

XI. DEPARTMENT OF FINANCE

A. OFFICE OF THE SECRETARY

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	907,139	2,585,650	1,616,668
General Fund	907,139	2,585,650	1,616,668
Automatic Appropriations	168,923	19,068	24,306
Grant Proceeds	149,988		
Retirement and Life Insurance Premiums	18,935	19,068	24,306
Continuing Appropriations	610,917	376,700	
Unreleased Appropriation for Capital Outlays			
R.A. No. 10652	32,224		
R.A. No. 10633	524,581		
Unreleased Appropriation for MOOE			
R.A. No. 10651		210,579	
Unobligated Releases for Capital Outlays			
R.A. No. 10633	2,795		
R.A. No. 10651		104,043	
Unobligated Releases for MOOE			
R.A. No. 10633	51,317		
R.A. No. 10651		62,078	
Budgetary Adjustment(s)	150,792		
Transfer(s) from:			
Department of Agrarian Reform (DAR)			
Office of the Secretary	40,872		
Contingent Fund	14,750		
E-Government Fund	51,647		
International Commitments Fund	15,002		
Miscellaneous Personnel Benefits Fund	20,593		
Pension and Gratuity Fund	7,928		
Total Available Appropriations	1,837,771	2,981,418	1,640,974
Unused Appropriations	(472,754)	(376,700)	
Unreleased Appropriation	(210,579)	(210,579)	
Unobligated Allotment	(262,175)	(166,121)	
TOTAL OBLIGATIONS	1,365,017	2,604,718	1,640,974
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

<u>No. / Code</u>	<u>GASS / STO / OPERATIONS / PROJECTS</u>	<u>2015 Actual</u>	<u>2016 Current</u>	<u>2017 Proposed</u>
000001000000000	General Administration and Support	334,442,000	1,968,315,000	534,788,000
	PS	89,384,000	72,930,000	88,848,000
	MOOE	86,794,000	88,385,000	107,354,000
	CO	158,264,000	1,807,000,000	338,586,000
000002000000000	Support to Operations	30,597,000	44,001,000	133,851,000
	PS	13,270,000	13,829,000	22,354,000
	MOOE	17,327,000	22,688,000	52,497,000
	CO		7,484,000	59,000,000

000003000000000	Operations	316,147,000	372,402,000	614,264,000
	PS	163,804,000	154,328,000	229,371,000
	MOOE	131,568,000	215,074,000	383,801,000
	CO	20,775,000	3,000,000	1,092,000
	Projects	683,831,000	220,000,000	358,071,000
	MOOE	155,717,000		229,821,000
	CO	528,114,000	220,000,000	128,250,000
TOTAL AGENCY BUDGET		1,365,017,000	2,604,718,000	1,640,974,000
	PS	266,458,000	241,087,000	340,573,000
	MOOE	391,406,000	326,147,000	773,473,000
	CO	707,153,000	2,037,484,000	526,928,000

STAFFING SUMMARY

	2015	2016	2017
TOTAL STAFFING			
Total Number of Authorized Positions	797	797	797
Total Number of Filled Positions	385	384	384

Proposed New Appropriations Language

For general administration and support, support to operations, and operations, including locally-funded and foreign-assisted projects, as indicated hereunder.....P 1,616,668,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: FINANCIAL SECTOR AND FISCAL POLICY SERVICES (DOMESTIC AND INTERNATIONAL)	59,993,000	263,218,000	1,092,000	324,303,000
MFO 2: PUBLIC SECTOR FINANCIAL RESOURCES MANAGEMENT SERVICES	135,933,000	116,691,000		252,624,000
MFO 3: MUNICIPAL DEVELOPMENT FUND ADMINISTRATION SERVICES	17,249,000	3,892,000		21,141,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	316,267,000	773,473,000	526,928,000	1,616,668,000
National Capital Region (NCR)	316,267,000	773,473,000	405,328,000	1,495,068,000
Cordillera Administrative Region (CAR)			42,400,000	42,400,000
Region VII - Central Visayas			64,400,000	64,400,000
Region X - Northern Mindanao			14,800,000	14,800,000
TOTAL AGENCY BUDGET	316,267,000	773,473,000	526,928,000	1,616,668,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Municipal Development Fund. The Municipal Development Fund (MDF), administered by the Municipal Development Fund Office (MDFO), constituted from the proceeds of foreign loans, grants and assistance shall be used for the loaning and relending operations to LGUs in accordance with P.D. No. 1914, COA-DOF-DBM J.C. No. 6-87 dated August 17, 1987 and E.O. No. 41, s. 1998. Any interest earnings of the MDF shall be deposited as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987 and Section 65 of P.D. No. 1445.

Disbursements or expenditures by the MDFO in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.

The MDFO shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on income and expenditure. The Executive Director of the MDFO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the MDFO website.

2. Refund of the Service Development Fee for the Right to Develop the Nampedai Property in Japan. The amount of Two Hundred Ten Million Five Hundred Seventy Nine Thousand Pesos (P210,579,000) appropriated herein shall be used exclusively for the refund of the Service Development Fee on the right to develop the Nampedai Property in Tokyo, Japan to Nagayama-Taisei Consortium (NTC), pursuant to the Notice of Termination dated June 11, 2009 issued by the Secretary of Finance cancelling the award to NTC on the right to develop the Nampedai property.

Release of this amount shall be made upon prior endorsement by the Secretary of Finance that the conditions, if any, for the refund have been complied with, and subject to submission by the DOF of certification from the BTr that the amount corresponding to the Service Development Fee has actually been deposited with the National Treasury as income of the General Fund.

3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
000001000000000	General Administration and Support	82,594,000	107,354,000	338,586,000	528,534,000
103001000100000	General Management and Supervision	P 72,364,000	P 107,354,000	P 338,586,000	P 518,304,000
103001000200000	Administration of Personnel Benefits	10,230,000			10,230,000
Sub-total, General Administration and Support		82,594,000	107,354,000	338,586,000	528,534,000
000002000000000	Support to Operations	20,498,000	52,497,000	59,000,000	131,995,000
101002000100000	Legal Services	3,949,000	2,454,000		6,403,000
103002000200000	Management of Information Systems	16,549,000	50,043,000	59,000,000	125,592,000
Sub-total, Support to Operations		20,498,000	52,497,000	59,000,000	131,995,000

110 EXPENDITURE PROGRAM FY 2017 VOLUME II

000003000000000	Operations	<u>213,175,000</u>	<u>383,801,000</u>	<u>1,092,000</u>	<u>598,068,000</u>
000003010000000	MFO 1: FINANCIAL SECTOR AND FISCAL POLICY SERVICES (DOMESTIC AND INTERNATIONAL)	<u>59,993,000</u>	<u>263,218,000</u>	<u>1,092,000</u>	<u>324,303,000</u>
000003010100000	National Finance Services	<u>14,892,000</u>	<u>59,122,000</u>		<u>74,014,000</u>
101003010100001	Financial and fiscal planning and programming	12,658,000	20,290,000		32,948,000
101003010100002	Consolidation, analysis, generation of reports, planning and programming/project formulation on revenue statistics	2,234,000	1,686,000		3,920,000
101003010100003	Philippine Extractive Industries Transparency Initiative (PH-EITI)		37,146,000		37,146,000
101003010200000	Tax policy research and formulation	5,699,000	7,509,000		13,208,000
101003010300000	Preparation of inputs of financial and economic policies of international development	39,402,000	196,587,000	1,092,000	237,081,000
000003020000000	MFO 2: PUBLIC SECTOR FINANCIAL RESOURCES MANAGEMENT SERVICES	<u>135,933,000</u>	<u>116,691,000</u>		<u>252,624,000</u>
101003020100000	Privatization Group and Council Secretariat support	18,107,000	7,266,000		25,373,000
101003020200000	Revenue Integrity Protection Service (RIPS) activities	16,135,000	15,341,000		31,476,000
101003020300000	Processing of tax exemption requests and oversight of tax law implementation	53,740,000	29,100,000		82,840,000
101003020400000	Operation of One-Stop Shop Inter-Agency Tax Credit and Duty Draw-Back Center	24,837,000	6,136,000		30,973,000
101003020500000	Negotiation of international financing transactions	8,688,000	45,863,000		54,551,000
101003020600000	Monitoring, performance evaluation and coordination of the government corporate sector	14,426,000	12,985,000		27,411,000
000003030000000	MFO 3: MUNICIPAL DEVELOPMENT FUND ADMINISTRATION SERVICES	<u>17,249,000</u>	<u>3,892,000</u>		<u>21,141,000</u>
101003030100000	Administration of funds for municipal development	<u>17,249,000</u>	<u>3,892,000</u>		<u>21,141,000</u>
Sub-total, Operations		<u>213,175,000</u>	<u>383,801,000</u>	<u>1,092,000</u>	<u>598,068,000</u>
TOTAL PROGRAMS AND ACTIVITIES		P 316,267,000	P 543,652,000	P 398,678,000	P 1,258,597,000
		=====	=====	=====	=====
000004000000000	Locally-Funded Projects		<u>229,821,000</u>	<u>6,650,000</u>	<u>236,471,000</u>
000004090000000	Environmental Protection		<u>19,242,000</u>	<u>6,650,000</u>	<u>25,892,000</u>
000004090300000	Protection of Biodiversity and Landscape		<u>19,242,000</u>	<u>6,650,000</u>	<u>25,892,000</u>
103004090300001	Support to the People's Survival Fund		19,242,000	6,650,000	25,892,000

000004100000000	Governance	210,579,000		210,579,000
000004100100000	General Public Services	210,579,000		210,579,000
103004100100001	Refund of Service Development Fee for the Right to Develop the Nampedai Property in Tokyo, Japan	210,579,000		210,579,000
Sub-total, Locally-Funded Project(s)		229,821,000	6,650,000	236,471,000
000005000000000	Foreign-Assisted Projects		121,600,000	121,600,000
000005090000000	Environmental Protection		121,600,000	121,600,000
000005090300000	Protection of Biodiversity and Landscape		121,600,000	121,600,000
102005090300001	Integrated Natural Resources and Environmental Management Project (INREMP)		121,600,000	121,600,000
Sub-total, Foreign-Assisted Project(s)			121,600,000	121,600,000
TOTAL PROJECTS		P 229,821,000	P 128,250,000	P 358,071,000
		=====	=====	=====
TOTAL NEW APPROPRIATIONS		P 316,267,000	P 773,473,000	P 526,928,000
		=====	=====	=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
<u>Current Operating Expenditures</u>			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	154,266	153,544	202,553
Total Permanent Positions	154,266	153,544	202,553
Other Compensation Common to All			
Personnel Economic Relief Allowance	8,859	8,952	9,216
Representation Allowance	7,287	6,900	7,362
Transportation Allowance	5,144	6,900	7,362
Clothing and Uniform Allowance	1,875	1,865	1,920
Productivity Incentive Allowance	764		
Honoraria	3,778		
Overtime Pay	391		
Mid-Year Bonus - Civilian			16,878
Year End Bonus	13,170	12,795	16,878
Cash Gift	1,901	1,865	1,940
Step Increment		678	1,062
Collective Negotiation Agreement	9,875		
Productivity Enhancement Incentive	13,498	1,905	1,920
Performance Based Bonus	7,095		
Total Other Compensation Common to All	73,637	41,860	64,538
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	293	80	267
Magna Carta for Public Social Workers		187	
Overseas Allowance			14,072
Other Personnel Benefits	8,274		9,429
Total Other Compensation for Specific Groups	8,567	267	23,768

Other Benefits			
Retirement and Life Insurance Premiums	18,518	19,068	24,306
PAG-IBIG Contributions	444	448	467
PhilHealth Contributions	1,210	1,254	1,331
Employees Compensation Insurance Premiums	445	448	467
Retirement Gratuity	17	9,626	8,121
Terminal Leave	2,876	1,093	1,543
Total Other Benefits	23,510	31,937	36,235
Non-Permanent Positions	6,478	13,479	13,479
TOTAL PERSONNEL SERVICES	266,458	241,087	340,573
Maintenance and Other Operating Expenses			
Travelling Expenses	27,776	32,899	109,237
Training and Scholarship Expenses	21,898	6,286	89,752
Supplies and Materials Expenses	24,466	17,884	38,535
Utility Expenses	29,187	30,118	26,756
Communication Expenses	10,853	12,619	13,060
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses		1,000	1,000
Extraordinary and Miscellaneous Expenses	2,490	3,797	4,227
Professional Services	157,502	49,727	128,127
General Services	20,729	19,755	27,435
Repairs and Maintenance	12,819	13,161	1,188
Financial Assistance/Subsidy	40,872		
Taxes, Insurance Premiums and Other Fees	3,636	17,276	4,453
Other Maintenance and Operating Expenses			
Advertising Expenses	8,009	4,604	5,067
Printing and Publication Expenses	7,134	1,713	1,951
Representation Expenses	1,828	1,146	3,705
Transportation and Delivery Expenses	348		6,990
Rent/Lease Expenses	6,122	19,144	42,724
Membership Dues and Contributions to Organizations	15	1,920	35
Subscription Expenses	3,916	6,778	7,318
Other Maintenance and Operating Expenses	11,806	86,320	261,913
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	391,406	326,147	773,473
TOTAL CURRENT OPERATING EXPENDITURES	657,864	567,234	1,114,046
Capital Outlays			
Investment Outlay		140,000	
Property, Plant and Equipment Outlay			
Infrastructure Outlay	524,581	80,000	121,600
Buildings and Other Structures	142,791	1,800,000	300,000
Machinery and Equipment Outlay	30,201	10,484	25,542
Transportation Equipment Outlay	6,455	7,000	13,750
Furniture, Fixtures and Books Outlay	3,125		20,786
Intangible Assets Outlay			45,250
TOTAL CAPITAL OUTLAYS	707,153	2,037,484	526,928
GRAND TOTAL	1,365,017	2,604,718	1,640,974

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Fiscal Strength
2. Resilient and Inclusive Financial System
3. Good Governance

ORGANIZATIONAL
OUTCOME : 1. Fiscal Sustainability Attained
2. Asset and Debt Effectively Managed

PERFORMANCE INFORMATION

KEY STRATEGIES :

1. Desired Revenue to Gross Domestic Product ratio attained
2. Prudent liability management
3. Effective management of government assets and liabilities
4. Improved fiscal performance of Local Government Units (LGUs) to support local development projects and delivery of basic services
5. Effective international finance management through strategic mobilization and allocation of funds
6. Establish the country at the forefront of international and regional economic finance cooperation

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Fiscal Sustainability Attained		
Improved tax effort	FY 2011:12.4%; FY 2012:12.9%; FY 2013:13.3%; FY 2014:13.6%; FY 2015:13.7%	17.5%
Sustained country's position at the forefront of international and regional economic finance cooperation, through participation in international meetings/ treaty negotiations (e.g. APEC and ASEAN)	FY 2011:4; FY 2012:4; FY 2013:4; FY 2014:4	6
Transparency initiatives for mining industry	FY 2014:100% FY 2015:100%	100%
Asset and Debt Effectively Managed		
Sustained dividend collection from GOCCs	FY 2011:P5.5 Billion FY 2012:P5.5 Billion FY 2013:P5.5 Billion	P10 Billion
Amount of loans with concessional terms increased or amount of concessional loans maximized	FY 2011:US\$ 1.5 Billion FY 2012:US\$ 2.0 Billion FY 2013:US\$ 4.0 Billion (This includes requirements to finance Yolanda post disaster reconstruction)	Values of foreign loans and grants (> or = US\$ 500 Million)
	FY 2011:7; FY 2012:15; FY 2013:12 foreign loans	Number of foreign loans and grants negotiated (> or = 7)
MFO / PIs		2017 Targets
MFO 1: FINANCIAL SECTOR AND FISCAL POLICY SERVICES (DOMESTIC AND INTERNATIONAL)		
Number of plans and policy advisories developed and issued or updated and disseminated		5
Percentage of stakeholders who rate DOF plans/policy advisories as good or better		80%
Percentage of plans and policy advisories that have been updated, issued and disseminated within the last 3 years		80%
MFO 2: PUBLIC SECTOR FINANCIAL RESOURCES MANAGEMENT SERVICES		
Revenue Integrity Protection and Services		
Number of personnel investigated		108
Number of personnel charged with OMB or CSC		55
Percentage of personnel charged by appropriate authority over the number of personnel investigated		51%
Percentage of investigation completed within the prescribed period		100%

GOCC Monitoring	
Amount collected as dividend from GOCCs	P 10.0 Billion
Dividend from GOCCs collected within the prescribed period	100% collection by 4th Q
Percentage of dividend collected over target dividend	100%
Negotiation of International Loans	
Value of foreign loans and grants negotiated	> or = US\$ 500 M
Number of foreign loans and grants negotiated	> or = 7
Percentage of ODA loans obtained annually compliant to the Weighted Average Grant Element as set under the law	100%
MFO 3: MUNICIPAL DEVELOPMENT FUND ADMINISTRATION SERVICES	
Number of applications for grants and loans acted upon	40
Number of grants and loans approved	30
Number of loans and grants under management	170
Value of loans and grants under management	850.82 Million
Percentage of loans with one or more interest payments in arrears by 30 days or more	10%
Percentage of applications acted upon within 2 weeks	100%
Percentage of borrowers that are default on an interest or principal repayment after one (1) month grace period	10%

B. BUREAU OF CUSTOMS

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	3,055,920	2,629,509	3,622,964
General Fund	3,055,920	2,629,509	3,622,964
Automatic Appropriations	248,865	444,651	444,303
Retirement and Life Insurance Premiums	100,151	100,147	96,875
Special Account	148,714	344,504	347,428
Continuing Appropriations	318,050	1,110,317	
Unreleased Appropriation for Capital Outlays			
R.A. No. 10651		280,884	
Unobligated Releases for Capital Outlays			
R.A. No. 10651		41,215	
Unobligated Releases for MOOE			
R.A. No. 10633	318,050		
R.A. No. 10651		788,218	
Budgetary Adjustment(s)	267,416		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	114,665		
Pension and Gratuity Fund	152,751		
Total Available Appropriations	3,890,251	4,184,477	4,067,267
Unused Appropriations	(1,424,492)	(1,110,317)	
Unreleased Appropriation	(280,884)	(280,884)	
Unobligated Allotment	(1,143,608)	(829,433)	
TOTAL OBLIGATIONS	2,465,759	3,074,160	4,067,267
	=====	=====	=====

		EXPENDITURE PROGRAM (in pesos)		
No. / Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	596,472,000	631,910,000	766,035,000
	PS	435,469,000	314,435,000	487,172,000
	MOOE	159,894,000	316,075,000	221,889,000
	CO	1,109,000	1,400,000	56,974,000
000003000000000	Operations	1,666,999,000	2,342,250,000	2,566,582,000
	PS	1,010,532,000	1,022,498,000	1,026,729,000
	MOOE	600,744,000	1,319,752,000	1,062,062,000
	CO	55,723,000		477,791,000
	Projects	202,288,000	100,000,000	734,650,000
	CO	202,288,000	100,000,000	734,650,000
TOTAL AGENCY BUDGET		2,465,759,000	3,074,160,000	4,067,267,000
	PS	1,446,001,000	1,336,933,000	1,513,901,000
	MOOE	760,638,000	1,635,827,000	1,283,951,000
	CO	259,120,000	101,400,000	1,269,415,000

STAFFING SUMMARY

	2015	2016	2017
TOTAL STAFFING			
Total Number of Authorized Positions	6,264	6,264	6,264
Total Number of Filled Positions	3,479	3,031	3,031

Proposed New Appropriations Language

For general administration and support, and operations, including locally-funded projects, as indicated hereunder.....

