

L. GOVERNANCE COMMISSION FOR GOVERNMENT-OWNED AND CONTROLLED CORPORATIONS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	99,057	115,965	126,959
General Fund	99,057	115,965	126,959
Automatic Appropriations	3,706	3,784	5,888
Retirement and Life Insurance Premiums	3,706	3,784	5,888
Continuing Appropriations	16,662	7,883	
Unobligated Releases for Capital Outlays			
R.A. No. 10633	10		
R.A. No. 10651		4	
Unobligated Releases for MOOE			
R.A. No. 10633	16,652		
R.A. No. 10651		7,879	
Budgetary Adjustment(s)	8,885		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	8,885		
Total Available Appropriations	128,310	127,632	132,847
Unused Appropriations	(9,769)	(7,883)	
Unobligated Allotment	(9,769)	(7,883)	
TOTAL OBLIGATIONS	118,541	119,749	132,847

EXPENDITURE PROGRAM
(in pesos)

No./ Code	GASS / STO / OPERATIONS / PROJECTS	<u>2015 Actual</u>	<u>2016 Current</u>	<u>2017 Proposed</u>
000001000000000	General Administration and Support	63,820,000	69,335,000	68,139,000
	PS	30,094,000	29,389,000	39,600,000
	MOOE	33,338,000	34,841,000	28,539,000
	CO	388,000	5,105,000	

000003000000000	Operations	54,721,000	50,414,000	64,708,000
	PS	19,695,000	19,335,000	32,113,000
	MOOE	35,026,000	30,884,000	32,195,000
	CO		195,000	400,000
TOTAL AGENCY BUDGET		118,541,000	119,749,000	132,847,000
	PS	49,789,000	48,724,000	71,713,000
	MOOE	68,364,000	65,725,000	60,734,000
	CO	388,000	5,300,000	400,000

STAFFING SUMMARY

	2015	2016	2017
TOTAL STAFFING			
Total Number of Authorized Positions	96	96	96
Total Number of Filled Positions	62	82	82

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 126,959,000
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OPERATIONS BY MFO

PROPOSED 2017

	PS	MOOE	CO	TOTAL
MFO 1: CORPORATE STANDARDS SERVICES	10,065,000	8,186,000		18,251,000
MFO 2: CORPORATE GOVERNANCE SERVICES	19,394,000	24,009,000	400,000	43,803,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	65,825,000	60,734,000	400,000	126,959,000
National Capital Region (NCR)	65,825,000	60,734,000	400,000	126,959,000
TOTAL AGENCY BUDGET	65,825,000	60,734,000	400,000	126,959,000
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SPECIAL PROVISION(S)

1. Submission of Annual Report. The GCG shall submit to the President of the Philippines, 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, an annual report on the performance of the GOCCs under its coverage pursuant to Section 4 of R.A. No. 10149. Said annual report shall contain the following information on the GOCCs concerned: (i) FY 2017 performance targets and accomplishments; (ii) GCG performance assessment for FY 2017; (iii) summary of year-end financial statements; (iv) dividends remitted to the National Government; and (v) FYs 2016 and 2017 comparative report on the basic salaries, allowances, benefits, and incentives received by members of the boards of directors or trustees, officers and personnel of GOCCs.

The Chairperson of the GCG and the Agency's web administrator or his/her equivalent shall ensure that said annual report is likewise posted on the GCG 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

		<u>Current Operating Expenditures</u>			
		<u>Personnel</u>	<u>Maintenance</u>	<u>Capital</u>	<u>Total</u>
		<u>Services</u>	<u>and Other</u>	<u>Outlays</u>	
			<u>Operating</u>		
			<u>Expenses</u>		
PROGRAMS					
000001000000000	General Administration and Support	36,366,000	28,539,000		64,905,000
000001000100000	General Administration and Support Services	36,245,000	28,539,000		64,784,000
103001000100001	General Management and Supervision	P 36,245,000	P 28,539,000		P 64,784,000
103001000200000	Administration of Personnel Benefits	121,000			121,000
Sub-total, General Administration and Support		36,366,000	28,539,000		64,905,000
000003000000000	Operations	29,459,000	32,195,000	400,000	62,054,000
000003010000000	MFO 1: CORPORATE STANDARDS SERVICES	10,065,000	8,186,000		18,251,000
000003010100000	Corporate Standards and Leadership Management	10,065,000	8,186,000		18,251,000
101003010100001	GOCC Compensation and Position Classification Services	3,648,000	2,733,000		6,381,000
101003010100002	GOCC Leadership Management	6,417,000	5,453,000		11,870,000
000003020000000	MFO 2: CORPORATE GOVERNANCE SERVICES	19,394,000	24,009,000	400,000	43,803,000
000003020100000	Corporate Governance and Restructuring	19,394,000	24,009,000	400,000	43,803,000
101003020100001	Performance Monitoring Services	10,726,000	8,726,000		19,452,000
101003020100002	Corporate Restructuring Services	8,668,000	15,283,000	400,000	24,351,000
Sub-total, Operations		29,459,000	32,195,000	400,000	62,054,000
TOTAL NEW APPROPRIATIONS		P 65,825,000	P 60,734,000	P 400,000	P 126,959,000
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Obligations, by Object of ExpendituresCYs 2015-2017
(In Thousand Pesos)

