

L. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS - OTHERS

L.1. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS - OTHERS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	28,606	28,606	1,028,606
General Fund	28,606	28,606	1,028,606
Continuing Appropriations	17,462	18,606	
Unreleased Appropriation for MOOE R.A. No. 10651	17,462	18,606	
Budgetary Adjustment(s)	(10,000)		
Transfer(s) to: Budgetary Support to Government Corporations People's Television Network, Inc.	(10,000)		
Total Available Appropriations	36,068	47,212	1,028,606
Unused Appropriations	(36,068)	(18,606)	
Unreleased Appropriation	(36,068)	(18,606)	
TOTAL OBLIGATIONS		28,606	1,028,606

EXPENDITURE PROGRAM
(in pesos)

<u>PURPOSE</u>	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
TOTAL NEW APPROPRIATIONS		28,606,000	1,028,606,000
MOOE		28,606,000	1,028,606,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2018
(in pesos)

<u>REGION</u>	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation		1,028,606,000		1,028,606,000
Nationwide		1,028,606,000		1,028,606,000
TOTAL AGENCY BUDGET		1,028,606,000		1,028,606,000

New Appropriations, by Purpose

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS				
400100000000000 BSGC - Others	P	<u>1,028,606,000</u>		P <u>1,028,606,000</u>
400185000000000 1. Rest of Budgetary Support to Government-Owned and/or Controlled Corporations, subject to Section 35, Chapter 5, Book VI of E.O. No. 292 and Letter of Implementation No. 29		<u>1,028,606,000</u>		<u>1,028,606,000</u>
Sub-total, PROGRAMS		1,028,606,000		1,028,606,000
TOTAL NEW APPROPRIATIONS	P	<u>1,028,606,000</u> =====		P <u>1,028,606,000</u> =====

Obligations, by Object of Expenditures

CYs 2016-2018
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy		28,606	1,028,606
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES		<u>28,606</u>	<u>1,028,606</u>
GRAND TOTAL		<u>28,606</u>	<u>1,028,606</u>

Special Provision(s) Applicable to All Government Corporations

1. Budgetary Support to Government Corporations. Income and revenues collected by GOCCs from all sources shall be used to cover all its operating requirements. Any deficiency may be augmented by the budgetary support from the National Government, which may either be:

(a) Subsidy, which shall be used in accordance with the purposes identified: PROVIDED, That unless otherwise stated in the special provisions, subsidy releases may be used for the payment of separation or retirement benefits and incentives resulting from an approved reorganization, merger, streamlining, abolition or privatization plan under R.A. No. 10149, other laws and issuances only by GOCCs which are financially unable to pay said benefits and/or incentives.

(b) Equity, which shall be used as capital investment of the National Government in accordance with the capitalization requirement under pertinent laws. In no case shall equity investments be used for the payment of salaries, allowances, incentives, and retirement and separation benefits, except in cases authorized by the DBM.

2. Offsets Against Budgetary Support to Government Corporations. The appropriations authorized herein may be offset by the BTr against the: (i) corporate payments of cash dividends under R.A. No. 7656; (ii) guarantee fees; (iii) advances for loans relent to corporations; (iv) obligations which are guaranteed by the National Government; and (v) other receivables of the government from the GOCCs.

If the total level of actual revenues at the end of the immediately preceding year, including income from liquid assets such as, but not limited to, interest in cash deposits, short-term and bond investments, and other fund sources of the GOCC, exceed the corresponding projections considered in the formulation of the current year's budgetary support program, the excess may be deducted from said program and the budgetary support may be reduced to the extent of such favorable result.

3. Payment of Compensation and Benefits. Payment of basic salaries, allowances, benefits and incentives by GOCCs shall be made in accordance with applicable provisions of laws, rules and regulations, such as, but not limited to P.D. No. 985, as amended, R.A. No. 6758, as amended, R.A. No. 10149, E.O. No. 203, s. 2016, Memorandum Order No. 20, s. 2001 and Corporate Compensation Circular No. 10 dated February 15, 1999. In addition, payment of separation or retirement benefits shall be computed in accordance with the rates, conditions and procedure prescribed under existing separation or retirement laws, and such pertinent guidelines issued thereon.
4. Submission of Corporate Operating Budgets and Other Related Financial Statements. All GOCCs, including GFIs, whether or not receiving budgetary support from the NG, shall prepare their FY 2018 Corporate Operating Budgets (COBs) in accordance with E.O. No. 518, s. 1979 and the procedures and guidelines prescribed by the DBM. Said COBs together with their supporting financial statements shall be approved by their governing boards, and submitted to the Secretary of Budget and Management for review and evaluation as part of the budget process pursuant to Section 10, Chapter 4, Title XVII, and Book IV of E.O. No. 292, s. 1987. The NEA, NPC and PNOG shall be governed further by the provisions of R.A. No. 7638.
5. Implementation of Infrastructure Projects. The respective heads of GOCCs shall comply with the restrictions on critical geo-hazard areas or no build zones identified by the Mines and Geo-Sciences Bureau and such other conditions provided under Section 26 of the General Provisions in this Act.