P 3,622,964,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: COLLECTION OF DUTIES AND TAXES	943,251,000	714,634,000	477,791,000	2,135,676,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	PS	MOOE	CO	TOTAL
CENTRAL OFFICE	666,624,000	724,255,000	886,349,000	2,277,228,000
Regional Allocation (net of Central Office):	750,402,000	212,268,000	383,066,000	1,345,736,000
National Capital Region (NCR)	512,502,000	90,817,000	28,953,000	632,272,000
Region I - Ilocos	15,097,000	8,422,000	2,017,000	25,536,000
Region II - Cagayan Valley	1,964,000	1,755,000	200,000	3,919,000
Region III - Central Luzon	26,538,000	14,233,000	4,771,000	45,542,000
Region IVA - CALABARZON	16,805,000	10,909,000	52,127,000	79,841,000

Region V - Bicol	9,885,000	5,698,000	20,550,000	36,133,000
Region VI - Western Visayas	14,213,000	6,019,000	550,000	20,782,000
Region VII - Central Visayas	39,886,000	18,709,000	255,978,000	314,573,000
Region VIII - Eastern Visayas	13,274,000	4,573,000	3,254,000	21,101,000
Region IX - Zamboanga Peninsula	15,411,000	5,831,000	1,370,000	22,612,000
Region X - Northern Mindanao	35,259,000	9,590,000	7,229,000	52,078,000
Region XI - Davao	35,633,000	28,674,000	5,892,000	70,199,000
Region XIII - CARAGA	13,935,000	7,038,000	175,000	21,148,000
TOTAL AGENCY BUDGET	1,417,026,000	936,523,000	1,269,415,000	3,622,964,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Super Green Lane Fund. In addition to the amounts appropriated herein, Fifty Million Pesos (P50,000,000) shall be used for the maintenance and improvement of the operations of the Super Green Lane Facility, including the Automated Customs Operation System and related computer systems sourced from service fees collected from importers utilizing the Facility.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BOC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

2. Non-Intrusive Container Inspection System Project Fund. In addition to the amounts appropriated herein, Two Hundred Ninety Seven Million Four Hundred Twenty Eight Thousand Pesos (P297,428,000) shall be used for the maintenance, improvement and upgrading of the Non-Intrusive Container Inspection System sourced from the mandatory container security fee imposed on every 40 and 20-footer container or twenty equivalent units under the System.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BOC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

3. Tax Refund. The amount of Six Billion Five Hundred Thirty Two Million Four Hundred Seventy Five Thousand Pesos (P6,532,475,000) shall be used for the:

(a) Refund of input value-added tax (VAT) on importations attributable to zero-rated transactions in accordance with Section 112 of R.A. No. 8424, as amended; and

(b) Monetization of the VAT component of outstanding Duty Drawback Tax Credit Certificates (TCCs) as part of the TCC Monetization Program.

Said amount, sourced from the current year's revenue tax collections of the BOC, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338, s. 1996, subject to the: (i) COA audit for payment of tax refunds; (ii) adjustment of the report on the current year's revenue tax collections of the BOC equivalent to the tax refunds for current and prior years; and (iii) reversion of any unutilized amount at the end of the year to the unappropriated surplus of the General Fund pursuant to Section 45, Chapter 5, Book VI of E.O. No. 292.

The BOC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the amount of tax refunds and the recipient taxpayers. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

4. Informer's Reward. A reward of twenty percent (20%) of the actual proceeds from the sale of smuggled and confiscated goods or actual collection of additional revenues may be given as informer's reward to persons instrumental in the actual collection of additional revenues in accordance with Section 1512 of R.A. No. 10863.

Said amount, sourced from the proceeds of sale of smuggled and confiscated goods or collection of additional revenues, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

The BOC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the amount of informer's reward paid and the list of beneficiaries. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

Implementation of this provision shall be subject to guidelines to be issued by the Secretary of Finance.

5. Disposition of Forfeited Motor Transport Equipment and other Articles. Motor transport equipment and other articles forfeited or abandoned in favor of the government shall be sold at public auction by the DOF upon recommendation of the Commissioner of Customs. The proceeds of the sale shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292.

Any government agency participating in said auction shall pay out of its programmed budget for the purpose, subject to the rules and regulations on the acquisition and use of government motor vehicles.

The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that the list of forfeited or abandoned motor transport equipment and other articles that have been sold in auction are posted on the BOC website.

6. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects, by Operating Units

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
000001000000000	General Administration and Support	473,775,000	221,889,000	56,974,000	752,638,000
103001000100000	General management and supervision	P 164,207,000	P 221,889,000	P 56,974,000	P 443,070,000
	National Capital Region (NCR)	92,417,000	149,994,000	40,266,000	282,677,000
	Central Office	61,929,000	114,930,000	25,700,000	202,559,000
	Collection District II - A - Port of Manila	12,392,000	11,431,000	4,702,000	28,525,000
	Collection District II - B - Manila International Container Port	7,595,000	12,761,000	6,239,000	26,595,000
	Collection District III - Ninoy Aquino International Airport	10,501,000	10,872,000	3,625,000	24,998,000
	Region I - Ilocos	4,061,000	5,531,000	582,000	10,174,000
	Collection District I - Port of San Fernando	4,061,000	5,531,000	582,000	10,174,000
	Region II - Cagayan Valley	1,161,000	1,163,000	50,000	2,374,000
	Collection District XV - Port of Aparri	1,161,000	1,163,000	50,000	2,374,000

Region III - Central Luzon	<u>19,613,000</u>	<u>6,686,000</u>	<u>3,661,000</u>	<u>29,960,000</u>
Collection District XIII - Port of Subic	5,327,000	3,977,000	1,550,000	10,854,000
Collection District XIV - Port of Clark	11,275,000	1,524,000	2,061,000	14,860,000
Collection District XVI - Port of Limay	3,011,000	1,185,000	50,000	4,246,000
Region IVA - CALABARZON	<u>5,122,000</u>	<u>5,158,000</u>	<u>581,000</u>	<u>10,861,000</u>
Collection District IV - Port of Batangas	5,122,000	5,158,000	581,000	10,861,000
Region V - Bicol	<u>3,809,000</u>	<u>3,577,000</u>	<u>175,000</u>	<u>7,561,000</u>
Collection District V - Port of Legaspi	3,809,000	3,577,000	175,000	7,561,000
Region VI - Western Visayas	<u>2,163,000</u>	<u>3,145,000</u>	<u>175,000</u>	<u>5,483,000</u>
Collection District VI - Port of Iloilo	2,163,000	3,145,000	175,000	5,483,000
Region VII - Central Visayas	<u>4,988,000</u>	<u>8,866,000</u>	<u>1,035,000</u>	<u>14,889,000</u>
Collection District VII - Port of Cebu	4,988,000	8,866,000	1,035,000	14,889,000
Region VIII - Eastern Visayas	<u>3,990,000</u>	<u>3,873,000</u>	<u>2,010,000</u>	<u>9,873,000</u>
Collection District VIII - Port of Tacloban	3,990,000	3,873,000	2,010,000	9,873,000
Region IX - Zamboanga Peninsula	<u>4,361,000</u>	<u>4,643,000</u>	<u>515,000</u>	<u>9,519,000</u>
Collection District XI - Port of Zamboanga	4,361,000	4,643,000	515,000	9,519,000
Region X - Northern Mindanao	<u>6,443,000</u>	<u>5,724,000</u>	<u>4,219,000</u>	<u>16,386,000</u>
Collection District X - Port of Cagayan de Oro	6,443,000	5,724,000	4,219,000	16,386,000
Region XI - Davao	<u>10,779,000</u>	<u>18,345,000</u>	<u>3,680,000</u>	<u>32,804,000</u>
Collection District XII - Port of Davao	10,779,000	18,345,000	3,680,000	32,804,000
Region XIII - CARAGA	<u>5,300,000</u>	<u>5,184,000</u>	<u>25,000</u>	<u>10,509,000</u>
Collection District IX - Port of Surigao	5,300,000	5,184,000	25,000	10,509,000
103001000200000 Administration of Personnel Benefits	<u>309,568,000</u>			<u>309,568,000</u>
National Capital Region (NCR)	<u>309,568,000</u>			<u>309,568,000</u>
Central Office	<u>309,568,000</u>			<u>309,568,000</u>
Sub-total, General Administration and Support	<u>473,775,000</u>	<u>221,889,000</u>	<u>56,974,000</u>	<u>752,638,000</u>

000003000000000	Operations	<u>943,251,000</u>	<u>714,634,000</u>	<u>477,791,000</u>	<u>2,135,676,000</u>
000003010000000	MFO 1: COLLECTION OF DUTIES AND TAXES	<u>943,251,000</u>	<u>714,634,000</u>	<u>477,791,000</u>	<u>2,135,676,000</u>
101003010100000	Legal Services	<u>99,855,000</u>	<u>47,722,000</u>	<u>511,000</u>	<u>148,088,000</u>
	National Capital Region (NCR)	<u>96,032,000</u>	<u>45,705,000</u>	<u>15,000</u>	<u>141,752,000</u>
	Central Office	93,946,000	44,300,000		138,246,000
	Collection District II - A - Port of Manila		495,000		495,000
	Collection District II - B - Manila International Container Port		467,000	15,000	482,000
	Collection District III - Ninoy Aquino International Airport	2,086,000	443,000		2,529,000
	Region I - Ilocos		<u>125,000</u>		<u>125,000</u>
	Collection District I - Port of San Fernando		125,000		125,000
	Region III - Central Luzon	<u>2,685,000</u>	<u>143,000</u>		<u>2,828,000</u>
	Collection District XIII - Port of Subic	2,685,000	143,000		2,828,000
	Region IVA - CALABARZON		<u>662,000</u>		<u>662,000</u>
	Collection District IV - Port of Batangas		662,000		662,000
	Region VII - Central Visayas		<u>260,000</u>		<u>260,000</u>
	Collection District VII - Port of Cebu		260,000		260,000
	Region VIII - Eastern Visayas		<u>259,000</u>		<u>259,000</u>
	Collection District VIII - Port of Tacloban		259,000		259,000
	Region X - Northern Mindanao	<u>569,000</u>	<u>184,000</u>	<u>386,000</u>	<u>1,139,000</u>
	Collection District X - Port of Cagayan de Oro	569,000	184,000	386,000	1,139,000
	Region XI - Davao	<u>569,000</u>	<u>291,000</u>	<u>110,000</u>	<u>970,000</u>
	Collection District XII - Port of Davao	569,000	291,000	110,000	970,000
	Region XIII - CARAGA		<u>93,000</u>		<u>93,000</u>
	Collection District IX - Port of Surigao		93,000		93,000

101003010200000	Information communication and technology support services	<u>36,352,000</u>	<u>282,287,000</u>		<u>318,639,000</u>
	National Capital Region (NCR)	<u>36,352,000</u>	<u>282,287,000</u>		<u>318,639,000</u>
	Central Office	36,352,000	282,287,000		318,639,000
000003010300000	Assessment and Collection Services	<u>440,604,000</u>	<u>227,461,000</u>	<u>17,180,000</u>	<u>685,245,000</u>
101003010300001	Examination and appraisal of imports	<u>421,704,000</u>	<u>132,653,000</u>	<u>16,364,000</u>	<u>570,721,000</u>
	National Capital Region (NCR)	<u>339,889,000</u>	<u>92,142,000</u>	<u>7,066,000</u>	<u>439,097,000</u>
	Central Office	33,355,000	43,412,000	332,000	77,099,000
	Collection District II - A - Port of Manila	125,591,000	30,060,000	3,542,000	159,193,000
	Collection District II - B - Manila International Container Port	59,758,000	10,222,000	2,067,000	72,047,000
	Collection District III - Ninoy Aquino International Airport	121,185,000	8,448,000	1,125,000	130,758,000
	Region I - Ilocos	<u>4,454,000</u>	<u>2,539,000</u>	<u>1,020,000</u>	<u>8,013,000</u>
	Collection District I - Port of San Fernando	4,454,000	2,539,000	1,020,000	8,013,000
	Region II - Cagayan Valley		<u>592,000</u>	<u>75,000</u>	<u>667,000</u>
	Collection District XV - Port of Aparri		592,000	75,000	667,000
	Region III - Central Luzon	<u>1,662,000</u>	<u>6,828,000</u>	<u>735,000</u>	<u>9,225,000</u>
	Collection District XIII - Port of Subic	819,000	2,496,000	150,000	3,465,000
	Collection District XIV - Port of Clark		3,139,000	510,000	3,649,000
	Collection District XVI - Port of Limay	843,000	1,193,000	75,000	2,111,000
	Region IVA - CALABARZON	<u>3,044,000</u>	<u>4,400,000</u>	<u>855,000</u>	<u>8,299,000</u>
	Collection District IV - Port of Batangas	3,044,000	4,400,000	855,000	8,299,000
	Region V - Bicol	<u>2,894,000</u>	<u>1,232,000</u>	<u>225,000</u>	<u>4,351,000</u>
	Collection District V - Port of Legaspi	2,894,000	1,232,000	225,000	4,351,000
	Region VI - Western Visayas	<u>7,485,000</u>	<u>2,505,000</u>	<u>225,000</u>	<u>10,215,000</u>
	Collection District VI - Port of Iloilo	7,485,000	2,505,000	225,000	10,215,000

	Region VII - Central Visayas	<u>20,446,000</u>	<u>7,830,000</u>	<u>2,933,000</u>	<u>31,209,000</u>
	Collection District VII - Port of Cebu	20,446,000	7,830,000	2,933,000	31,209,000
	Region VIII - Eastern Visayas	<u>6,351,000</u>	<u>431,000</u>	<u>534,000</u>	<u>7,316,000</u>
	Collection District VIII - Port of Tacloban	6,351,000	431,000	534,000	7,316,000
	Region IX - Zamboanga Peninsula	<u>8,182,000</u>	<u>890,000</u>	<u>435,000</u>	<u>9,507,000</u>
	Collection District XI - Port of Zamboanga	8,182,000	890,000	435,000	9,507,000
	Region X - Northern Mindanao	<u>10,784,000</u>	<u>3,353,000</u>	<u>1,040,000</u>	<u>15,177,000</u>
	Collection District X - Port of Cagayan de Oro	10,784,000	3,353,000	1,040,000	15,177,000
	Region XI - Davao	<u>12,019,000</u>	<u>8,680,000</u>	<u>1,146,000</u>	<u>21,845,000</u>
	Collection District XII - Port of Davao	12,019,000	8,680,000	1,146,000	21,845,000
	Region XIII - CARAGA	<u>4,494,000</u>	<u>1,231,000</u>	<u>75,000</u>	<u>5,800,000</u>
	Collection District IX - Port of Surigao	4,494,000	1,231,000	75,000	5,800,000
101003010300002	Coordination of the activities of the export control units of various ports	<u>11,243,000</u>	<u>94,808,000</u>	<u>816,000</u>	<u>106,867,000</u>
	National Capital Region (NCR)	<u>11,243,000</u>	<u>94,808,000</u>	<u>816,000</u>	<u>106,867,000</u>
	Central Office	11,243,000	94,808,000	816,000	106,867,000
101003010300003	Evaluation and classification of importation	<u>7,657,000</u>			<u>7,657,000</u>
	National Capital Region (NCR)	<u>7,657,000</u>			<u>7,657,000</u>
	Central Office	7,657,000			7,657,000
101003010400000	Surveillance and prevention of smuggling	<u>262,394,000</u>	<u>152,761,000</u>	<u>457,455,000</u>	<u>872,610,000</u>
	National Capital Region (NCR)	<u>209,183,000</u>	<u>147,816,000</u>	<u>451,677,000</u>	<u>808,676,000</u>
	Central Office	112,574,000	144,518,000	444,851,000	701,943,000
	Collection District II - A - Port of Manila	69,095,000	1,061,000	2,752,000	72,908,000
	Collection District II - B - Manila International Container Port	13,526,000	1,421,000	2,324,000	17,271,000
	Collection District III - Ninoy Aquino International Airport	13,988,000	816,000	1,750,000	16,554,000
	Region I - Ilocos	<u>6,582,000</u>	<u>140,000</u>	<u>415,000</u>	<u>7,137,000</u>
	Collection District I - Port of San Fernando	6,582,000	140,000	415,000	7,137,000

