture and Fisheries Modernization a copy of the consolidated quarterly report on actual rice stock.

10. Subsidy to the Philippine Crop Insurance Corporation. The amount of One Hundred Thirteen Million Seven Hundred Seventy One Thousand Pesos (P113,771,000) appropriated as subsidy for the Philippine Crop Insurance Corporation shall be used exclusively for crop insurance premiums of subsistence farmers: PROVIDED, That any savings realized from the current year's premium subsidy shall be applied to the payment of premium arrearages. Release of these amounts shall be subject to the submission of a Special Budget duly endorsed by the Secretary of Agriculture pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, and such other reports and financial statements that may be required by the DBM.

11. Subsidy to the PIDS. The amount herein appropriated for the PIDS shall be used for the conduct of policy studies especially on fiscal and financial policies and programs for the use of policy makers including the DBM and the Congress of the Philippines. The PIDS shall always submit to the library of both Houses of Congress a copy of its studies, papers, journals and similar publications to make it available to the Members of Congress. A list of said submission shall be submitted to the Committee on Finance of the Senate and Committee on Appropriations of the House of Representatives.

12. Improvement in Operations and Release of Appropriations for the National Home Mortgage and Finance Corporation. The National Home Mortgage and Finance Corporation (NHMFC) shall implement a rehabilitation program to increase collection efficiency and improve the quality of its loan portfolio in accordance with the Memorandum of Agreement dated June 5, 1996 and its approved Rationalization Plan under E.O. No. 366, s. 2004. The NHMFC shall submit its collection report and such other reports as may be required by the DBM under E.O. No. 518, s. 1979, which may be used as basis for the release of allotments and notices of cash allocation, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

13. Implementation of Housing Projects. In the implementation of housing projects, the shelter agencies shall adopt and promote the use of new and innovative housing technologies and materials to bring down the cost of housing and reduce the impact of construction on the environment.

14. Support for the Agriculture and Fisheries Modernization Program. Of the amounts appropriated herein, Two Hundred Eighty Eight Million Pesos (P288,000,000) as subsidy for the Philippine Coconut Authority and One Hundred Thirteen Million Seven Hundred Seventy One Thousand Pesos (P113,771,000) as subsidy for the Philippine Crop Insurance Corporation (PCIC) shall be used in support of the programs and projects under the Agriculture and Fisheries Modernization Program.

15. Remittance of Cash Dividends. Cash dividends of at least fifty percent (50%) of the annual net earnings of GOCCs shall be remitted to the National Treasury pursuant to R.A. No. 7656 as income of the General Fund.

16. Transparency and Accountability in Government Operations. To enhance transparency and enforce accountability, the GOCCs shall submit within thirty (30) days after the end of each quarter to the DBM, the House Committee on Appropriations and the Senate Committee on Finance their quarterly corporate financial, physical and narrative accomplishment reports or post on their respective official websites their approved corporate operating budgets immediately upon approval thereof, key programs and projects with the corresponding budgetary allocation, budgetary support from the National Government, annual procurement plan, contracts awarded and the names of the contractors/suppliers/consultants, status of program and project implementation, and the program/project evaluation and/or assessment reports. The respective heads of GOCCs shall be responsible for ensuring compliance with this requirement.

GENERAL SUMMARY  
 BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

		Current Operating Expenditures			
		Personal Services	Maintenance and other Operating Expenses	Capital Outlays	Total
A.	Department of Agriculture		P 3,296,305,000		P 3,296,305,000
	A.1. National Dairy Authority		51,619,000		51,619,000
	A.2. National Food Authority		2,500,000,000		2,500,000,000
	A.3. Philippine Coconut Authority		539,915,000		539,915,000
	A.4. Philippine Crop Insurance Corporation		113,771,000		113,771,000
	A.5. Philippine Rice Research Institute		91,000,000		91,000,000
B.	Department of Health		797,360,000		797,360,000
	B.1 Lung Center of the Philippines		157,560,000		157,560,000
	B.2 National Kidney and Transplant Institute		162,800,000		162,800,000
	B.3 Philippine Children's Medical Center		318,000,000		318,000,000
	B.4 Philippine Heart Center		122,000,000		122,000,000
	B.5 Philippine Institute of Traditional and Alternative Health Care		37,000,000		37,000,000
C.	Department of Tourism		65,000,000		65,000,000
	C.1. Tourism Promotion Board		65,000,000		65,000,000
D.	Department of Trade and Industry		132,686,000	100,000,000	232,686,000
	D.1. Aurora Pacific Economic and Freeport Zone		45,000,000	100,000,000	145,000,000
	D.2. Center for International Trade Expositions and Missions		79,686,000		79,686,000
	D.3. Cottage Industry Technology Center		8,000,000		8,000,000
E.	Department of Transportation and Communications		131,000,000		131,000,000
	E.1. Philippine National Railways		131,000,000		131,000,000
F.	National Economic and Development Authority		25,300,000		25,300,000
	F.1. Philippine Institute for Development Studies		25,300,000		25,300,000
G.	Other Executive Offices		5,223,100,000	905,550,000	6,128,650,000
	G.1. Authority of the Freeport Area of Bataan			100,000,000	100,000,000
	G.2. Cagayan Economic Zone Authority			294,550,000	294,550,000
	G.3. Cultural Center of the Philippines		195,000,000		195,000,000

G.4.	Development Academy of the Philippines	45,000,000		45,000,000
G.5.	Home Guaranty Corporation		500,000,000	500,000,000
G.6.	National Home Mortgage Finance Corporation	500,000,000		500,000,000
G.7.	National Housing Authority	4,375,000,000		4,375,000,000
G.8.	Southern Philippines Development Authority	59,000,000		59,000,000
G.9.	Zamboanga City Special Economic Zone Authority	49,100,000	11,000,000	60,100,000
H.	Budgetary Support to Government Corporations - Others	13,606,000		13,606,000
Total New Appropriations, Budgetary Support to Government Corporations		P 9,684,357,000	P 1,005,550,000	P 10,689,907,000
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