In the case of housing projects, the shelter agencies shall likewise adopt and promote the use of new and innovative housing technologies and materials to bring down the cost of housing and reduce any adverse impact of construction on the environment.

6. Fund Releases. Funds appropriated herein shall be under the administration of the DBM and released directly to the recipient GOCCs through the BTr, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, and Book VI of E.O. No. 292. All requests for fund release either as subsidy or equity investment to GOCCs shall be included in the GOCCs' COB duly approved by their respective governing boards.
7. Remittance of Cash Dividends. Cash Dividends equivalent to at least fifty percent (50%) of the annual net earnings of GOCCs shall be remitted to the National Treasury as income of the General Fund pursuant to R.A. No. 7656.
8. Transparency Seal. To enhance transparency and enforce accountability, all GOCCs shall maintain a Transparency Seal to be posted on their websites. The Transparency Seal shall contain the following: (i) corporation's mandates and functions, names of its officials with their position and designation, and its contact information; (ii) approved COB and corresponding targets including any amount of budgetary support from the National Government; (iii) realignments made pursuant to the special provisions in this Act; (iv) annual procurement plan/s and contracts awarded with the winning supplier, contractor or consultant; (v) major programs and projects categorized in accordance with the five key results areas under E.O. No. 43, s. 2011 and their target beneficiaries; (vi) status of implementation, evaluation and/or assessment reports of said programs or projects; (vii) Budget and Financial Accountability Reports, pursuant to COA and DBM J.C. No. 2014-1 dated July 1, 2014; and (viii) year-end financial reports and trial balances for the last three (3) fiscal years.

The respective heads of GOCCs and their web administrators or equivalent shall be responsible for ensuring compliance with this requirement.

The DBM shall post on its website the status of compliance of GOCCs.

9. Availability of Subsidy to GOCCs. All GOCCs receiving subsidy from the National Government shall utilize the funds released to them for the purpose/s specified until December 31, 2018. Any unexpended balance therefrom shall revert to the unappropriated surplus of the General Fund in accordance with Section 28, Chapter 4, Book VI of E.O. No. 292.

The respective heads of GOCCs shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, reports on the utilization of funds.

GENERAL SUMMARY
BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
A. DEPARTMENT OF AGRICULTURE (DA)				
A.1. NATIONAL DAIRY AUTHORITY	P 189,945,000			P 189,945,000
A.2. PHILIPPINE CROP INSURANCE CORPORATION	3,500,000,000			3,500,000,000
A.3. PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY	397,800,000			397,800,000
A.4. PHILIPPINE RICE RESEARCH INSTITUTE	758,359,000			758,359,000
A.5. PHILIPPINE SUGAR CORPORATION	272,794,000			272,794,000
A.6. SUGAR REGULATORY ADMINISTRATION	1,000,000,000			1,000,000,000
Sub Total, DEPARTMENT OF AGRICULTURE (DA)	6,118,898,000			6,118,898,000
B. DEPARTMENT OF ENERGY (DOE)				
B.1. NATIONAL ELECTRIFICATION ADMINISTRATION	1,866,590,000			1,866,590,000
B.2. NATIONAL POWER CORPORATION	2,080,702,000			2,080,702,000
Sub Total, DEPARTMENT OF ENERGY (DOE)	3,947,292,000			3,947,292,000
C. DEPARTMENT OF FINANCE (DOF)				
C.1. DEVELOPMENT BANK OF THE PHILIPPINES	1,133,840,000	2,000,000,000		3,133,840,000
C.2. LAND BANK OF THE PHILIPPINES	25,621,707,000			25,621,707,000
Sub Total, DEPARTMENT OF FINANCE (DOF)	26,755,547,000	2,000,000,000		28,755,547,000
D. DEPARTMENT OF HEALTH (DOH)				
D.1. LUNG CENTER OF THE PHILIPPINES	388,653,000			388,653,000
D.2. NATIONAL KIDNEY AND TRANSPLANT INSTITUTE	784,554,000			784,554,000
D.3. PHILIPPINE CHILDREN'S MEDICAL CENTER	848,585,000			848,585,000
D.4. PHILIPPINE HEALTH INSURANCE CORPORATION	57,127,542,000			57,127,542,000
D.5. PHILIPPINE HEART CENTER	865,600,000			865,600,000
D.6. PHILIPPINE INSTITUTE OF TRADITIONAL AND ALTERNATIVE HEALTH CARE	121,433,000			121,433,000
Sub Total, DEPARTMENT OF HEALTH (DOH)	60,136,367,000			60,136,367,000
E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)				
E.1. LOCAL WATER UTILITIES ADMINISTRATION	105,000,000			105,000,000
Sub Total, DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)	105,000,000			105,000,000
F. DEPARTMENT OF TRADE AND INDUSTRY (DTI)				
F.1. AURORA PACIFIC ECONOMIC ZONE AND FREEPORT AUTHORITY	59,513,000	30,000,000		89,513,000
F.2. CENTER FOR INTERNATIONAL TRADE EXPOSITIONS AND MISSIONS	231,876,000			231,876,000
F.3. PHILIPPINE ECONOMIC ZONE AUTHORITY	2,154,287,000			2,154,287,000
F.4. SMALL BUSINESS CORPORATION	1,000,000,000			1,000,000,000
Sub Total, DEPARTMENT OF TRADE AND INDUSTRY (DTI)	3,445,676,000	30,000,000		3,475,676,000

G. DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS
(DOTC)

G.1. LIGHT RAIL TRANSIT AUTHORITY	1,108,672,000	1,108,672,000
G.2. PHILIPPINE NATIONAL RAILWAYS	715,000,000	715,000,000

Sub Total, DEPARTMENT OF TRANSPORTATION AND
COMMUNICATIONS (DOTC)

	1,823,672,000	1,823,672,000
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H. NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY (NEDA)

H.1. PHILIPPINE INSTITUTE FOR DEVELOPMENT STUDIES	131,811,000	131,811,000
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Sub Total, NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY
(NEDA)

	131,811,000	131,811,000
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I. PRESIDENTIAL COMMUNICATIONS OPERATIONS OFFICE (PCOO)

I.1. PEOPLE'S TELEVISION NETWORK, INC.	76,097,000	76,097,000
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Sub Total, PRESIDENTIAL COMMUNICATIONS OPERATIONS
OFFICE (PCOO)

	76,097,000	76,097,000
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J. OTHER EXECUTIVE OFFICES

J.1. AUTHORITY OF THE FREEPORT AREA OF BATAAN		184,200,000	184,200,000
J.2. BASES CONVERSION AND DEVELOPMENT AUTHORITY	362,900,000	6,505,500,000	6,868,400,000
J.3. CREDIT INFORMATION CORPORATION	53,915,000		53,915,000
J.4. CULTURAL CENTER OF THE PHILIPPINES	799,089,000		799,089,000
J.5. DEVELOPMENT ACADEMY OF THE PHILIPPINES	592,339,000		592,339,000
J.6. HOME GUARANTY CORPORATION		500,000,000	500,000,000
J.7. NATIONAL FOOD AUTHORITY	7,000,000,000		7,000,000,000
J.8. NATIONAL HOME MORTGAGE FINANCE CORPORATION	500,000,000		500,000,000
J.9. NATIONAL HOUSING AUTHORITY	2,235,426,000		2,235,426,000
J.10. NATIONAL IRRIGATION ADMINISTRATION	40,867,162,000		40,867,162,000
J.11. PHILIPPINE CENTER FOR ECONOMIC DEVELOPMENT	35,925,000		35,925,000
J.12. PHILIPPINE COCONUT AUTHORITY	1,471,466,000		1,471,466,000
J.13. PHILIPPINE POSTAL CORPORATION	585,642,000		585,642,000
J.14. SOCIAL HOUSING FINANCE CORPORATION	773,630,000		773,630,000
J.15. SOUTHERN PHILIPPINES DEVELOPMENT AUTHORITY	47,993,000		47,993,000
J.16. SUBIC BAY METROPOLITAN AUTHORITY	1,548,614,000		1,548,614,000
J.17. ZAMBOANGA CITY SPECIAL ECONOMIC ZONE AUTHORITY	50,081,000	389,000,000	439,081,000

Sub Total, OTHER EXECUTIVE OFFICES

	56,924,182,000	7,578,700,000	64,502,882,000
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K. BSGC - OTHERS

	1,028,606,000		1,028,606,000
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TOTAL NEW APPROPRIATIONS, BUDGETARY SUPPORT TO
GOVERNMENT CORPORATIONS

	P160,493,148,000	P 9,608,700,000	P170,101,848,000
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