Region II - Cagayan Valley	<u>803,000</u>		<u>75,000</u>	<u>878,000</u>
Collection District XV - Port of Aparri	803,000		75,000	878,000
Region III - Central Luzon	<u>1,885,000</u>	<u>340,000</u>	<u>375,000</u>	<u>2,600,000</u>
Collection District XIII - Port of Subic	704,000	199,000	150,000	1,053,000
Collection District XIV - Port of Clark		141,000	150,000	291,000
Collection District XVI - Port of Limay	1,181,000		75,000	1,256,000
Region IVA - CALABARZON	<u>5,447,000</u>	<u>566,000</u>	<u>606,000</u>	<u>6,619,000</u>
Collection District IV - Port of Batangas	5,447,000	566,000	606,000	6,619,000
Region V - Bicol	<u>2,614,000</u>	<u>588,000</u>	<u>150,000</u>	<u>3,352,000</u>
Collection District V - Port of Legaspi	2,614,000	588,000	150,000	3,352,000
Region VI - Western Visayas	<u>4,565,000</u>	<u>369,000</u>	<u>150,000</u>	<u>5,084,000</u>
Collection District VI - Port of Iloilo	4,565,000	369,000	150,000	5,084,000
Region VII - Central Visayas	<u>7,930,000</u>	<u>1,318,000</u>	<u>1,273,000</u>	<u>10,521,000</u>
Collection District VII - Port of Cebu	7,930,000	1,318,000	1,273,000	10,521,000
Region VIII - Eastern Visayas	<u>2,699,000</u>		<u>531,000</u>	<u>3,230,000</u>
Collection District VIII - Port of Tacloban	2,699,000		531,000	3,230,000
Region IX - Zamboanga Peninsula	<u>1,932,000</u>	<u>66,000</u>	<u>360,000</u>	<u>2,358,000</u>
Collection District XI - Port of Zamboanga	1,932,000	66,000	360,000	2,358,000
Region X - Northern Mindanao	<u>10,986,000</u>	<u>183,000</u>	<u>982,000</u>	<u>12,151,000</u>
Collection District X - Port of Cagayan de Oro	10,986,000	183,000	982,000	12,151,000
Region XI - Davao	<u>4,914,000</u>	<u>961,000</u>	<u>786,000</u>	<u>6,661,000</u>
Collection District XII - Port of Davao	4,914,000	961,000	786,000	6,661,000
Region XIII - CARAGA	<u>2,854,000</u>	<u>414,000</u>	<u>75,000</u>	<u>3,343,000</u>
Collection District IX - Port of Surigao	2,854,000	414,000	75,000	3,343,000

101003010500000	Warehousing Services	<u>104,046,000</u>	<u>4,403,000</u>	<u>2,645,000</u>	<u>111,094,000</u>
	National Capital Region (NCR)	<u>76,785,000</u>	<u>2,320,000</u>	<u>812,000</u>	<u>79,917,000</u>
	Collection District II - A - Port of Manila	52,074,000	1,049,000	612,000	53,735,000
	Collection District II - B - Manila International Container Port	8,245,000	344,000	200,000	8,789,000
	Collection District III - Ninoy Aquino International Airport	16,466,000	927,000		17,393,000
	Region I - Ilocos		<u>87,000</u>		<u>87,000</u>
	Collection District I - Port of San Fernando		87,000		87,000
	Region III - Central Luzon	<u>693,000</u>	<u>236,000</u>		<u>929,000</u>
	Collection District XIII - Port of Subic	693,000	160,000		853,000
	Collection District XIV - Port of Clark		76,000		76,000
	Region IVA - CALABARZON	<u>3,192,000</u>	<u>123,000</u>	<u>85,000</u>	<u>3,400,000</u>
	Collection District IV - Port of Batangas	3,192,000	123,000	85,000	3,400,000
	Region V - Bicol	<u>568,000</u>	<u>301,000</u>		<u>869,000</u>
	Collection District V - Port of Legaspi	568,000	301,000		869,000
	Region VII - Central Visayas	<u>6,522,000</u>	<u>435,000</u>	<u>737,000</u>	<u>7,694,000</u>
	Collection District VII - Port of Cebu	6,522,000	435,000	737,000	7,694,000
	Region VIII - Eastern Visayas	<u>234,000</u>	<u>10,000</u>	<u>179,000</u>	<u>423,000</u>
	Collection District VIII - Port of Tacloban	234,000	10,000	179,000	423,000
	Region IX - Zamboanga Peninsula	<u>936,000</u>	<u>232,000</u>	<u>60,000</u>	<u>1,228,000</u>
	Collection District XI - Port of Zamboanga	936,000	232,000	60,000	1,228,000
	Region X - Northern Mindanao	<u>6,477,000</u>	<u>146,000</u>	<u>602,000</u>	<u>7,225,000</u>
	Collection District X - Port of Cagayan de Oro	6,477,000	146,000	602,000	7,225,000
	Region XI - Davao	<u>7,352,000</u>	<u>397,000</u>	<u>170,000</u>	<u>7,919,000</u>
	Collection District XII - Port of Davao	7,352,000	397,000	170,000	7,919,000

Region XIII - CARAGA	<u>1,287,000</u>	<u>116,000</u>	<u>1,403,000</u>
Collection District IX - Port of Surigao	<u>1,287,000</u>	<u>116,000</u>	<u>1,403,000</u>
Sub-total, Operations	<u>943,251,000</u>	<u>714,634,000</u>	<u>477,791,000</u>
TOTAL PROGRAMS AND ACTIVITIES	P 1,417,026,000	P 936,523,000	P 534,765,000
	=====	=====	=====
000004000000000 Locally-Funded Projects			<u>734,650,000</u>
000004010000000 Buildings and Other Structures			<u>320,000,000</u>
000004010500000 Government Buildings			<u>320,000,000</u>
103004010500010 Construction of Customs Building at the Port of Cebu (Phase 2)			<u>250,000,000</u>
Region VII - Central Visayas			<u>250,000,000</u>
Collection District VII - Port of Cebu			<u>250,000,000</u>
103004010500011 Construction of Customs Building at the Port of Legazpi			<u>20,000,000</u>
Region V - Bicol			<u>20,000,000</u>
Collection District V - Port of Legaspi			<u>20,000,000</u>
103004010500012 Construction of Customs Building at the Sub-Port of Puerto Princesa			<u>50,000,000</u>
Region IVA - CALABARZON			<u>50,000,000</u>
Collection District IV - Port of Batangas			<u>50,000,000</u>
000004100000000 Governance			<u>414,650,000</u>
000004100400000 Systems Development			<u>414,650,000</u>
166004100400012 Network and Communications			<u>414,650,000</u>
National Capital Region (NCR)			<u>414,650,000</u>
Central Office			<u>414,650,000</u>
Sub-total, Locally-Funded Project(s)			<u>734,650,000</u>
TOTAL PROJECTS		P 734,650,000	P 734,650,000
		=====	=====
TOTAL NEW APPROPRIATIONS	P 1,417,026,000	P 936,523,000	P 1,269,415,000
	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	836,638	834,556	807,265
Total Permanent Positions	836,638	834,556	807,265
Other Compensation Common to All			
Personnel Economic Relief Allowance	83,496	83,496	72,744
Representation Allowance	7,242	7,242	5,130
Transportation Allowance	7,242	7,242	5,130
Clothing and Uniform Allowance	17,395	17,395	15,155
Productivity Incentive Allowance	6,958		
Mid-Year Bonus - Civilian			67,268
Year End Bonus	69,559	69,543	67,268
Cash Gift	17,395	17,395	15,155
Step Increment		4,653	6,486
Productivity Enhancement Incentive	59,163	17,395	15,155
Performance Based Bonus	55,502		
Total Other Compensation Common to All	323,952	224,361	269,491
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	136	155	155
Magna Carta for Public Social Workers		90	90
Quarters Allowance	6,720	8,251	8,251
Total Other Compensation for Specific Groups	6,856	8,496	8,496
Other Benefits			
Retirement and Life Insurance Premiums	100,151	100,147	96,875
PAG-IBIG Contributions	4,177	4,177	3,639
PhilHealth Contributions	9,015	9,007	8,222
Employees Compensation Insurance Premiums	4,169	4,169	3,639
Retirement Gratuity	7,998	42,938	67,729
Terminal Leave	144,753	97,910	237,373
Total Other Benefits	270,263	258,348	417,477
Non-Permanent Positions	2,502	2,502	2,502
Military/Uniformed Personnel			
Other Compensation Common to All			
Subsistence Allowance	5,790	8,670	8,670
Total Other Compensation Common to All	5,790	8,670	8,670
TOTAL PERSONNEL SERVICES	1,446,001	1,336,933	1,513,901
Maintenance and Other Operating Expenses			
Travelling Expenses	21,517	83,631	35,235
Training and Scholarship Expenses	22,194	38,350	46,543
Supplies and Materials Expenses	79,768	236,892	99,590
Utility Expenses	100,015	234,873	114,515
Communication Expenses	125,957	158,711	143,531

Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	4,969	19,500	19,500
Extraordinary and Miscellaneous Expenses	10,474	6,739	16,597
Professional Services	152,947	95,408	223,383
General Services	44,839	44,655	64,991
Repairs and Maintenance	177,972	655,385	473,562
Taxes, Insurance Premiums and Other Fees	4,879	8,857	11,960
Other Maintenance and Operating Expenses			
Advertising Expenses	994	4,080	3,004
Printing and Publication Expenses	2,385	23,547	3,317
Transportation and Delivery Expenses	691	6,924	2,982
Rent/Lease Expenses	8,138	9,405	16,102
Subscription Expenses	829	1,670	1,951
Other Maintenance and Operating Expenses	2,070	7,200	7,188
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>760,638</u>	<u>1,635,827</u>	<u>1,283,951</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>2,206,639</u>	<u>2,972,760</u>	<u>2,797,852</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures		100,000	320,000
Machinery and Equipment Outlay	257,690		463,432
Transportation Equipment Outlay		1,400	434,700
Furniture, Fixtures and Books Outlay	1,430		51,283
TOTAL CAPITAL OUTLAYS	<u>259,120</u>	<u>101,400</u>	<u>1,269,415</u>
GRAND TOTAL	<u>2,465,759</u>	<u>3,074,160</u>	<u>4,067,267</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Fiscal Strength
2. Enhancement of Trade and National Security

ORGANIZATIONAL OUTCOME : 1. Revenue Collection Improved
2. Secured Trade Facilitation by International Standards Achieved

PERFORMANCE INFORMATION

KEY STRATEGIES :

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Revenue Collection Improved		
Collection targets increased		10% increase in the actual cash collection over last year
		40% increase in the proceeds of sale from forfeited and abandoned goods over last year
Secured Trade Facilitation by International Standards Achieved		
Ranking/Rating in cargo clearance process improved		Number of documents on exports and imports decreased: < /=5 export docs; < /=6 import docs
		Run After the Smugglers (RATS) cases filed annually

MFO / PIs	2017 Targets
MFO 1: COLLECTION OF DUTIES AND TAXES	
Collection Performance	
Amount of duties and taxes	551,395 M
Number of entries filed containing commercial goods	750,000
Estimated potential customs tax effort	3.3%
Percentage of inspections resulting in 10% or greater increase in assessment of duties or taxes	2%
Percentage of customers whose goods are cleared that rate the service as good or better	100%
Percentage of prosecutions that result in a favorable judgment for Government	80%
Percentage of imported goods cleared within 10 days from filing of import declaration	100%
Passenger Processing	
Number of inspections that result in detection of one or more irregularities	6,000
Percentage of passengers and crew who rate the service as good or better	90%
Percentage of prosecutions that result in a favorable judgment for Government	80%
Percentage of arriving international passengers and crew processed within 30 minutes of baggage presentation to customs	90%
Enforcement	
Number of enforcement actions (alerts) undertaken	450
Percentage of actions that result in favorable judgment for Government	85%
Percentage of shipment selected and physically examined or x-rayed resulting to seizures	15%
Percentage of enforcement actions (alerts) completed within 30 days from issuance of alert orders	100%
Exports and Warehousing Operations	
Volume of imported goods entered for warehousing and to special economic zones	310,000 MT
Percentage of customers who report irregularities with respect to their stored goods	0%
Percentage of customers who rate the service as good or better	90%
Percentage of customers who rate timeliness of access to facilities as good or better	95%
Percentage of shipments entered for warehousing legally withdrawn for various purposes within the prescribed period	100%

C. BUREAU OF INTERNAL REVENUE

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	7,250,295	10,584,635	8,565,390
General Fund	7,250,295	10,584,635	8,565,390
Automatic Appropriations	326,462	725,786	761,368
Retirement and Life Insurance Premiums	326,462	308,650	344,232
Special Account		417,136	417,136
Continuing Appropriations	1,416,066	1,208,714	
Unreleased Appropriation for MOOE			
R.A. No. 10633	71,287		
R.A. No. 10651		50,000	
Unobligated Releases for Capital Outlays			
R.A. No. 10633	61,320		
R.A. No. 10651		85,804	
Unobligated Releases for MOOE			
R.A. No. 10633	1,261,837		
R.A. No. 10651		1,070,990	
Unobligated Releases for FinEx			
R.A. No. 10633	21,622		
R.A. No. 10651		1,920	

Budgetary Adjustment(s)	<u>497,508</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	306,319		
Pension and Gratuity Fund	<u>191,189</u>		
Total Available Appropriations	9,490,331	12,519,135	9,326,758
Unused Appropriations	(2,572,932)	(1,208,714)	
Unreleased Appropriation	(121,977)	(50,000)	
Unobligated Allotment	<u>(2,450,955)</u>	<u>(1,158,714)</u>	
TOTAL OBLIGATIONS	<u>6,917,399</u>	<u>11,310,421</u>	<u>9,326,758</u>
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	<u>1,786,546,000</u>	<u>5,533,089,000</u>	<u>2,554,049,000</u>
	PS	967,622,000	617,728,000	951,289,000
	MOOE	579,151,000	716,910,000	628,061,000
	FinEx	158,471,000	149,899,000	137,852,000
	CO	81,302,000	4,048,552,000	836,847,000
000003000000000	Operations	<u>4,914,899,000</u>	<u>5,777,332,000</u>	<u>6,772,709,000</u>
	PS	3,016,329,000	3,094,815,000	3,612,746,000
	MOOE	1,851,615,000	2,682,487,000	2,916,109,000
	FinEx	9,000		
	CO	46,946,000	30,000	243,854,000
	Projects	<u>215,954,000</u>		
	CO	215,954,000		
TOTAL AGENCY BUDGET		<u>6,917,399,000</u>	<u>11,310,421,000</u>	<u>9,326,758,000</u>
	PS	3,983,951,000	3,712,543,000	4,564,035,000
	MOOE	2,430,766,000	3,399,397,000	3,544,170,000
	FinEx	158,480,000	149,899,000	137,852,000
	CO	344,202,000	4,048,582,000	1,080,701,000

STAFFING SUMMARY

	<u>2015</u>	<u>2016</u>	<u>2017</u>
TOTAL STAFFING			
Total Number of Authorized Positions	21,479	21,479	21,479
Total Number of Filled Positions	9,349	9,330	9,330

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 8,565,390,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: TAX COLLECTION SERVICES	3,312,485,000	2,916,109,000	243,854,000	6,472,448,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	PS	MOOE	FinEx	CO	TOTAL
CENTRAL OFFICE	1,372,192,000	221,244,000			1,593,436,000
Regional Allocation (net of Central Office):	2,847,611,000	3,322,926,000	137,852,000	663,565,000	6,971,954,000
National Capital Region (NCR)	952,292,000	2,486,757,000	137,852,000	254,610,000	3,831,511,000
Region I - Ilocos	142,387,000	71,350,000		1,000,000	214,737,000
Cordillera Administrative Region (CAR)	107,834,000	33,712,000		100,000	141,646,000
Region II - Cagayan Valley	88,908,000	37,620,000		6,000,000	132,528,000
Region III - Central Luzon	165,835,000	102,649,000		77,800,000	346,284,000
Region IVA - CALABARZON	229,602,000	90,897,000		97,007,000	417,506,000
Region V - Bicol	124,944,000	40,349,000		11,500,000	176,793,000
Region VI - Western Visayas	217,415,000	112,252,000		37,497,000	367,164,000
Region VII - Central Visayas	152,378,000	61,861,000		1,000,000	215,239,000
Region VIII - Eastern Visayas	122,998,000	47,041,000		2,000,000	172,039,000
Region IX - Zamboanga Peninsula	105,628,000	40,673,000		1,200,000	147,501,000
Region X - Northern Mindanao	135,920,000	51,229,000		500,000	187,649,000
Region XI - Davao	100,937,000	66,774,000		12,000,000	179,711,000
Region XII - SOCCSKSARGEN	119,275,000	48,183,000		160,951,000	328,409,000
Region XIII - CARAGA	81,258,000	31,579,000		400,000	113,237,000
TOTAL AGENCY BUDGET	4,219,803,000	3,544,170,000	137,852,000	663,565,000	8,565,390,000

SPECIAL PROVISION(S)

- One Percent (1%) Share in Taxes on Locally-Manufactured Virginia-type Cigarettes. In addition to the amounts appropriated herein, Three Hundred Fifteen Million Four Hundred Thirty One Thousand Pesos (P315,431,000) shall be used for the purchase of materials, apparatus and equipment for the efficient enforcement of tax laws and collection of taxes sourced from one percent (1%) share in the taxes on locally-manufactured Virginia-type cigarettes in accordance with R.A. No. 5447.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BIR shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the financial and physical accomplishments. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

- Bank Penalties. In addition to the amounts appropriated herein, One Hundred One Million Seven Hundred Five Thousand Pesos (P101,705,000) shall be used for programs, activities and projects of the BIR to improve its tax collections sourced from penalties for delayed remittances by banks.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BIR shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

- Tax Refund. The amount of Eight Billion Five Hundred Million Pesos (P8,500,000,000) shall be used for the:

(a) Refund of excess or erroneous collection of value-added tax (VAT) and other internal revenue taxes in accordance with Section 229 of R.A. No. 8424;

(b) Cash conversion of valid and unexpired Tax Credit Certificates (TCCs) in accordance with Section 204 of R.A. No. 8424;

(c) Refund of input taxes attributable to zero-rated or effectively zero-rated transactions under Section 112 of R.A. No. 8424, as amended; and

(d) Monetization of VAT TCCs as part of the TCC Monetization Program.

Said amount, sourced from the current year's revenue tax collections of the BIR, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338, subject to the following: (i) COA audit for payment of tax refunds; (ii) adjustment of the report on the current year's revenue tax collections of the BIR equivalent to the tax refunds for current and prior years; and (iii) reversion of any unutilized amount at the end of the year to the unappropriated surplus of the General Fund in accordance with Section 45, Chapter 5, Book VI of E.O. No. 292.