	2015	2016	2017
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	31,984	31,529	49,061
Total Permanent Positions	31,984	31,529	49,061
Other Compensation Common to All			
Personnel Economic Relief Allowance	1,412	1,392	1,968
Representation Allowance	2,050	2,292	2,328
Transportation Allowance	1,480	2,292	2,328
Clothing and Uniform Allowance	290	290	410
Productivity Incentive Allowance	86		
Overtime Pay	10		
Mid-Year Bonus - Civilian			4,088
Year End Bonus	2,748	2,628	4,088
Cash Gift	305	290	410
Step Increment		123	243
Collective Negotiation Agreement	1,490		
Productivity Enhancement Incentive	2,767	290	410
Performance Based Bonus	456		
Total Other Compensation Common to All	13,094	9,597	16,273
Other Compensation for Specific Groups			
Other Personnel Benefits	446		
Total Other Compensation for Specific Groups	446		
Other Benefits			
Retirement and Life Insurance Premiums	3,835	3,784	5,888
PAG-IBIG Contributions	71	70	99
PhilHealth Contributions	288	212	293
Employees Compensation Insurance Premiums	71	70	99
Terminal Leave		3,462	
Total Other Benefits	4,265	7,598	6,379
TOTAL PERSONNEL SERVICES	49,789	48,724	71,713
Maintenance and Other Operating Expenses			
Travelling Expenses	3,791	4,806	1,895
Training and Scholarship Expenses	8,677	8,112	8,649
Supplies and Materials Expenses	2,737	5,193	2,103
Utility Expenses	2,483	3,000	1,097
Communication Expenses	3,441	3,553	3,510
Survey, Research, Exploration and Development Expenses	614		
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	1,166	1,165	1,166
Professional Services	22,686	18,282	21,898
General Services	1,763	2,200	1,763
Repairs and Maintenance	6,170	1,412	622
Taxes, Insurance Premiums and Other Fees	1,072	1,300	1,072
Other Maintenance and Operating Expenses			
Advertising Expenses	694	750	715
Printing and Publication Expenses	197	406	203
Representation Expenses	1,993	2,949	2,053
Rent/Lease Expenses	1,662	1,440	1,287
Membership Dues and Contributions to Organizations	3,849	4,613	3,849

Subscription Expenses	5,293	5,844	8,777
Other Maintenance and Operating Expenses	76	700	75
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	68,364	65,725	60,734
TOTAL CURRENT OPERATING EXPENDITURES	118,153	114,449	132,447
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	388	4,911	400
Furniture, Fixtures and Books Outlay		389	
TOTAL CAPITAL OUTLAYS	388	5,300	400
GRAND TOTAL	118,541	119,749	132,847

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Effective and transparent governance practiced

ORGANIZATIONAL

OUTCOME : 1. Financial viability and fiscal discipline in GOCCs promoted and strengthened

PERFORMANCE INFORMATION

KEY STRATEGIES :

Fully implement the Integrated Corporate Reporting System (ICRS) with GOCCs; Streamline the coordination process with Clearing Agencies (Ombudsman, Civil Service Commission, Sandiganbayan, National Bureau of Investigation) in the preparation of shortlists of nominees for appointment to the various GOCC Governing Boards through the use of the latest Information and Communications Technology; Complete majority of the studies on the decoupling of functions of GOCCs exercising both regulatory and commercial functions and submit the corresponding recommendations to the President; Institutionalize a Multi-Sector Governance Coalition consisting of representatives from the Media, concerned Civil Society Organizations, the Academe, and other GCG stakeholders; Secure grants as additional funding for the specialized training and/or continuing education of GCG Personnel; and Include compliance with Asean Corporate Governance Scorecard as among the Good Governance Conditions for GOCCs for purposes of Performance-Based Bonuses

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2017 Targets</u>
Financial viability and fiscal discipline in GOCCs promoted and strengthened		
Percentage of GOCCs with dividend due and remitted the same to the national government		100%
Number of GOCCs rationalized		4 GOCCs
<u>MFO / PIs</u>		<u>2017 Targets</u>
MFO 1: CORPORATE STANDARDS SERVICES		
GOCC Compensation and Position Classification Services (CPCS)		
Percent of GOCCs with Total Compensation Framework (TCF) and Index of Occupation Services (IOS) recommended for OP approval		90%
GOCC Leadership Management Services		
Number of qualified individuals included in the talent pool		340

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MFO 2: CORPORATE GOVERNANCE SERVICES

Rationalize GOCC Sector

Number of GOCCs with studies on restructuring
(abolition, privatization, merger or decoupling)

4 GOCCs

Performance Evaluation Services (PES)

GOCCs subject to PES with approved performance agreement

100%

Percent of GOCCs with improved corporate governance scorecard rating

50%

Stakeholder satisfaction rating based on third party survey

Satisfactory Rating

Overall user experience rating on the Integrated Corporate Reporting System
(ICRS) website

Satisfactory Rating

Percent of whistleblowing reports resolved with final action from the GCG
within forty-five (45) calendar days from receipt of complete documents

90%