

I. NATIONAL TAX RESEARCH CENTER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	<u>43,901</u>	<u>47,036</u>	<u>51,203</u>
General Fund	43,901	47,036	51,203
Automatic Appropriations	<u>2,747</u>	<u>2,747</u>	<u>3,330</u>
Retirement and Life Insurance Premiums	2,747	2,747	3,330
Continuing Appropriations	<u>295</u>	<u>407</u>	
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	2,744		
Pension and Gratuity Fund	<u>1,200</u>		
Total Available Appropriations	50,887	50,190	54,533
Unused Appropriations	(460)	(407)	
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

	2015	2016	2017
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
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OPERATIONS BY MFO	PROPOSED 2017			
	PS	MOOE	CO	TOTAL
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				
0000010000000000 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
0000030000000000 Operations	24,098,000	7,824,000		31,922,000
0000030100000000 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 ExpendituresCYs 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	<u>12,063</u>	<u>14,238</u>	<u>13,613</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>49,127</u>	<u>46,408</u>	<u>54,533</u>
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	<u>1,300</u>	<u>3,375</u>	
GRAND TOTAL	<u>50,427</u>	<u>49,783</u>	<u>54,533</u>

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

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2017 Targets</u>
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]

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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 %