The BIR shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the amount of tax refunds and the recipient taxpayers. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

4. Informer's Reward. A reward of ten percent (10%) of the revenues, surcharges or fees recovered and/or fines or penalties imposed for violations of R.A. No. 8424 or One Million Pesos (P1,000,000) per case, whichever is lower, may be given as informer's reward to persons instrumental in the discovery and seizure of such goods, except all public officials, whether incumbent or retired, who acquired the information in the course of the performance of their duties during their incumbency and their relatives within the sixth degree of consanguinity in accordance with Section 282 (A) of R.A. No. 8424.

Said amount, sourced from the revenues, surcharges or fees recovered and/or fines or penalties imposed shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338.

The BIR shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the amount of informer's reward paid and the list of beneficiaries. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

5. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects, by Operating Units

		Current Operating Expenditures				
		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
0000010000000000	General Administration and Support	907,318,000	628,061,000	137,852,000	419,711,000	2,092,942,000
1030010001000000	General Management and Supervision	P 420,558,000	P 575,375,000	P 137,852,000	P 419,711,000	P 1,553,496,000
	National Capital Region (NCR)	230,901,000	301,198,000	137,852,000	119,113,000	789,064,000
	Central Office	170,861,000	175,478,000	137,852,000	98,113,000	582,304,000
	Revenue Regional Office V - Caloocan City	14,456,000	11,425,000			25,881,000
	Revenue Regional Office VI - Manila	15,630,000	21,157,000		21,000,000	57,787,000
	Revenue Regional Office VII - Quezon City	17,324,000	27,869,000			45,193,000
	Revenue Regional Office VIII - Makati City	12,630,000	65,269,000			77,899,000

Region I - Ilocos	<u>9,622,000</u>	<u>15,688,000</u>		<u>25,310,000</u>
Revenue Regional Office I - Calasiao, Pangasinan	9,622,000	15,688,000		25,310,000
Cordillera Administrative Region (CAR)	<u>15,802,000</u>	<u>9,554,000</u>		<u>25,356,000</u>
Revenue Regional Office II - Cordillera Administrative Region	15,802,000	9,554,000		25,356,000
Region II - Cagayan Valley	<u>13,261,000</u>	<u>12,599,000</u>		<u>25,860,000</u>
Revenue Regional Office III - Tuguegarao, Cagayan	13,261,000	12,599,000		25,860,000
Region III - Central Luzon	<u>15,703,000</u>	<u>35,006,000</u>		<u>50,709,000</u>
Revenue Regional Office IV - San Fernando, Pampanga	15,703,000	35,006,000		50,709,000
Region IVA - CALABARZON	<u>14,513,000</u>	<u>23,347,000</u>	<u>96,307,000</u>	<u>134,167,000</u>
Revenue Regional Office IXA - Cavite, Batangas, Mindoro and Romblon (CaBaMiRo)	14,513,000	23,347,000		37,860,000
Revenue Regional Office IXB - Laguna, Quezon and Marinduque (LaQueMar)			96,307,000	96,307,000
Region V - Bicol	<u>13,606,000</u>	<u>9,595,000</u>		<u>23,201,000</u>
Revenue Regional Office X - Legaspi City	13,606,000	9,595,000		23,201,000
Region VI - Western Visayas	<u>20,647,000</u>	<u>36,476,000</u>	<u>32,240,000</u>	<u>89,363,000</u>
Revenue Regional Office XI - Iloilo City	8,559,000	17,498,000	32,240,000	58,297,000
Revenue Regional Office XII - Bacolod City	12,088,000	18,978,000		31,066,000
Region VII - Central Visayas	<u>15,844,000</u>	<u>33,770,000</u>		<u>49,614,000</u>
Revenue Regional Office XIII - Cebu City	15,844,000	33,770,000		49,614,000
Region VIII - Eastern Visayas	<u>12,727,000</u>	<u>14,443,000</u>		<u>27,170,000</u>
Revenue Regional Office XIV - Tacloban City	12,727,000	14,443,000		27,170,000
Region IX - Zamboanga Peninsula	<u>11,325,000</u>	<u>16,702,000</u>		<u>28,027,000</u>
Revenue Regional Office XV - Zamboanga City	11,325,000	16,702,000		28,027,000
Region X - Northern Mindanao	<u>11,853,000</u>	<u>13,507,000</u>		<u>25,360,000</u>
Revenue Regional Office XVI - Cagayan de Oro City	11,853,000	13,507,000		25,360,000

	Region XI - Davao	8,254,000	21,892,000	12,000,000	42,146,000
	Revenue Regional Office XIX - Davao City	8,254,000	21,892,000	12,000,000	42,146,000
	Region XII - SOCCSKSARGEN	14,657,000	22,393,000	160,051,000	197,101,000
	Revenue Regional Office XVIII - Koronadal City	14,657,000	22,393,000	160,051,000	197,101,000
	Region XIII - CARAGA	11,843,000	9,205,000		21,048,000
	Revenue Regional Office XVII - Butuan City	11,843,000	9,205,000		21,048,000
103001000200000	Human Resource Development	42,739,000	16,765,000		59,504,000
	National Capital Region (NCR)	42,739,000	16,765,000		59,504,000
	Central Office	42,739,000	16,765,000		59,504,000
103001000300000	Planning and Policy Formulation	20,383,000	3,564,000		23,947,000
	National Capital Region (NCR)	20,383,000	3,564,000		23,947,000
	Central Office	20,383,000	3,564,000		23,947,000
103001000400000	Investigation and prosecution of administrative cases filed against revenue personnel and the security program	10,056,000	31,226,000		41,282,000
	National Capital Region (NCR)	10,056,000	31,226,000		41,282,000
	Central Office	10,056,000	31,226,000		41,282,000
103001000500000	Collation, analysis, monitoring, generation and development of internal revenue statistics	8,296,000	1,131,000		9,427,000
	National Capital Region (NCR)	8,296,000	1,131,000		9,427,000
	Central Office	8,296,000	1,131,000		9,427,000
103001000600000	Administration of Personnel Benefits	405,286,000			405,286,000
	National Capital Region (NCR)	405,286,000			405,286,000
	Central Office	405,286,000			405,286,000
Sub-total, General Administration and Support		907,318,000	628,061,000	137,852,000	2,092,942,000
000003000000000	Operations	3,312,485,000	2,916,109,000	243,854,000	6,472,448,000
000003010000000	MFO 1: TAX COLLECTION SERVICES	3,312,485,000	2,916,109,000	243,854,000	6,472,448,000
101003010100000	Formulation, coordination, monitoring and evaluation of collection and assessment services, including formulation of procedures and policies on tax fraud investigations and intelligence operations	118,879,000	35,573,000		154,452,000
	National Capital Region (NCR)	118,879,000	35,573,000		154,452,000
	Central Office	118,879,000	35,573,000		154,452,000

101003010200000	Issuance of tax rulings, decisions on appealed cases and assistance in the prosecution of civil and criminal cases	<u>83,461,000</u>	<u>35,434,000</u>		<u>118,895,000</u>
	National Capital Region (NCR)	<u>83,461,000</u>	<u>35,434,000</u>		<u>118,895,000</u>
	Central Office	<u>83,461,000</u>	<u>35,434,000</u>		<u>118,895,000</u>
101003010300000	Implementation of the tax information and education program	<u>31,418,000</u>	<u>31,783,000</u>		<u>63,201,000</u>
	National Capital Region (NCR)	<u>31,418,000</u>	<u>31,783,000</u>		<u>63,201,000</u>
	Central Office	<u>31,418,000</u>	<u>31,783,000</u>		<u>63,201,000</u>
101003010400000	Enforcement of Internal Revenue Laws	<u>2,902,363,000</u>	<u>1,359,573,000</u>	<u>123,865,000</u>	<u>4,385,801,000</u>
	National Capital Region (NCR)	<u>1,196,701,000</u>	<u>797,581,000</u>	<u>15,508,000</u>	<u>2,009,790,000</u>
	Central Office	<u>304,449,000</u>	<u>322,684,000</u>	<u>3,608,000</u>	<u>630,741,000</u>
	Revenue Regional Office V - Caloocan City	<u>139,078,000</u>	<u>69,391,000</u>	<u>900,000</u>	<u>209,369,000</u>
	Revenue Regional Office VI - Manila	<u>224,754,000</u>	<u>121,868,000</u>	<u>1,500,000</u>	<u>348,122,000</u>
	Revenue Regional Office VII - Quezon City	<u>301,507,000</u>	<u>191,171,000</u>	<u>5,500,000</u>	<u>498,178,000</u>
	Revenue Regional Office VIII - Makati City	<u>226,913,000</u>	<u>92,467,000</u>	<u>4,000,000</u>	<u>323,380,000</u>
	Region I - Ilocos	<u>132,765,000</u>	<u>55,662,000</u>	<u>1,000,000</u>	<u>189,427,000</u>
	Revenue Regional Office I - Calasiao, Pangasinan	<u>132,765,000</u>	<u>55,662,000</u>	<u>1,000,000</u>	<u>189,427,000</u>
	Cordillera Administrative Region (CAR)	<u>92,032,000</u>	<u>24,158,000</u>	<u>100,000</u>	<u>116,290,000</u>
	Revenue Regional Office II - Cordillera Administrative Region	<u>92,032,000</u>	<u>24,158,000</u>	<u>100,000</u>	<u>116,290,000</u>
	Region II - Cagayan Valley	<u>75,647,000</u>	<u>25,021,000</u>	<u>6,000,000</u>	<u>106,668,000</u>
	Revenue Regional Office III - Tuguegarao, Cagayan	<u>75,647,000</u>	<u>25,021,000</u>	<u>6,000,000</u>	<u>106,668,000</u>
	Region III - Central Luzon	<u>150,132,000</u>	<u>67,643,000</u>	<u>77,800,000</u>	<u>295,575,000</u>
	Revenue Regional Office IV - San Fernando, Pampanga	<u>150,132,000</u>	<u>67,643,000</u>	<u>77,800,000</u>	<u>295,575,000</u>
	Region IVA - CALABARZON	<u>215,089,000</u>	<u>67,550,000</u>	<u>700,000</u>	<u>283,339,000</u>
	Revenue Regional Office IXA - Cavite, Batangas, Mindoro and Romblon (CaBaMiRo)	<u>215,089,000</u>	<u>67,550,000</u>	<u>700,000</u>	<u>283,339,000</u>
	Region V - Bicol	<u>111,338,000</u>	<u>30,754,000</u>	<u>11,500,000</u>	<u>153,592,000</u>
	Revenue Regional Office X - Legaspi City	<u>111,338,000</u>	<u>30,754,000</u>	<u>11,500,000</u>	<u>153,592,000</u>

Region VI - Western Visayas	<u>196,768,000</u>	<u>68,951,000</u>	<u>5,257,000</u>	<u>270,976,000</u>
Revenue Regional Office XI - Iloilo City	107,457,000	27,166,000	2,257,000	136,880,000
Revenue Regional Office XII - Bacolod City	89,311,000	41,785,000	3,000,000	134,096,000
Region VII - Central Visayas	<u>136,534,000</u>	<u>34,916,000</u>	<u>1,000,000</u>	<u>172,450,000</u>
Revenue Regional Office XIII - Cebu City	136,534,000	34,916,000	1,000,000	172,450,000
Region VIII - Eastern Visayas	<u>110,271,000</u>	<u>32,598,000</u>	<u>2,000,000</u>	<u>144,869,000</u>
Revenue Regional Office XIV - Tacloban City	110,271,000	32,598,000	2,000,000	144,869,000
Region IX - Zamboanga Peninsula	<u>94,303,000</u>	<u>23,971,000</u>	<u>1,200,000</u>	<u>119,474,000</u>
Revenue Regional Office XV - Zamboanga City	94,303,000	23,971,000	1,200,000	119,474,000
Region X - Northern Mindanao	<u>124,067,000</u>	<u>37,722,000</u>	<u>500,000</u>	<u>162,289,000</u>
Revenue Regional Office XVI - Cagayan de Oro City	124,067,000	37,722,000	500,000	162,289,000
Region XI - Davao	<u>92,683,000</u>	<u>44,882,000</u>		<u>137,565,000</u>
Revenue Regional Office XIX - Davao City	92,683,000	44,882,000		137,565,000
Region XII - SOCCSKSARGEN	<u>104,618,000</u>	<u>25,790,000</u>	<u>900,000</u>	<u>131,308,000</u>
Revenue Regional Office XVIII - Koronadal City	104,618,000	25,790,000	900,000	131,308,000
Region XIII - CARAGA	<u>69,415,000</u>	<u>22,374,000</u>	<u>400,000</u>	<u>92,189,000</u>
Revenue Regional Office XVII - Butuan City	69,415,000	22,374,000	400,000	92,189,000
101003010500000 Revenue Information Systems Development and Maintenance	<u>176,364,000</u>	<u>1,453,746,000</u>	<u>119,989,000</u>	<u>1,750,099,000</u>
National Capital Region (NCR)	<u>176,364,000</u>	<u>1,453,746,000</u>	<u>119,989,000</u>	<u>1,750,099,000</u>
Central Office	<u>176,364,000</u>	<u>1,453,746,000</u>	<u>119,989,000</u>	<u>1,750,099,000</u>
Sub-total, Operations	3,312,485,000	2,916,109,000	243,854,000	6,472,448,000
TOTAL NEW APPROPRIATIONS	P 4,219,803,000	P 3,544,170,000	P 137,852,000	P 663,565,000
	=====	=====	=====	=====
			P 8,565,390,000	

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	2,492,812	2,572,077	2,868,610
Total Permanent Positions	2,492,812	2,572,077	2,868,610
Other Compensation Common to All			
Personnel Economic Relief Allowance	218,231	224,256	223,920
Representation Allowance	24,557	15,540	15,522
Transportation Allowance	12,033	15,540	15,522
Clothing and Uniform Allowance	45,670	46,720	46,650
Productivity Incentive Allowance	17,191		
Overtime Pay	11,724	1,000	
Mid-Year Bonus - Civilian			239,049
Year End Bonus	209,535	214,335	239,049
Cash Gift	46,018	46,720	46,650
Step Increment		13,322	20,920
Productivity Enhancement Incentive	208,877	46,720	46,650
Performance Based Bonus	80,266		
Total Other Compensation Common to All	874,102	624,153	893,932
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers		161	
Other Personnel Benefits	76,010	13,965	13,966
Total Other Compensation for Specific Groups	76,010	14,126	13,966
Other Benefits			
Retirement and Life Insurance Premiums	298,191	308,650	344,232
PAG-IBIG Contributions	11,009	11,215	11,198
PhilHealth Contributions	29,713	27,986	29,361
Employees Compensation Insurance Premiums	10,954	11,215	11,198
Retirement Gratuity		10,721	317,571
Terminal Leave	191,160	132,400	73,967
Total Other Benefits	541,027	502,187	787,527
TOTAL PERSONNEL SERVICES	3,983,951	3,712,543	4,564,035
Maintenance and Other Operating Expenses			
Travelling Expenses	205,660	335,732	227,451
Training and Scholarship Expenses	38,986	47,145	55,447
Supplies and Materials Expenses	396,600	591,527	633,932
Utility Expenses	244,571	354,147	262,180
Communication Expenses	75,392	173,590	145,682
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	10,000	10,000	10,000
Extraordinary and Miscellaneous Expenses	3,845	3,919	3,919
Professional Services	180,089	143,439	241,284
General Services	630,542	767,863	588,643
Repairs and Maintenance	60,405	125,123	61,960
Taxes, Insurance Premiums and Other Fees	20,508	27,025	27,280

Other Maintenance and Operating Expenses			
Advertising Expenses	24,534	74,509	43,290
Printing and Publication Expenses	3,216	7,001	7,896
Transportation and Delivery Expenses	4,687	8,566	4,844
Rent/Lease Expenses	465,907	652,288	919,392
Membership Dues and Contributions to Organizations	148	408	147
Subscription Expenses	14,632	61,183	289,479
Other Maintenance and Operating Expenses	51,044	15,932	21,344
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	2,430,766	3,399,397	3,544,170
Financial Expenses			
Interest Expenses	158,466	149,759	137,692
Bank Charges	7	140	160
Other Financial Charges	7		
TOTAL FINANCIAL EXPENSES	158,480	149,899	137,852
TOTAL CURRENT OPERATING EXPENDITURES	6,573,197	7,261,839	8,246,057
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Outlay			22,750
Buildings and Other Structures	276,153	3,315,863	590,338
Machinery and Equipment Outlay	25,379	299,514	173,885
Transportation Equipment Outlay		52,000	23,900
Furniture, Fixtures and Books Outlay	32,843	140,020	145,463
Other Property Plant and Equipment Outlay	7,092	20	5,283
Intangible Assets Outlay	2,735	241,165	119,082
TOTAL CAPITAL OUTLAYS	344,202	4,048,582	1,080,701
GRAND TOTAL	6,917,399	11,310,421	9,326,758

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL
OUTCOME : Internal Revenue Collection Improved

PERFORMANCE INFORMATION

- KEY STRATEGIES :
- 1. Attained collection targets and sustained collection growth
 - 2. Improved taxpayer satisfaction and compliance
 - 3. Strengthen good governance
 - 4. Improve assistance and enforcement process
 - 5. Build and deploy contemporary information technology systems, processes and tools
 - 6. Improve integrity, competence, professionalism and satisfaction of human resources
 - 7. Optimize management of resources

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2017 Targets</u>
Internal Revenue Collection Improved Collection Target Attained	2012: 99.23%, 2013: 97.05%	+/- 2% of the assigned goal
Percentage in Number of New Registered Business TPs Increased (Individual and Non-Individual)	2012: 7.59%, 2013: 8.11%	10%
Frequency of Filing of RATE Cases with the Department of Justice (DOJ)	2012: 57 cases filed, 2013: 64 cases filed	3 cases filed per month (36 cases filed for the year)
<u>MFO / PIs</u>		<u>2017 Targets</u>
MFO 1: TAX COLLECTION SERVICES Collection Performance Collection Growth		1,829,249,000,000 12.9%

D. BUREAU OF LOCAL GOVERNMENT FINANCE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	<u>200,861</u>	<u>214,525</u>	<u>263,106</u>
General Fund	200,861	214,525	263,106
Automatic Appropriations	<u>11,891</u>	<u>10,647</u>	<u>12,720</u>
Retirement and Life Insurance Premiums	11,891	10,647	12,720
Continuing Appropriations	<u>5,677</u>	<u>2,482</u>	
Unobligated Releases for Capital Outlays R.A. No. 10633	5,000		
Unobligated Releases for MOOE R.A. No. 10633	677		
R.A. No. 10651		2,482	
Budgetary Adjustment(s)	<u>14,759</u>		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	9,008		
Pension and Gratuity Fund	<u>5,751</u>		
Total Available Appropriations	233,188	227,654	275,826
Unused Appropriations	<u>(15,702)</u>	<u>(2,482)</u>	
Unobligated Allotment	<u>(15,702)</u>	<u>(2,482)</u>	
TOTAL OBLIGATIONS	<u>217,486</u>	<u>225,172</u>	<u>275,826</u>
	=====	=====	=====

		EXPENDITURE PROGRAM (in pesos)		
No. / Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	44,430,000	69,224,000	67,367,000
	PS	21,788,000	17,560,000	34,818,000
	MOOE	17,653,000	33,285,000	30,549,000
	CO	4,989,000	18,379,000	2,000,000
000003000000000	Operations	173,056,000	155,948,000	208,459,000
	PS	117,091,000	111,836,000	128,965,000
	MOOE	40,965,000	44,112,000	57,687,000
	CO	15,000,000		21,807,000
TOTAL AGENCY BUDGET		217,486,000	225,172,000	275,826,000
	PS	138,879,000	129,396,000	163,783,000
	MOOE	58,618,000	77,397,000	88,236,000
	CO	19,989,000	18,379,000	23,807,000

		STAFFING SUMMARY		
		2015	2016	2017
TOTAL STAFFING				
Total Number of Authorized Positions		440	440	440
Total Number of Filled Positions		270	270	270

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 263,106,000
 =====

		PROPOSED 2017			
OPERATIONS BY MFO		PS	MOOE	CO	TOTAL
MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT		118,048,000	57,687,000	21,807,000	197,542,000

		EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017 (in pesos)			
REGION		PS	MOOE	CO	TOTAL
CENTRAL OFFICE		44,392,000	45,003,000	2,000,000	91,395,000
Regional Allocation (net of Central Office):		106,671,000	43,233,000	21,807,000	171,711,000
Region I - Ilocos		13,136,000	3,332,000		16,468,000
Cordillera Administrative Region (CAR)		4,875,000	3,425,000		8,300,000
Region II - Cagayan Valley		6,538,000	2,301,000	1,100,000	9,939,000
Region III - Central Luzon		11,679,000	3,041,000	15,007,000	29,727,000
Region IVA - CALABARZON		7,039,000	3,372,000		10,411,000
Region IVB - MIMAROPA		2,719,000	2,176,000		4,895,000
Region V - Bicol		6,670,000	3,148,000	5,700,000	15,518,000
Region VI - Western Visayas		5,949,000	2,613,000		8,562,000

Region VII - Central Visayas	7,141,000	3,448,000	10,589,000
Region VIII - Eastern Visayas	10,532,000	3,034,000	13,566,000
Region IX - Zamboanga Peninsula	4,962,000	2,778,000	7,740,000
Region X - Northern Mindanao	6,491,000	2,192,000	8,683,000
Region XI - Davao	6,164,000	2,847,000	9,011,000
Region XII - SOCCSKSARGEN	6,194,000	2,908,000	9,102,000
Region XIII - CARAGA	6,582,000	2,618,000	9,200,000
TOTAL AGENCY BUDGET	151,063,000	88,236,000	23,807,000
	=====	=====	=====
		263,106,000	

SPECIAL PROVISION(S)

1. Assessment Loan Revolving Fund. The Assessment Loan Revolving Fund, constituted from the unallocated surplus of IRAs, shall be used for interest-free lending purposes to provinces, cities and municipalities, tax-mapping projects, periodic revisions of assessments, and other real property assessment programs in accordance with Section 94 of P.D. No. 464, as amended by P.D. No. 1002.

Disbursements or expenditures by the Bureau of Local Government Finance (BLGF) in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.

The BLGF shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on income and expenditure. The Executive Director of BLGF and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BLGF website.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects, by Operating Units

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
000001000000000	General Administration and Support	33,015,000	30,549,000	2,000,000	65,564,000
103001000100000	General management and supervision	P 20,171,000	P 30,549,000	P 2,000,000	P 52,720,000
	National Capital Region (NCR)	20,171,000	30,549,000	2,000,000	52,720,000
	Central Office	20,171,000	30,549,000	2,000,000	52,720,000
103001000200000	Administration of Personnel Benefits	12,844,000			12,844,000
	National Capital Region (NCR)	398,000			398,000
	Central Office	398,000			398,000
	Region I - Ilocos	4,194,000			4,194,000
	Regional Office - I	4,194,000			4,194,000
	Region III - Central Luzon	4,854,000			4,854,000
	Regional Office - III	4,854,000			4,854,000

Region VIII - Eastern Visayas	<u>3,398,000</u>			<u>3,398,000</u>
Regional Office - VIII	<u>3,398,000</u>			<u>3,398,000</u>
Sub-total, General Administration and Support	<u>33,015,000</u>	<u>30,549,000</u>	<u>2,000,000</u>	<u>65,564,000</u>
000003000000000 Operations	<u>118,048,000</u>	<u>57,687,000</u>	<u>21,807,000</u>	<u>197,542,000</u>
000003010000000 MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT	<u>118,048,000</u>	<u>57,687,000</u>	<u>21,807,000</u>	<u>197,542,000</u>
000003010100000 Local Government Finance Policy Formulation, Monitoring and Evaluation	<u>118,048,000</u>	<u>57,687,000</u>	<u>21,807,000</u>	<u>197,542,000</u>
101003010100001 Development of LGU treasury and assessment operating policies, guidelines, systems and procedures including the promulgation of rulings/opinions for the proper implementation thereof	<u>13,358,000</u>	<u>1,541,000</u>		<u>14,899,000</u>
National Capital Region (NCR)	<u>13,358,000</u>	<u>1,541,000</u>		<u>14,899,000</u>
Central Office	<u>13,358,000</u>	<u>1,541,000</u>		<u>14,899,000</u>
101003010100002 Conduct of revenue and assessment performance evaluation	<u>7,299,000</u>	<u>11,427,000</u>		<u>18,726,000</u>
National Capital Region (NCR)	<u>7,299,000</u>	<u>11,427,000</u>		<u>18,726,000</u>
Central Office	<u>7,299,000</u>	<u>11,427,000</u>		<u>18,726,000</u>
101003010100003 Management, evaluation and monitoring of special projects on local government finance	<u>3,166,000</u>	<u>1,486,000</u>		<u>4,652,000</u>
National Capital Region (NCR)	<u>3,166,000</u>	<u>1,486,000</u>		<u>4,652,000</u>
Central Office	<u>3,166,000</u>	<u>1,486,000</u>		<u>4,652,000</u>
101003010100004 LGU training on policies, procedures and other competency requirements of local treasurers and assessors	<u>94,225,000</u>	<u>43,233,000</u>	<u>21,807,000</u>	<u>159,265,000</u>
Region I - Ilocos	<u>8,942,000</u>	<u>3,332,000</u>		<u>12,274,000</u>
Regional Office - I	<u>8,942,000</u>	<u>3,332,000</u>		<u>12,274,000</u>
Cordillera Administrative Region (CAR)	<u>4,875,000</u>	<u>3,425,000</u>		<u>8,300,000</u>
Regional Office - CAR	<u>4,875,000</u>	<u>3,425,000</u>		<u>8,300,000</u>
Region II - Cagayan Valley	<u>6,538,000</u>	<u>2,301,000</u>	<u>1,100,000</u>	<u>9,939,000</u>
Regional Office - II	<u>6,538,000</u>	<u>2,301,000</u>	<u>1,100,000</u>	<u>9,939,000</u>
Region III - Central Luzon	<u>6,825,000</u>	<u>3,041,000</u>	<u>15,007,000</u>	<u>24,873,000</u>
Regional Office - III	<u>6,825,000</u>	<u>3,041,000</u>	<u>15,007,000</u>	<u>24,873,000</u>
Region IVA - CALABARZON	<u>7,039,000</u>	<u>3,372,000</u>		<u>10,411,000</u>
Regional Office - IVA	<u>7,039,000</u>	<u>3,372,000</u>		<u>10,411,000</u>
Region IVB - MIMAROPA	<u>2,719,000</u>	<u>2,176,000</u>		<u>4,895,000</u>
Regional Office - IVB	<u>2,719,000</u>	<u>2,176,000</u>		<u>4,895,000</u>

Region V - Bicol	6,670,000	3,148,000	5,700,000	15,518,000
Regional Office - V	6,670,000	3,148,000	5,700,000	15,518,000
Region VI - Western Visayas	5,949,000	2,613,000		8,562,000
Regional Office - VI	5,949,000	2,613,000		8,562,000
Region VII - Central Visayas	7,141,000	3,448,000		10,589,000
Regional Office - VII	7,141,000	3,448,000		10,589,000
Region VIII - Eastern Visayas	7,134,000	3,034,000		10,168,000
Regional Office - VIII	7,134,000	3,034,000		10,168,000
Region IX - Zamboanga Peninsula	4,962,000	2,778,000		7,740,000
Regional Office - IX	4,962,000	2,778,000		7,740,000
Region X - Northern Mindanao	6,491,000	2,192,000		8,683,000
Regional Office - X	6,491,000	2,192,000		8,683,000
Region XI - Davao	6,164,000	2,847,000		9,011,000
Regional Office - XI	6,164,000	2,847,000		9,011,000
Region XII - SOCCSKSARGEN	6,194,000	2,908,000		9,102,000
Regional Office - XII	6,194,000	2,908,000		9,102,000
Region XIII - CARAGA	6,582,000	2,618,000		9,200,000
Regional Office - XIII	6,582,000	2,618,000		9,200,000
Sub-total, Operations	118,048,000	57,687,000	21,807,000	197,542,000
TOTAL NEW APPROPRIATIONS	P 151,063,000	P 88,236,000	P 23,807,000	P 263,106,000
	=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	88,965	88,722	105,996
Total Permanent Positions	88,965	88,722	105,996

Other Compensation Common to All			
Personnel Economic Relief Allowance	5,986	6,576	6,480
Representation Allowance	1,910	1,314	1,122
Transportation Allowance	1,096	1,314	1,122
Clothing and Uniform Allowance	1,190	1,370	1,350
Productivity Incentive Allowance	438		
Honoraria	82		
Overtime Pay	22		
Mid-Year Bonus - Civilian			8,834
Year End Bonus	7,043	7,393	8,834
Cash Gift	1,244	1,370	1,350
Step Increment		429	663
Collective Negotiation Agreement	3,841		
Productivity Enhancement Incentive	6,268	1,370	1,350
Performance Based Bonus	2,731		
Total Other Compensation Common to All	<u>31,851</u>	<u>21,136</u>	<u>31,105</u>
Other Compensation for Specific Groups			
Longevity Pay		265	
Other Personnel Benefits	1,027		
Total Other Compensation for Specific Groups	<u>1,027</u>	<u>265</u>	
Other Benefits			
Retirement and Life Insurance Premiums	9,802	10,647	12,720
PAG-IBIG Contributions	301	329	324
PhilHealth Contributions	885	844	868
Employees Compensation Insurance Premiums	297	328	324
Retirement Gratuity		5,772	9,070
Terminal Leave	5,751	1,353	3,376
Total Other Benefits	<u>17,036</u>	<u>19,273</u>	<u>26,682</u>
TOTAL PERSONNEL SERVICES	<u>138,879</u>	<u>129,396</u>	<u>163,783</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	10,722	12,013	15,526
Training and Scholarship Expenses	9,995	20,697	21,552
Supplies and Materials Expenses	6,369	6,596	6,057
Utility Expenses	3,041	5,859	3,453
Communication Expenses	4,622	4,173	7,715
Awards/Rewards and Prizes		165	
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	1,543	1,830	1,830
Professional Services	5,984	7,378	12,604
General Services	3,896	3,825	5,164
Repairs and Maintenance	1,490	2,109	1,778
Taxes, Insurance Premiums and Other Fees	421	1,154	624
Other Maintenance and Operating Expenses			
Advertising Expenses	960	2,057	989
Printing and Publication Expenses	65		66
Representation Expenses	363		
Transportation and Delivery Expenses	139		
Rent/Lease Expenses	8,639	9,541	9,753
Membership Dues and Contributions to Organizations	43		44
Subscription Expenses	63		953
Other Maintenance and Operating Expenses	263		128
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>58,618</u>	<u>77,397</u>	<u>88,236</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>197,497</u>	<u>206,793</u>	<u>252,019</u>

Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	15,000		21,807
Machinery and Equipment Outlay	700	7,265	2,000
Furniture, Fixtures and Books Outlay	4,289		
Intangible Assets Outlay		11,114	
TOTAL CAPITAL OUTLAYS	19,989	18,379	23,807
GRAND TOTAL	217,486	225,172	275,826

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL
OUTCOME : Fiscal Sustainability of LGUs Strengthened

PERFORMANCE INFORMATION

- KEY STRATEGIES :
- 1. Supervise local assessment and treasury operations through regular monitoring of fiscal and financial performance and compliance to rules, regulations and policies
 - 2. Conduct capacity building seminars on strategies and best practices to improve LGU revenue generation and resource mobilization
 - 3. Formulation of opinions, guidelines, rules and regulations on local taxation and tax administration, real property assessment, financial management, credit and other forms of indebtedness
 - 4. Oversee the implementation of Special Projects

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Fiscal Sustainability of LGUs Strengthened		
Ratio of LGU expenditures over total income	2012:0.75	Ratio is < or = 1
Percentage of total actual collections of LGUs from local taxes and other locally generated revenue sources vs targets	2012:108.54% 2013:84.33% (preliminary only since processing of SRE reports of LGUs for CY 2013 is still ongoing)	Collection efficiency is > or = 95%
Number of LGUs not exceeding 20% of their regular income for debt servicing [Sec. 324 (b) of RA 7160]	2013:99.3% (Actual)	No. of LGUs is > or = 95% of the total number of provinces, cities and municipalities nationwide
MFO / PIs		2017 Targets

MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT	
Number of directives, guidance notes, policies and procedures issued	459
Number of compliance reviews carried out	2,763
% of LGUs that breach one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	20%
% of LGUs over the last three years with two or more breaches on one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	15%
% of LGUs subject to three or more compliance reviews in the last two years	10%

E. BUREAU OF THE TREASURY

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	1,460,987	1,666,415	6,461,190
General Fund	1,460,987	1,666,415	6,461,190
Automatic Appropriations	4,165,153	32,900	36,128
Grant Proceeds	22,944		
Customs Duties and Taxes, including Tax Expenditures	4,109,309		
Retirement and Life Insurance Premiums	32,900	32,900	36,128
Continuing Appropriations	919,528	204,899	
Unreleased Appropriation for Capital Outlays			
R.A. No. 10652	639,228		
Unreleased Appropriation for MOOE			
R.A. No. 10652	164,152		
Unreleased Appropriation for FinEx			
R.A. No. 10652	100,407		
Unobligated Releases for Capital Outlays			
R.A. No. 10651		39,420	
Unobligated Releases for MOOE			
R.A. No. 10633	15,741		
R.A. No. 10651		91,312	
Unobligated Releases for FinEx			
R.A. No. 10651		74,167	
Budgetary Adjustment(s)	67,725		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	29,832		
Pension and Gratuity Fund	37,893		
Total Available Appropriations	6,613,393	1,904,214	6,497,318
Unused Appropriations	(436,541)	(204,899)	
Unreleased Appropriation	(1)		
Unobligated Allotment	(436,540)	(204,899)	
TOTAL OBLIGATIONS	6,176,852	1,699,315	6,497,318
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

No. / Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	333,372,000	203,426,000	202,548,000
	PS	118,893,000	95,206,000	84,884,000
	MOOE	137,795,000	102,095,000	114,408,000
	CO	76,684,000	6,125,000	3,256,000
000002000000000	Support to Operations	526,179,000	100,269,000	129,096,000
	PS	16,038,000	19,753,000	20,633,000
	MOOE	99,282,000	80,516,000	106,593,000
	CO	410,859,000		1,870,000

000003000000000	Operations	<u>4,565,829,000</u>	<u>669,017,000</u>	<u>5,447,603,000</u>
	PS	296,014,000	317,204,000	365,826,000
	MOOE	4,202,972,000	121,745,000	161,869,000
	FinEx			90,496,000
	CO	66,843,000	230,068,000	4,829,412,000
	Projects	<u>751,472,000</u>	<u>726,603,000</u>	<u>718,071,000</u>
	MOOE	25,232,000	26,603,000	18,071,000
	FinEx	726,240,000	700,000,000	700,000,000
TOTAL AGENCY BUDGET		<u>6,176,852,000</u>	<u>1,699,315,000</u>	<u>6,497,318,000</u>
	PS	430,945,000	432,163,000	471,343,000
	MOOE	4,465,281,000	330,959,000	400,941,000
	FinEx	726,240,000	700,000,000	790,496,000
	CO	554,386,000	236,193,000	4,834,538,000

STAFFING SUMMARY

	<u>2015</u>	<u>2016</u>	<u>2017</u>
TOTAL STAFFING			
Total Number of Authorized Positions	1,282	1,283	1,283
Total Number of Filled Positions	695	702	702

Proposed New Appropriations Language

For general administration and support, support to operations, and operations, including locally-funded project, as indicated hereunder.....P 6,461,190,000
=====

OPERATIONS BY MFO	PROPOSED 2017				
	<u>PS</u>	<u>MOOE</u>	<u>FinEx</u>	<u>CO</u>	<u>TOTAL</u>
MFO 1: CASH MANAGEMENT SERVICES	293,253,000	118,597,000	90,496,000	4,829,412,000	5,331,758,000
MFO 2: MANAGEMENT OF PUBLIC DEBTS	41,964,000	43,272,000			85,236,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>FinEx</u>	<u>CO</u>	<u>TOTAL</u>
CENTRAL OFFICE	435,215,000	400,941,000	790,496,000	4,834,538,000	6,461,190,000
TOTAL AGENCY BUDGET	<u>435,215,000</u>	<u>400,941,000</u>	<u>790,496,000</u>	<u>4,834,538,000</u>	<u>6,461,190,000</u>

SPECIAL PROVISION(S)

1. Equity Contribution to International Organizations. The amount of Four Billion Seven Hundred Eighty Three Million Two Hundred Sixteen Thousand Pesos (P4,783,216,000) appropriated herein shall be used for capital or quota subscription and revaluation or maintenance of value to foreign financial institutions that has been reviewed by the DFA and the International Commitments Fund Panel, and approved by the President of the Philippines in accordance with M.C. No. 194 dated June 11, 2010.
2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects, by Operating Units

		Current Operating Expenditures				
		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
0000010000000000	General Administration and Support	81,081,000	114,408,000		3,256,000	198,745,000
0000010001000000	General Administration	43,102,000	114,408,000		3,256,000	160,766,000
1030010001000001	Central Office	P 43,102,000	P 114,408,000		P 3,256,000	P 160,766,000
	National Capital Region (NCR)	43,102,000	114,408,000		3,256,000	160,766,000
	Central Office	43,102,000	114,408,000		3,256,000	160,766,000
1030010002000000	Administration of Personnel Benefits	37,979,000				37,979,000
	National Capital Region (NCR)	37,979,000				37,979,000
	Central Office	37,979,000				37,979,000
Sub-total, General Administration and Support		81,081,000	114,408,000		3,256,000	198,745,000
0000020000000000	Support to Operations	18,917,000	106,593,000		1,870,000	127,380,000
1030020001000000	Provision of legal services including the conduct of research and investigation	9,848,000	13,182,000			23,030,000
	National Capital Region (NCR)	9,848,000	13,182,000			23,030,000
	Central Office	9,848,000	13,182,000			23,030,000
1030020002000000	Information systems and IT support services	9,069,000	93,411,000		1,870,000	104,350,000
	National Capital Region (NCR)	9,069,000	93,411,000		1,870,000	104,350,000
	Central Office	9,069,000	93,411,000		1,870,000	104,350,000
Sub-total, Support to Operations		18,917,000	106,593,000		1,870,000	127,380,000

000003000000000	Operations	<u>335,217,000</u>	<u>161,869,000</u>	<u>90,496,000</u>	<u>4,829,412,000</u>	<u>5,416,994,000</u>
000003010000000	MFO 1: CASH MANAGEMENT SERVICES	<u>293,253,000</u>	<u>118,597,000</u>	<u>90,496,000</u>	<u>4,829,412,000</u>	<u>5,331,758,000</u>
101003010100000	Cash management funding and investment of excess funds	<u>2,331,000</u>	<u>21,028,000</u>		<u>4,783,216,000</u>	<u>4,806,575,000</u>
	National Capital Region (NCR)	<u>2,331,000</u>	<u>21,028,000</u>		<u>4,783,216,000</u>	<u>4,806,575,000</u>
	Central Office	<u>2,331,000</u>	<u>21,028,000</u>		<u>4,783,216,000</u>	<u>4,806,575,000</u>
101003010200000	Accounting for receipts and disbursements	<u>64,576,000</u>	<u>15,289,000</u>	<u>90,496,000</u>		<u>170,361,000</u>
	National Capital Region (NCR)	<u>64,576,000</u>	<u>15,289,000</u>	<u>90,496,000</u>		<u>170,361,000</u>
	Central Office	<u>64,576,000</u>	<u>15,289,000</u>	<u>90,496,000</u>		<u>170,361,000</u>
101003010300000	Accounting and monitoring of all collections and disbursements of the NG, and evaluation of claims against Fidelity Fund	<u>226,346,000</u>	<u>82,280,000</u>		<u>46,196,000</u>	<u>354,822,000</u>
	National Capital Region (NCR)	<u>226,346,000</u>	<u>82,280,000</u>		<u>46,196,000</u>	<u>354,822,000</u>
	Central Office	<u>226,346,000</u>	<u>82,280,000</u>		<u>46,196,000</u>	<u>354,822,000</u>
000003020000000	MFO 2: MANAGEMENT OF PUBLIC DEBTS	<u>41,964,000</u>	<u>43,272,000</u>			<u>85,236,000</u>
000003020100000	Portfolio management	<u>8,380,000</u>	<u>12,427,000</u>			<u>20,807,000</u>
101003020100001	Securities origination and auction of government securities	<u>3,016,000</u>	<u>6,260,000</u>			<u>9,276,000</u>
	National Capital Region (NCR)	<u>3,016,000</u>	<u>6,260,000</u>			<u>9,276,000</u>
	Central Office	<u>3,016,000</u>	<u>6,260,000</u>			<u>9,276,000</u>
101003020100002	Transaction settlement and registration	<u>5,364,000</u>	<u>6,167,000</u>			<u>11,531,000</u>
	National Capital Region (NCR)	<u>5,364,000</u>	<u>6,167,000</u>			<u>11,531,000</u>
	Central Office	<u>5,364,000</u>	<u>6,167,000</u>			<u>11,531,000</u>
101003020200000	Policies on debt, cash resources, financial assets and preparation of estimates for foreign and domestic borrowings and debt service	<u>33,584,000</u>	<u>30,845,000</u>			<u>64,429,000</u>
	National Capital Region (NCR)	<u>33,584,000</u>	<u>30,845,000</u>			<u>64,429,000</u>
	Central Office	<u>33,584,000</u>	<u>30,845,000</u>			<u>64,429,000</u>
Sub-total, Operations		<u>335,217,000</u>	<u>161,869,000</u>	<u>90,496,000</u>	<u>4,829,412,000</u>	<u>5,416,994,000</u>
TOTAL PROGRAMS AND ACTIVITIES		P <u>435,215,000</u>	P <u>382,870,000</u>	P <u>90,496,000</u>	P <u>4,834,538,000</u>	P <u>5,743,119,000</u>
		=====	=====	=====	=====	=====

000004000000000	Locally-Funded Projects	18,071,000	700,000,000	718,071,000
000004100000000	Governance	18,071,000	700,000,000	718,071,000
000004100400000	Systems Development	18,071,000	700,000,000	718,071,000
101004100400001	Development of the Treasury Single Account (TSA)	18,071,000	700,000,000	718,071,000
	National Capital Region (NCR)	18,071,000	700,000,000	718,071,000
	Central Office	18,071,000	700,000,000	718,071,000
	Sub-total, Locally-Funded Project(s)	18,071,000	700,000,000	718,071,000
	TOTAL PROJECTS	P 18,071,000	P 700,000,000	P 718,071,000
		=====	=====	=====
	TOTAL NEW APPROPRIATIONS	P 435,215,000	P 400,941,000	P 790,496,000
		=====	=====	=====
		P 4,834,538,000	P 6,461,190,000	
		=====	=====	

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	248,135	274,167	301,076
Total Permanent Positions	248,135	274,167	301,076
Other Compensation Common to All			
Personnel Economic Relief Allowance	16,497	18,720	16,848
Representation Allowance	8,735	6,786	6,642
Transportation Allowance	6,774	6,654	6,510
Clothing and Uniform Allowance	3,470	3,900	3,510
Productivity Incentive Allowance	1,426		
Honoraria	275		
Overtime Pay	4,631	1,000	
Mid-Year Bonus - Civilian			25,090
Year End Bonus	20,799	22,847	25,090
Cash Gift	3,443	3,900	3,510
Step Increment		1,262	1,787
Collective Negotiation Agreement	17,390		
Productivity Enhancement Incentive	20,708	3,900	3,510
Performance Based Bonus	6,977		
Total Other Compensation Common to All	111,125	68,969	92,497
Other Compensation for Specific Groups			
Magna Carta for Public Social Workers	31	38	38
Laundry Allowance	4		
Hazard Duty Pay	147		
Allowance of Attorney's de Officio	57		
Other Personnel Benefits	14,783	647	647
Total Other Compensation for Specific Groups	15,022	685	685

Other Benefits			
Retirement and Life Insurance Premiums	29,688	32,900	36,128
PAG-IBIG Contributions	829	936	842
PhilHealth Contributions	2,211	2,490	2,328
Employees Compensation Insurance Premiums	825	936	842
Retirement Gratuity	2,990	34,978	24,123
Terminal Leave	20,120	16,102	12,822
Total Other Benefits	56,663	88,342	77,085
TOTAL PERSONNEL SERVICES	430,945	432,163	471,343
Maintenance and Other Operating Expenses			
Travelling Expenses	15,476	15,500	20,517
Training and Scholarship Expenses	17,743	13,500	30,845
Supplies and Materials Expenses	22,658	26,100	35,096
Utility Expenses	40,420	45,804	50,920
Communication Expenses	16,776	18,356	21,512
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	2,731	2,878	2,878
Professional Services	59,721	72,524	66,176
General Services	22,989	27,547	32,019
Repairs and Maintenance	69,201	64,192	89,195
Taxes, Insurance Premiums and Other Fees	4,177,192	22,714	24,345
Other Maintenance and Operating Expenses			
Advertising Expenses	373	1,120	1,285
Printing and Publication Expenses	500	500	515
Representation Expenses	1,536	970	1,639
Transportation and Delivery Expenses	78	586	1,105
Rent/Lease Expenses	17,164	17,899	19,832
Membership Dues and Contributions to Organizations	54	66	955
Subscription Expenses	362	703	1,746
Other Maintenance and Operating Expenses	307		361
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	4,465,281	330,959	400,941
Financial Expenses			
Interest Expenses			90,496
Other Financial Charges	726,240	700,000	700,000
TOTAL FINANCIAL EXPENSES	726,240	700,000	790,496
TOTAL CURRENT OPERATING EXPENDITURES	5,622,466	1,463,122	1,662,780
Capital Outlays			
Investment Outlay		230,068	4,783,216
Property, Plant and Equipment Outlay			
Buildings and Other Structures	87,580		35,462
Machinery and Equipment Outlay	426,519		7,470
Transportation Equipment Outlay	30,325	6,125	
Furniture, Fixtures and Books Outlay	9,962		8,390
TOTAL CAPITAL OUTLAYS	554,386	236,193	4,834,538
GRAND TOTAL	6,176,852	1,699,315	6,497,318

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL
OUTCOME : 1. Efficiency in Cash Management Improved
2. Efficiency in Debt Management Improved

PERFORMANCE INFORMATION

KEY STRATEGIES :

1. Maximize income earned from BTr-managed funds
2. Prudent liability management
3. Effective management of government assets
4. Enhanced business processes through implementation of DMFAS version 6 and Treasury Single Account (TSA) Project
5. BTr Rationalization Program implemented
6. Professional Development Program pursued at BTr
7. IT systems upgraded and servers/hardware components installed for effective implementation of DMFAS version 6 and TSA
8. Internal procedures enhanced and compliant with good governance principles

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Efficiency in Cash Management Improved Adequacy of cash holdings ensured	BSP; PhilPASS, TRAMS	Maintain a sufficient cash buffer to cover deviations from the cash forecast
Yield/returns on cash balances of NG maximized	Cash Operation Report (COR)	Earn at the rate of 1.5% per annum on NG cash balances NG Average Interest Rate: (Year, USD Rate, PHP Rate): [2012, - , 2.3018%]; [2013, - , 1.5957%]; [2014, 0.0614%, 1.73%]; [Jan 1-May 7, 2015, 0.09%, 2.00%]
Efficiency in Debt Management Improved Interest payments relative to program maintained	Cash Operation Report (COR)	Actual interest payments < or = latest approved program Interest Savings for 2012-2014 2012 - 1.53% 2013 - 2.65% 2014 - 8.90%
Average Time to Maturity (ATM) maintained	BTr Debt Indicators	ATM of NG debt portfolio maintained above 7 years Average Maturity (residual, in years); 2012 - 2014 2012 - 10.96 2013 - 10.89 2014 - 11.13 As of March 2015 - 11.77
% of foreign borrowings to total borrowing requirements	Cash Operation Report (COR)	<= 25% Foreign Financing (% of total); 2012 - 2014 2012 - 16.4 2013 - 6.1 2014 - 26.8

MFO / PIs	2017 Targets
MFO 1: CASH MANAGEMENT SERVICES	
Fund the budgetary and non-budgetary expenses of NG	
% of replenishment of validated paid MDS checks	100% replenishment
NG income reports submitted within the prescribed schedule	On time submission
% of paid MDS checks replenished within the set schedule	daily before cut-off time
Interest income on deposits and BSF/SSF investment (in million pesos)	27,368
NG income remitted to BTr (in million pesos)	22,983
MFO 2: MANAGEMENT OF PUBLIC DEBTS	
Monitor and Service NG Debt	
Amount of debt service (in million pesos)	649,231
% of matured NG debt paid	100% of NG debt matured
NG debt paid prior to due date	as NG debt full due
Issuance of government securities	
Volume of government securities issued and redeemed (in million pesos)	520,817
Average interest rate for the 364-day T-bills maintained over the last three (3) years	3%
Auction of government securities conducted as scheduled	as scheduled

F. CENTRAL BOARD OF ASSESSMENT APPEALS

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	6,664	7,268	19,115
General Fund	6,664	7,268	19,115
Automatic Appropriations	686	497	1,161
Retirement and Life Insurance Premiums	686	497	1,161
Continuing Appropriations		27	
Unobligated Releases for MOOE R.A. No. 10651		27	
Budgetary Adjustment(s)	4,835		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	4,835		
Total Available Appropriations	12,185	7,792	20,276
Unused Appropriations	(27)	(27)	
Unobligated Allotment	(27)	(27)	
TOTAL OBLIGATIONS	12,158	7,765	20,276

EXPENDITURE PROGRAM
(in pesos)

No. / Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000003000000000	Operations	12,158,000	7,765,000	20,276,000
	PS	10,920,000	5,960,000	14,503,000
	MOOE	1,238,000	1,286,000	3,872,000
	CO		519,000	1,901,000
TOTAL AGENCY BUDGET		12,158,000	7,765,000	20,276,000
	PS	10,920,000	5,960,000	14,503,000
	MOOE	1,238,000	1,286,000	3,872,000
	CO		519,000	1,901,000

STAFFING SUMMARY

	2015	2016	2017
TOTAL STAFFING			
Total Number of Authorized Positions	26	26	26
Total Number of Filled Positions	23	23	23

Proposed New Appropriations Language
For operations, as indicated hereunder.....P 19,115,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: ADJUDICATION SERVICES	13,342,000	3,872,000	1,901,000	19,115,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	13,342,000	3,872,000	1,901,000	19,115,000
National Capital Region (NCR)	13,342,000	3,872,000	1,901,000	19,115,000
TOTAL AGENCY BUDGET	13,342,000	3,872,000	1,901,000	19,115,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
000003000000000 Operations	13,342,000	3,872,000	1,901,000	19,115,000
000003010000000 MFO 1: ADJUDICATION SERVICES	13,342,000	3,872,000	1,901,000	19,115,000
101003010100000 Adjudication of Appealed Cases on Real Property Assessment	P 13,342,000	P 3,872,000	P 1,901,000	P 19,115,000
Sub-total, Operations	13,342,000	3,872,000	1,901,000	19,115,000
TOTAL NEW APPROPRIATIONS	P 13,342,000	P 3,872,000	P 1,901,000	P 19,115,000
	=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	7,073	4,142	9,678
Total Permanent Positions	7,073	4,142	9,678

Other Compensation Common to All			
Personnel Economic Relief Allowance	518	408	552
Representation Allowance	418	102	486
Transportation Allowance	409	102	486
Clothing and Uniform Allowance	105	85	115
Productivity Incentive Allowance	34		
Mid-Year Bonus - Civilian			806
Year End Bonus	658	345	806
Cash Gift	115	85	115
Step Increment		25	58
Productivity Enhancement Incentive		85	115
Total Other Compensation Common to All	2,257	1,237	3,539
Other Compensation for Specific Groups			
Other Personnel Benefits	784		
Total Other Compensation for Specific Groups	784		
Other Benefits			
Retirement and Life Insurance Premiums	685	497	1,161
PAG-IBIG Contributions	26	20	28
PhilHealth Contributions	71	44	69
Employees Compensation Insurance Premiums	24	20	28
Total Other Benefits	806	581	1,286
TOTAL PERSONNEL SERVICES	10,920	5,960	14,503
Maintenance and Other Operating Expenses			
Travelling Expenses	84	75	237
Training and Scholarship Expenses	147	150	1,538
Supplies and Materials Expenses	239	295	379
Utility Expenses	19	50	50
Communication Expenses	137	117	175
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	88	110	175
General Services	153	160	805
Repairs and Maintenance	7	50	70
Taxes, Insurance Premiums and Other Fees	16	50	50
Other Maintenance and Operating Expenses			
Advertising Expenses			6
Printing and Publication Expenses			16
Transportation and Delivery Expenses	3		
Rent/Lease Expenses	312	214	356
Subscription Expenses	10	15	15
Other Maintenance and Operating Expenses	23		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	1,238	1,286	3,872
TOTAL CURRENT OPERATING EXPENDITURES	12,158	7,246	18,375
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay		519	701
Transportation Equipment Outlay			1,200
TOTAL CAPITAL OUTLAYS		519	1,901
GRAND TOTAL	12,158	7,765	20,276

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL

OUTCOME : Due Process for Fair and Equitable Real Property Taxation Improved

PERFORMANCE INFORMATION

KEY STRATEGIES :

1. Faster and simpler filing, processing and monitoring of appealed cases
2. Online payment system for docket fees
3. Online case monitoring system
4. FAQ on CBAA and LBAA rules and procedures
5. E-bayad internet-based portals to effect a more convenient system of filing of appealed cases before the CBAA

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Due Process for Fair and Equitable Real Property Taxation Improved		
Percentage of cases reviewed during the year that were elevated to the higher court and overturned reduced	25	0%
<u>MFO / PIs</u>		<u>2017 Targets</u>
MFO 1: ADJUDICATION SERVICES		
Number of cases reviewed		35
Percentage of cases reviewed over the last five years whose decisions are overturned by a higher court		0
Percentage of cases received for adjudication that are resolved within 30 days of receipt of complete documentation		90%

G. COOPERATIVE DEVELOPMENT AUTHORITY

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	320,439	329,474	
General Fund	320,439	329,474	
Automatic Appropriations	20,599	20,246	
Retirement and Life Insurance Premiums	20,599	20,246	
Continuing Appropriations	6,433	20,428	
Unobligated Releases for Capital Outlays			
R.A. No. 10633	1,945		
R.A. No. 10651		15,348	
Unobligated Releases for MOOE			
R.A. No. 10633	4,488		
R.A. No. 10651		5,080	
Budgetary Adjustment(s)	46,190		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	23,855		
Pension and Gratuity Fund	22,335		
Total Available Appropriations	393,661	370,148	
Unused Appropriations	(23,827)	(20,428)	
Unobligated Allotment	(23,827)	(20,428)	
TOTAL OBLIGATIONS	369,834	349,720	
	=====	=====	

		EXPENDITURE PROGRAM (in pesos)		
No. / Code	GASS / ST0 / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	176,306,000	150,049,000	
	PS	116,002,000	75,094,000	
	MOOE	58,378,000	65,763,000	
	CO	1,926,000	9,192,000	
000002000000000	Support to Operations	14,089,000	16,748,000	
	PS	10,117,000	10,136,000	
	MOOE	3,972,000	6,612,000	
000003000000000	Operations	179,439,000	182,923,000	
	PS	154,228,000	154,400,000	
	MOOE	22,093,000	28,523,000	
	CO	3,118,000		
TOTAL AGENCY BUDGET		369,834,000	349,720,000	
	PS	280,347,000	239,630,000	
	MOOE	84,443,000	100,898,000	
	CO	5,044,000	9,192,000	

STAFFING SUMMARY

	2015	2016	2017
TOTAL STAFFING			
Total Number of Authorized Positions	736	736	
Total Number of Filled Positions	569	569	

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	172,486	168,700	
Total Permanent Positions	172,486	168,700	
Other Compensation Common to All			
Personnel Economic Relief Allowance	12,642	12,984	
Representation Allowance	3,174	2,988	
Transportation Allowance	2,431	2,988	
Clothing and Uniform Allowance	2,638	2,705	
Productivity Incentive Allowance	1,030		
Year End Bonus	14,700	14,058	
Cash Gift	2,034	2,705	
Step Increment		822	
Productivity Enhancement Incentive	13,092	2,705	
Performance Based Bonus	6,036		
Total Other Compensation Common to All	57,777	41,955	

Other Compensation for Specific Groups			
Other Personnel Benefits	21,939		
Total Other Compensation for Specific Groups	21,939		
Other Benefits			
Retirement and Life Insurance Premiums	20,138	20,246	
PAG-IBIG Contributions	628	646	
PhilHealth Contributions	1,786	1,778	
Employees Compensation Insurance Premiums	633	646	
Retirement Gratuity	590	3,426	
Terminal Leave		1,412	
Total Other Benefits	23,775	28,154	
Non-Permanent Positions	513	821	
Other Personnel Benefits			
Pension, Civilian Personnel	3,857		
Total Other Personnel Benefits	3,857		
TOTAL PERSONNEL SERVICES	280,347	239,630	
Maintenance and Other Operating Expenses			
Travelling Expenses	20,450	22,439	
Training and Scholarship Expenses	7,474	12,136	
Supplies and Materials Expenses	8,060	11,207	
Utility Expenses	7,314	7,846	
Communication Expenses	6,400	8,287	
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	2,297	2,699	
Professional Services	2,090	1,091	
General Services	7,803	10,614	
Repairs and Maintenance	2,714	3,793	
Taxes, Insurance Premiums and Other Fees	1,428	1,918	
Other Maintenance and Operating Expenses			
Advertising Expenses	454	534	
Printing and Publication Expenses	699	875	
Representation Expenses	5,633	7,708	
Transportation and Delivery Expenses	65	227	
Rent/Lease Expenses	8,726	8,614	
Membership Dues and Contributions to Organizations	182	615	
Subscription Expenses	153	295	
Litigation/Acquired Assets Expenses	2,501		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	84,443	100,898	
TOTAL CURRENT OPERATING EXPENDITURES	364,790	340,528	
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	3,863		
Machinery and Equipment Outlay	468	2,575	
Transportation Equipment Outlay	403	2,432	
Furniture, Fixtures and Books Outlay	310		
Intangible Assets Outlay		4,185	
TOTAL CAPITAL OUTLAYS	5,044	9,192	
GRAND TOTAL	369,834	349,720	

H. INSURANCE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	<u>7</u>	<u>7</u>	<u>7</u>
General Fund	7	7	7
Automatic Appropriations	<u>280,596</u>	<u>205,027</u>	<u>350,216</u>
Special Account	280,596	205,027	350,216
Budgetary Adjustment(s)	<u>2,323</u>		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	<u>2,323</u>		
Total Available Appropriations	282,926	205,034	350,223
Unused Appropriations	(6,600)		
Unreleased Appropriation	(7)		
Unobligated Allotment	(6,593)		
TOTAL OBLIGATIONS	<u>276,326</u>	<u>205,034</u>	<u>350,223</u>

EXPENDITURE PROGRAM
(in pesos)

<u>No. / Code</u>	<u>GASS / STO / OPERATIONS / PROJECTS</u>	<u>2015 Actual</u>	<u>2016 Current</u>	<u>2017 Proposed</u>
000001000000000	General Administration and Support	<u>143,646,000</u>	<u>45,681,000</u>	<u>169,252,000</u>
	PS	38,870,000	31,934,000	64,377,000
	MOOE	57,198,000	13,745,000	103,875,000
	FinEx	8,000	1,000	
	CO	47,570,000	1,000	1,000,000
000003000000000	Operations	<u>132,680,000</u>	<u>159,353,000</u>	<u>180,971,000</u>
	PS	104,444,000	97,541,000	149,035,000
	MOOE	28,236,000	61,812,000	31,936,000
TOTAL AGENCY BUDGET		<u>276,326,000</u>	<u>205,034,000</u>	<u>350,223,000</u>
	PS	143,314,000	129,475,000	213,412,000
	MOOE	85,434,000	75,557,000	135,811,000
	FinEx	8,000	1,000	
	CO	47,570,000	1,000	1,000,000

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 7,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: INSURANCE REGULATION SERVICES	6,000			6,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017 (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	7,000			7,000
National Capital Region (NCR)	7,000			7,000
TOTAL AGENCY BUDGET	7,000			7,000

SPECIAL PROVISION(S)

- Insurance Fund. In addition to the amounts appropriated herein, One Hundred Thirty Six Million Eight Hundred Eleven Thousand Pesos (P136,811,000) shall be used to cover the MOOE and Capital Outlay requirements of the Insurance Commission (IC) sourced from the proceeds of premium taxes, constituted into the Insurance Fund in accordance with Section 286 of R.A. No. 8424.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The IC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on the financial and physical accomplishments. The Commissioner of IC and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted in the IC website.

- Funding for Personnel Services. The Personnel Services of the IC shall be sourced from the Pre-need Fund in accordance with Section 5 of R.A. No. 9829: PROVIDED, That any deficiency therefrom may be augmented by the Insurance Fund.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

- Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
000001000000000	General Administration and Support	1,000			1,000
103001000100000	General management and supervision	P 1,000			P 1,000
Sub-total, General Administration and Support		1,000			1,000

000003000000000	Operations	6,000	6,000
000003010000000	MFO 1: INSURANCE REGULATION SERVICES	6,000	6,000
000003010100000	Regulatory Services	2,000	2,000
101003010100001	Promulgation and implementation of policies, rules and regulations	1,000	1,000
101003010100002	Licensing insurance companies, general agents, brokers, adjusters, and processing of reinsurance treaties and investments of insurance companies, benevolent associations and charitable trusts	1,000	1,000
000003010200000	Supervisory Services	3,000	3,000
101003010200001	Examination of the financial conditions of entities engaged in the insurance business, mutual benefit associations and charitable trusts	1,000	1,000
101003010200002	Review of premium rates imposed by non-life companies and statistical reports of adjusters	1,000	1,000
101003010200003	Evaluation of financial reports of insurance companies, mutual benefits associations and charitable trusts	1,000	1,000
101003010300000	Adjudication of claims and complaints involving loss, damage or liability incurred by an insurer under any kind of policy or contract of insurance of suretyship	1,000	1,000
Sub-total, Operations		6,000	6,000
TOTAL NEW APPROPRIATIONS		P 7,000 =====	P 7,000 =====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	98,843	96,736	166,945
Total Permanent Positions	98,843	96,736	166,945
Other Compensation Common to All			
Personnel Economic Relief Allowance	4,944	4,872	5,040
Representation Allowance	2,015	1,872	2,052
Transportation Allowance	1,529	1,872	2,052
Clothing and Uniform Allowance	1,040	1,015	1,050
Productivity Incentive Allowance	372		
Year End Bonus	8,404	8,060	13,913
Cash Gift	1,081	1,015	1,050
Productivity Enhancement Incentive	7,893	1,015	
Performance Based Bonus	2,287		
Total Other Compensation Common to All	29,565	19,721	25,157

Other Compensation for Specific Groups			
Other Personnel Benefits	357		
Total Other Compensation for Specific Groups	<u>357</u>		
Other Benefits			
Retirement and Life Insurance Premiums	11,883	11,606	20,033
PAG-IBIG Contributions	249	243	251
PhilHealth Contributions	932	926	775
Employees Compensation Insurance Premiums	249	243	251
Terminal Leave	1,236		
Total Other Benefits	<u>14,549</u>	<u>13,018</u>	<u>21,310</u>
TOTAL PERSONNEL SERVICES	<u>143,314</u>	<u>129,475</u>	<u>213,412</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	9,695	6,865	16,608
Training and Scholarship Expenses	11,065	10,362	15,211
Supplies and Materials Expenses	5,143	7,711	14,824
Utility Expenses	8,539	9,622	11,602
Communication Expenses	5,019	6,648	11,870
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	715	165	710
General Services	21,233	17,978	32,357
Repairs and Maintenance	2,699	5,257	8,837
Taxes, Insurance Premiums and Other Fees	1,219	1,930	4,541
Other Maintenance and Operating Expenses			
Advertising Expenses	691	1,064	5,726
Printing and Publication Expenses	382	1,235	1,650
Representation Expenses	1,895	3,382	4,326
Rent/Lease Expenses	1,155	744	1,550
Membership Dues and Contributions to Organizations	1,603	2,254	3,975
Subscription Expenses	279	338	1,674
Other Maintenance and Operating Expenses	14,102	2	350
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>85,434</u>	<u>75,557</u>	<u>135,811</u>
Financial Expenses			
Bank Charges	5	1	
Other Financial Charges	3		
TOTAL FINANCIAL EXPENSES	<u>8</u>	<u>1</u>	
TOTAL CURRENT OPERATING EXPENDITURES	<u>228,756</u>	<u>205,033</u>	<u>349,223</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	660		
Furniture, Fixtures and Books Outlay	2,040		
Other Property Plant and Equipment Outlay	1,407	1	1,000
Intangible Assets Outlay	43,463		
TOTAL CAPITAL OUTLAYS	<u>47,570</u>	<u>1</u>	<u>1,000</u>
GRAND TOTAL	<u>276,326</u>	<u>205,034</u>	<u>350,223</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Financial Sector Stability and Growth

ORGANIZATIONAL
 OUTCOME : Insurance Industry Growth and Stability Improved

PERFORMANCE INFORMATION

KEY STRATEGIES :

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Insurance Industry Growth and Stability Improved		
Percentage contribution of the Insurance Industry to the Gross Domestic Product increased	2012: 1.31% 2013: 1.72%	2.5% contribution of the Insurance Industry to the Gross Domestic Product by 2017
Net Worth of Insurance Companies increased	> or = P250 Million	> or = P550M in Net Worth for each Insurance Company by 2017
Percentage of Insurance Companies and MBAs compliant with Risk Based Capital (RBC) framework increased	FY 2012: 75.8%	80% of Insurance Companies and MBAs are compliant with the required RBC hurdle rate by 2017

MFO / PIs	2017 Targets
MFO 1: INSURANCE REGULATION SERVICES	
Insurance Licensing Services	
Percentage of applications processed with complete documentation	90%
Percentage of license or permit applications processed within 14 days of receipt	80%
Number of licenses and permits issued	54,905
Monitoring	
Number of target entities/reports/disclosures monitored	2,504
Percentage of target entities/reports/disclosures monitored for compliance to tariff rules and investment requirements	90%
Percentage of monitored target entities/reports/disclosures reviewed within the year	90%
Enforcement	
Number of entities/reports/disclosures inspected	46,585
Number of violations of tariff rules and investment requirements detected in the last 3 years	238
Percentage of entities/reports/disclosures that have been inspected within the prescribed schedule	90%

I. NATIONAL TAX RESEARCH CENTER

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	43,901	47,036	51,203
General Fund	43,901	47,036	51,203
Automatic Appropriations	2,747	2,747	3,330
Retirement and Life Insurance Premiums	2,747	2,747	3,330
Continuing Appropriations	295	407	
Unobligated Releases for MOOE			
R.A. No. 10633	295		
R.A. No. 10651		407	

Budgetary Adjustment(s)	<u>3,944</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	<u>2,744</u>		
Pension and Gratuity Fund	<u>1,200</u>		
Total Available Appropriations	50,887	50,190	54,533
Unused Appropriations	(<u>460</u>)	(<u>407</u>)	
Unobligated Allotment	(<u>460</u>)	(<u>407</u>)	
TOTAL OBLIGATIONS	<u>50,427</u>	<u>49,783</u>	<u>54,533</u>
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	<u>21,842,000</u>	<u>20,460,000</u>	<u>20,426,000</u>
	PS	16,795,000	12,405,000	14,637,000
	MOOE	5,047,000	5,980,000	5,789,000
	CO		2,075,000	
000003000000000	Operations	<u>28,585,000</u>	<u>29,323,000</u>	<u>34,107,000</u>
	PS	20,269,000	19,765,000	26,283,000
	MOOE	7,016,000	8,258,000	7,824,000
	CO	1,300,000	1,300,000	
TOTAL AGENCY BUDGET		<u>50,427,000</u>	<u>49,783,000</u>	<u>54,533,000</u>
	PS	37,064,000	32,170,000	40,920,000
	MOOE	12,063,000	14,238,000	13,613,000
	CO	1,300,000	3,375,000	

STAFFING SUMMARY

	<u>2015</u>	<u>2016</u>	<u>2017</u>
TOTAL STAFFING			
Total Number of Authorized Positions	152	152	152
Total Number of Filled Positions	81	80	80

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 51,203,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
MFO 1: TECHNICAL ADVISORY SERVICES	24,098,000	7,824,000		31,922,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	37,590,000	13,613,000		51,203,000
National Capital Region (NCR)	37,590,000	13,613,000		51,203,000
TOTAL AGENCY BUDGET	37,590,000	13,613,000		51,203,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures				
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays		Total
PROGRAMS						
000001000000000	General Administration and Support	13,492,000	5,789,000			19,281,000
103001000100000	General management and supervision	P 13,061,000	P 5,789,000		P	18,850,000
103001000200000	Administration of Personnel Benefits	431,000				431,000
Sub-total, General Administration and Support		13,492,000	5,789,000			19,281,000
000003000000000	Operations	24,098,000	7,824,000			31,922,000
000003010000000	MFO 1: TECHNICAL ADVISORY SERVICES	24,098,000	7,824,000			31,922,000
105003010100000	Tax System and Tax Policy Structure Studies and Surveys	24,098,000	7,697,000			31,795,000
105003010200000	Evaluation of Tax Subsidy Requests from Government-Owned and Controlled Corporations (GOCCs)		127,000			127,000
Sub-total, Operations		24,098,000	7,824,000			31,922,000
TOTAL NEW APPROPRIATIONS		P 37,590,000	P 13,613,000		P	51,203,000
		=====	=====			=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	23,231	22,887	27,749
Total Permanent Positions	23,231	22,887	27,749
Other Compensation Common to All			
Personnel Economic Relief Allowance	1,877	1,848	1,920
Representation Allowance	565	540	570
Transportation Allowance	387	540	570
Clothing and Uniform Allowance	395	385	400
Productivity Incentive Allowance	149		
Honoraria	18		
Mid-Year Bonus - Civilian			2,312
Year End Bonus	1,967	1,907	2,312
Cash Gift	404	385	400
Step Increment		117	188
Collective Negotiation Agreement	1,290		
Productivity Enhancement Incentive	1,864	385	400
Performance Based Bonus	565		
Total Other Compensation Common to All	9,481	6,107	9,072
Other Compensation for Specific Groups			
Magna Carta for Public Social Workers	25	25	25
Other Personnel Benefits	227		
Total Other Compensation for Specific Groups	252	25	25
Other Benefits			
Retirement and Life Insurance Premiums	2,712	2,747	3,330
PAG-IBIG Contributions	95	92	96
PhilHealth Contributions	225	220	239
Employees Compensation Insurance Premiums	95	92	96
Terminal Leave	973		313
Total Other Benefits	4,100	3,151	4,074
TOTAL PERSONNEL SERVICES	37,064	32,170	40,920
Maintenance and Other Operating Expenses			
Travelling Expenses	184	470	368
Training and Scholarship Expenses	752	863	863
Supplies and Materials Expenses	1,337	1,903	1,556
Utility Expenses	2,613	2,757	3,038
Communication Expenses	378	800	800
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	110	110	110
Professional Services	300	300	300
General Services	468	450	450
Repairs and Maintenance	235	687	339
Taxes, Insurance Premiums and Other Fees	91	80	80

Other Maintenance and Operating Expenses			
Advertising Expenses	7	10	7
Printing and Publication Expenses	156	280	280
Representation Expenses	113	88	88
Rent/Lease Expenses	5,274	5,380	5,274
Membership Dues and Contributions to Organizations	16	20	20
Subscription Expenses	29	40	40
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	12,063	14,238	13,613
TOTAL CURRENT OPERATING EXPENDITURES	49,127	46,408	54,533
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay		2,055	
Transportation Equipment Outlay	1,300	1,300	
Furniture, Fixtures and Books Outlay		20	
TOTAL CAPITAL OUTLAYS	1,300	3,375	
GRAND TOTAL	50,427	49,783	54,533

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL
OUTCOME : Philippine Tax System Improved

PERFORMANCE INFORMATION

KEY STRATEGIES :

1. Comprehensive review of the tax system
2. Conduct of studies/projects aimed at rationalizing the tax structure and improving tax policy and administration which include:
 - 2.1 Improvements in direct taxation
 - 2.2 Improvements in indirect taxation
 - 2.3 Rationalization of fiscal incentives
 - 2.4 More effective tax administration
 - 2.5 Increased capacities of local governments and improvements in local finance
 - 2.6 Conduct of baseline studies
3. Monitoring of compliance of national government agencies (NGAs) to Administrative Order (AO) No. 31 re: revision of fees and charges
4. Monitoring of tax collection performance of the BIR regional offices and BOC district ports
5. Consultancy to the Executive and Technical Committee on Real Property Valuation pursuant to Department Order No. 6-2010 and BIR Regional Revenue Special Order No. 61-2010
6. Technical assistance to Congress and other government agencies

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Philippine Tax System Improved Findings and recommendations considered in tax policy reforms	No baseline because the target is dependent on the Legislative Policy Agenda of the DOF/Administration	5 tax studies supportive of tax policy reforms
Monitoring of compliance to AO 31 re Revision of Fees and Charges improved	P30.54 Billion (2013 Actual Collection)	P6.65 Billion projected additional collection from revised fees and charges [P30.54 Billion + (20% X P30.54 Billion) = P36.65 Billion]

Applications for tax subsidies of GOCCs evaluated	3 GOCCs	4 GOCCs will apply for tax subsidy [3+33.3%(3)=4] P8 Billion estimated tax subsidy granted
Tax information dissemination and taxpayer awareness enhanced	N/A	1,000 Recipients of NTRC publications

MFO / PIs	2017 Targets
MFO 1: TECHNICAL ADVISORY SERVICES	
Number of evaluations, studies, tax proposals/tax assessments	45, 37, 16 respectively
Percentage of recommendations adopted	90 %
Percentage of reviews, evaluations and studies delivered on or before the requested date	100 %

J. PRIVATIZATION AND MANAGEMENT OFFICE

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	42,442	42,554	54,225
General Fund	42,442	42,554	54,225
Budgetary Adjustment(s)	2,535		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	2,535		
Total Available Appropriations	44,977	42,554	54,225
Unused Appropriations	(5,519)		
Unobligated Allotment	(5,519)		
TOTAL OBLIGATIONS	39,458	42,554	54,225

EXPENDITURE PROGRAM
(in pesos)

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	19,929,000	22,178,000	25,749,000
	PS	19,929,000	22,178,000	25,749,000
000003000000000	Operations	19,529,000	20,376,000	28,476,000
	PS	19,529,000	20,376,000	28,476,000
TOTAL AGENCY BUDGET		39,458,000	42,554,000	54,225,000
	PS	39,458,000	42,554,000	54,225,000

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 54,225,000
=====

OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS	28,476,000			28,476,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017 (in pesos)				
REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	54,225,000			54,225,000
National Capital Region (NCR)	54,225,000			54,225,000
TOTAL AGENCY BUDGET	54,225,000			54,225,000
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Revolving Fund for the Conservation and Disposition of Assets. The revolving fund shall be used for expenses incurred by the Privatization and Management Office (PMO) in the conservation and disposition of assets, including fees of financial advisers, constituted from:

(a) Commissions, due diligence fees and sale of bidding documents;

(b) Not more than ten percent (10%) of the proceeds from the disposition of GOCCs, assets and idle properties, as approved by the Privatization Council in accordance with Proclamation No. 50 dated December 15, 1986 and E.O. No. 323, s. 2000; and

(c) Not more than ten percent (10%) of the proceeds realized from the disposition of properties of abolished government corporations and former enemy-owned entities of the Board of Liquidators beginning FY 2007 and succeeding years in accordance with E.O. No. 471, s. 2005: PROVIDED, That ninety percent (90%) of said proceeds shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292 and Section 65 of P.D. No. 1445.

Disbursements or expenditures by the PMO in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292 and to appropriate criminal action under existing penal laws.

The PMO shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on income and expenditure. The Chief of PMO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the PMO website.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures		
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays
				Total
PROGRAMS				
000001000000000	General Administration and Support	25,749,000		25,749,000
103001000100000	General management and supervision	P 25,749,000		P 25,749,000
Sub-total, General Administration and Support		25,749,000		25,749,000

0000030000000000	Operations	<u>28,476,000</u>	<u>28,476,000</u>
0000030100000000	MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS	<u>28,476,000</u>	<u>28,476,000</u>
1010030101000000	Conservation, Sale/Disposition of Assets and Other Properties	<u>28,476,000</u>	<u>28,476,000</u>
Sub-total, Operations		28,476,000	28,476,000
TOTAL NEW APPROPRIATIONS		P 54,225,000 =====	P 54,225,000 =====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Non-Permanent Positions	<u>39,458</u>	<u>42,554</u>	<u>54,225</u>
TOTAL PERSONNEL SERVICES	<u>39,458</u>	<u>42,554</u>	<u>54,225</u>
GRAND TOTAL	<u>39,458</u>	<u>42,554</u>	<u>54,225</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL
OUTCOME : Effective Management and Disposition of Transferred Assets and Other Government Properties

PERFORMANCE INFORMATION

KEY STRATEGIES :

Generate proceeds from the sale of real estate properties and intensify the collection of receivables.

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2017 Targets</u>
Effective Management and Disposition of Transferred Assets and Other Government Properties		
Percentage of remittance over the fair market value of the assets disposed increased	90% of proceeds (per Sec.6, Art. III of EO 323)	% increase of remittance over the fair market value of the assets disposed

MFO / PIs	2017 Targets
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS	
Sale/Disposition of Assets and Other Properties Assigned by the Privatization Council	
Number of assets sales completed	6
Value of asset sale proceeds	P740,375,000
Actual asset sale proceeds less the estimated market value of assets	0
Average number of days from date of Council approval of asset disposition to date of receipt of sale proceeds or date of transfer of ownership (whichever is later)	60
Management of Assets Held in Trust Prior to Privatization	
Number of assets under management	129
Value of assets under management	P51,960,539,000
Average change in estimated value of assets under management from beginning of year to end of year or earlier date of sale	0
Percentage of assets for which the financial accounts are produced within 30 days of the end of the financial year	8

K. SECURITIES AND EXCHANGE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

Description	2015	2016	2017
New General Appropriations	574,729	635,451	646,864
General Fund	574,729	635,451	646,864
Automatic Appropriations	44,316	15,872	31,050
Retirement and Life Insurance Premiums	44,316	15,872	31,050
Continuing Appropriations	85,894	143,859	
Unobligated Releases for Capital Outlays			
R.A. No. 10633	1,454		
R.A. No. 10651		56,910	
Unobligated Releases for MOOE			
R.A. No. 10633	84,440		
R.A. No. 10651		86,949	
Budgetary Adjustment(s)	172,025		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	169,146		
Pension and Gratuity Fund	2,879		
Total Available Appropriations	876,964	795,182	677,914
Unused Appropriations	(143,861)	(143,859)	
Unobligated Allotment	(143,861)	(143,859)	
TOTAL OBLIGATIONS	733,103	651,323	677,914
	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

No. / Code	GASS / STO / OPERATIONS / PROJECTS	2015 Actual	2016 Current	2017 Proposed
000001000000000	General Administration and Support	586,656,000	365,024,000	326,436,000
	PS	430,074,000	232,183,000	139,704,000
	MOOE	155,130,000	132,841,000	186,732,000
	CO	1,452,000		

000002000000000	Support to Operations	<u>12,766,000</u>	<u>90,080,000</u>	<u>71,061,000</u>
	PS	4,951,000	5,661,000	9,871,000
	MOOE	5,446,000	10,566,000	29,190,000
	CO	2,369,000	73,853,000	32,000,000
000003000000000	Operations	<u>133,681,000</u>	<u>196,219,000</u>	<u>280,417,000</u>
	PS	89,651,000	131,008,000	213,787,000
	MOOE	41,209,000	63,411,000	66,630,000
	CO	2,821,000	1,800,000	
TOTAL AGENCY BUDGET		<u>733,103,000</u>	<u>651,323,000</u>	<u>677,914,000</u>
	PS	524,676,000	368,852,000	363,362,000
	MOOE	201,785,000	206,818,000	282,552,000
	CO	6,642,000	75,653,000	32,000,000

STAFFING SUMMARY

	<u>2015</u>	<u>2016</u>	<u>2017</u>
TOTAL STAFFING			
Total Number of Authorized Positions	475	475	475
Total Number of Filled Positions	344	393	400

Proposed New Appropriations Language

For general administration and support, support to operations, and operations, as indicated hereunder.....P 646,864,000
=====

OPERATIONS BY MFO	<u>PROPOSED 2017</u>			
	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
MFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES		35,729,000		35,729,000
MFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES	195,612,000	30,901,000		226,513,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation (net of Central Office):	<u>332,312,000</u>	<u>282,552,000</u>	<u>32,000,000</u>	<u>646,864,000</u>
National Capital Region (NCR)	332,312,000	282,552,000	32,000,000	646,864,000
TOTAL AGENCY BUDGET	<u>332,312,000</u>	<u>282,552,000</u>	<u>32,000,000</u>	<u>646,864,000</u>
	=====	=====	=====	=====

SPECIAL PROVISION(S)

1. Registration and Filing Fees. In addition to the amounts appropriated herein, the amount of One Hundred Million Pesos (P100,000,000) sourced from registration and filing fees collected by the Securities and Exchange Commission (SEC) shall be used to augment its MOOE and Capital Outlay requirements in accordance with Section 75 of R.A. No. 8799.

Disbursements or expenditures by the SEC in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292 and to appropriate criminal action under existing penal laws.

The SEC shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, separate quarterly reports on financial and physical accomplishments. The Chairperson of SEC and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the SEC website.

2. Submission of Annual Operating Budget for Retained Income and Audited Financial Statement. The SEC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current fiscal year covering its retained income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year.
3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
000001000000000	General Administration and Support	127,663,000	186,732,000		314,395,000
103001000100000	General management and supervision	P 127,663,000	P 186,732,000		P 314,395,000
Sub-total, General Administration and Support		127,663,000	186,732,000		314,395,000
000002000000000	Support to Operations	9,037,000	29,190,000	32,000,000	70,227,000
103002000100000	Development, maintenance and administration of information systems, databases and website	9,037,000	21,033,000	32,000,000	62,070,000
101002000200000	Conduct of public seminars and related activities for investment-promotion and investor protection		6,325,000		6,325,000
101002000300000	Development and dissemination of information materials for the public		1,832,000		1,832,000
Sub-total, Support to Operations		9,037,000	29,190,000	32,000,000	70,227,000
000003000000000	Operations	195,612,000	66,630,000		262,242,000
000003010000000	MFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES		35,729,000		35,729,000
000003010100000	Capital Market Development Services		35,729,000		35,729,000
101003010100001	Formulation of policies, plans and programs for capital market		33,761,000		33,761,000
101003010100002	Provision of technical assistance and inter-agency activities		1,447,000		1,447,000
101003010100003	Rendering of opinions and interpretative issuances		521,000		521,000

000003020000000	MFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES	195,612,000	30,901,000	226,513,000
000003020100000	Registration, Compliance-Monitoring and Enforcement	195,612,000	30,901,000	226,513,000
101003020100001	Registration/licensing of corporations, capital market participants, securities and investment instruments	148,577,000	23,532,000	172,109,000
101003020100002	Conduct of audits, inspection, verification and/or examination of operations/activities, including the corporate reports, financial records, and disclosures by regulated entities		1,843,000	1,843,000
101003020100003	Impositions of enforcement actions against errant entities subjected to compliance-monitoring and investigative activities	47,035,000	5,526,000	52,561,000
Sub-total, Operations		195,612,000	66,630,000	262,242,000
TOTAL NEW APPROPRIATIONS		P 332,312,000	P 282,552,000 P 32,000,000	P 646,864,000
		=====	=====	=====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	372,312	132,262	258,745
Total Permanent Positions	372,312	132,262	258,745
Other Compensation Common to All			
Personnel Economic Relief Allowance	5,691	9,432	9,600
Representation Allowance	4,848	4,200	4,092
Transportation Allowance	7,572	4,200	9,324
Clothing and Uniform Allowance	1,978	1,965	2,000
Overtime Pay	2,660		
Year End Bonus	31,628	11,022	21,563
Cash Gift	935	1,965	2,000
Step Increment		295	
Productivity Enhancement Incentive	21,845	1,965	
Performance Based Bonus	2,641		
Total Other Compensation Common to All	79,798	35,044	48,579
Other Compensation for Specific Groups			
Allowance of Attorney's de Officio	446		
Provident/Welfare Fund Contributions	12,608		12,937
Lump-sum for Personnel Services		182,057	
Other Personnel Benefits	10,578		9,600
Total Other Compensation for Specific Groups	23,632	182,057	22,537

Other Benefits			
Retirement and Life Insurance Premiums	44,316	15,872	31,050
PAG-IBIG Contributions	293	472	480
PhilHealth Contributions	1,156	1,279	1,491
Employees Compensation Insurance Premiums	290	472	480
Terminal Leave	2,879	1,394	
Total Other Benefits	48,934	19,489	33,501
TOTAL PERSONNEL SERVICES	524,676	368,852	363,362
Maintenance and Other Operating Expenses			
Travelling Expenses	3,770	1,196	3,883
Training and Scholarship Expenses	4,910	3,358	5,056
Supplies and Materials Expenses	14,209	9,595	14,627
Utility Expenses	25,025	22,749	25,777
Communication Expenses	12,877	10,035	13,263
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	4,214	3,612	4,215
Professional Services	23,808	1,009	23,808
General Services	30,907	14,382	30,908
Repairs and Maintenance	18,643	3,769	19,204
Taxes, Insurance Premiums and Other Fees	2,645	1,782	2,646
Other Maintenance and Operating Expenses			
Advertising Expenses	4,513	2,479	4,649
Printing and Publication Expenses	133	356	137
Representation Expenses	22	425	23
Transportation and Delivery Expenses		163	
Rent/Lease Expenses	52,269	130,419	130,545
Membership Dues and Contributions to Organizations	820	654	820
Subscription Expenses	871	404	872
Donations	36		
Other Maintenance and Operating Expenses	2,113	431	2,119
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	201,785	206,818	282,552
TOTAL CURRENT OPERATING EXPENDITURES	726,461	575,670	645,914
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	6,162		
Transportation Equipment Outlay		1,800	
Intangible Assets Outlay	480	73,853	32,000
TOTAL CAPITAL OUTLAYS	6,642	75,653	32,000
GRAND TOTAL	733,103	651,323	677,914

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Resilient and Inclusive Financial System
2. Good Governance

ORGANIZATIONAL
OUTCOME : Corporate and Capital Market Structure Strengthened

PERFORMANCE INFORMATION

KEY STRATEGIES :

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2017 Targets
Corporate and Capital Market Structure Strengthened Volume and value of IPOs, securities and corporate bonds registered and value of authorized capital stock and foreign direct investments increased		5% increase from the average of the last three (3) years
Total number of applications for registration, licensure and accreditation processed and approved increased	37,565 (FY 2015 actual registrations approved)	38,692 (3% increase from FY 2015 actual registrations approved)
Total number of regulated entities and individuals monitored and evaluated as compliant with SEC rules and regulations increased	145,058 (FY 2015 actual number of entities/reports/disclosures monitored and evaluated)	149,410 (3% increase from actual number of entities/reports/disclosures monitored and evaluated)
MFO / PIs		2017 Targets
MFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES		
Policy measures implemented to enhance the regulatory framework and foster continued growth of the capital market in particular and the business sector in general		
Number of planned measures promulgated/implemented		10
Percentage of measures promulgated/implemented that are rated good or better		100%
Percentage of measures promulgated/implemented within the prescribed timeframe		100%
Technical Assistance		
Number of technical assistance rendered		0
Percentage of clients who rate the technical assistance as good or better		100%
Percentage of requests for technical assistance that are acted upon within the prescribed timeframe		100%
MFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES		
Registration/Licensing Services		
Number of registrations approved and licenses issued		38,692
Percentage of applications processed pursuant to standard processing procedures and timeframe		100%
Percentage of license or permit applications and renewals processed within standard processing timeframe		100%
Monitoring		
Number of target entities/reports/disclosures monitored and evaluated		149,410
Percentage of target entities/reports/disclosures monitored and evaluated pursuant to standard monitoring and evaluating parameters		100%
Percentage of target entities/reports/disclosures monitored and evaluated within standard timeframe		100%
Enforcement		
Percentage of errant firms and individuals imposed the appropriate fines and/or penalties		100%
Percentage of enforcement activities undertaken in accordance with rules, regulations and standards		100%
Percentage of enforcement activities undertaken within standard timeframe		100%

GENERAL SUMMARY
DEPARTMENT OF FINANCE

	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
A. OFFICE OF THE SECRETARY	P 316,267,000	P 773,473,000		P 526,928,000	P 1,616,668,000
B. BUREAU OF CUSTOMS	1,417,026,000	936,523,000		1,269,415,000	3,622,964,000
C. BUREAU OF INTERNAL REVENUE	4,219,803,000	3,544,170,000	137,852,000	663,565,000	8,565,390,000
D. BUREAU OF LOCAL GOVERNMENT FINANCE	151,063,000	88,236,000		23,807,000	263,106,000
E. BUREAU OF THE TREASURY	435,215,000	400,941,000	790,496,000	4,834,538,000	6,461,190,000
F. CENTRAL BOARD OF ASSESSMENT APPEALS	13,342,000	3,872,000		1,901,000	19,115,000
G. INSURANCE COMMISSION	7,000				7,000
H. NATIONAL TAX RESEARCH CENTER	37,590,000	13,613,000			51,203,000
I. PRIVATIZATION AND MANAGEMENT OFFICE	54,225,000				54,225,000
J. SECURITIES AND EXCHANGE COMMISSION	332,312,000	282,552,000		32,000,000	646,864,000
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF FINANCE	P 6,976,850,000	P 6,043,380,000	P 928,348,000	P 7,352,154,000	P 21,300,732,000
	=====	=====	=====	=====	=====