

XI. DEPARTMENT OF FINANCE  
A. OFFICE OF THE SECRETARY

Appropriations/Obligations

(In Thousand Pesos)

Description	( Obligation-Based )		( Cash-Based )	
	2018	2019	2020	
New General Appropriations	1,231,448	843,339	836,607	
General Fund	1,231,448	843,339	836,607	
Automatic Appropriations	298,863	32,739	35,379	
Grant Proceeds	270,330			
Retirement and Life Insurance Premiums	28,533	32,739	35,379	
Continuing Appropriations		78,189		
Unobligated Releases for Capital Outlays R.A. No. 10964		19,853		
Unobligated Releases for MOOE R.A. No. 10964		58,336		
Budgetary Adjustment(s)	49,557			
Transfer(s) from:				
Miscellaneous Personnel Benefits Fund	46,229			
Pension and Gratuity Fund	3,328			
Total Available Appropriations	1,579,868	954,267	871,986	
Unused Appropriations	( 210,091 )	( 78,189 )		
Unreleased Appropriation	( 631 )			
Unobligated Allotment	( 209,460 )	( 78,189 )		
TOTAL OBLIGATIONS	1,369,777	876,078	871,986	

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	( Obligation-Based )		( Cash-Based )	
	2018 Actual	2019 Current	2020 Proposed	
General Administration and Support	270,949,000	304,936,000	348,534,000	
Regular	270,949,000	304,936,000	348,534,000	
PS	152,416,000	127,186,000	154,201,000	
MOOE	118,533,000	177,750,000	194,333,000	
Support to Operations	323,752,000	181,899,000	158,983,000	
Regular	323,752,000	181,899,000	158,983,000	
PS	53,520,000	67,648,000	68,820,000	
MOOE	30,233,000	71,736,000	57,788,000	
CO	239,999,000	42,515,000	32,375,000	

Operations	775,076,000	389,243,000	364,469,000
Regular	505,692,000	386,563,000	361,951,000
PS	180,846,000	220,015,000	225,507,000
MOOE	323,663,000	166,460,000	136,444,000
CO	1,183,000	88,000	
Projects / Purpose	269,384,000	2,680,000	2,518,000
MOOE	127,000	2,680,000	2,518,000
CO	269,257,000		
TOTAL AGENCY BUDGET	1,369,777,000	876,078,000	871,986,000
Regular	1,100,393,000	873,398,000	869,468,000
PS	386,782,000	414,849,000	448,528,000
MOOE	472,429,000	415,946,000	388,565,000
CO	241,182,000	42,603,000	32,375,000
Projects / Purpose	269,384,000	2,680,000	2,518,000
MOOE	127,000	2,680,000	2,518,000
CO	269,257,000		

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	832	832	832
Total Number of Filled Positions	471	484	484

Proposed New Appropriations Language  
 For general administration and support, support to operations and operations, including locally-funded project, as indicated hereunder.....P 836,607,000  
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OPERATIONS BY PROGRAM	PROPOSED 2020 ( Cash-Based )			
	PS	MOOE	CO	TOTAL
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	127,000,000	93,092,000		220,092,000
ASSET AND LIABILITY MANAGEMENT PROGRAM	81,232,000	45,870,000		127,102,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2020 ( Cash-Based )  
 (in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	413,149,000	391,083,000	32,375,000	836,607,000
National Capital Region (NCR)	413,149,000	391,083,000	32,375,000	836,607,000
TOTAL AGENCY BUDGET	413,149,000	391,083,000	32,375,000	836,607,000

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.

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.

2. Reporting and Posting Requirements. The MDFO shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) MDFO's website.

The MDFO shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects ( Cash-Based )

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>					
1000000000000000	General Administration and Support	141,926,000	194,333,000		336,259,000
100000100001000	General Management and Supervision	139,741,000	194,333,000		334,074,000
100000100002000	Administration of Personnel Benefits	2,185,000			2,185,000
Sub-total, General Administration and Support		<u>141,926,000</u>	<u>194,333,000</u>		<u>336,259,000</u>
2000000000000000	Support to Operations	62,991,000	57,788,000	32,375,000	153,154,000
200000100001000	Legal Services	11,053,000	4,000,000		15,053,000
200000100002000	Management of Information Systems	27,788,000	48,880,000	32,375,000	109,043,000
200000100003000	Revenue Integrity Protection Service (RIPS) activities	24,150,000	4,908,000		29,058,000
Sub-total, Support to Operations		<u>62,991,000</u>	<u>57,788,000</u>	<u>32,375,000</u>	<u>153,154,000</u>
3000000000000000	Operations	208,232,000	138,962,000		347,194,000
3100000000000000	00 : Fiscal sustainability attained	127,000,000	93,092,000		220,092,000
3101000000000000	FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	127,000,000	93,092,000		220,092,000
310100100001000	Financial and fiscal planning and programming, consolidation, analysis, generation of reports, project formulation on revenue statistics and policy research	19,686,000	6,784,000		26,470,000

310100100003000	Philippine Extractive Industries Transparency Initiative (PH-EITI)		13,248,000		13,248,000
310100100004000	Tax policy research and formulation (Direct Tax)	11,929,000	5,302,000		17,231,000
310100100005000	Tax policy research and formulation (Indirect Tax)	3,235,000	3,000,000		6,235,000
310100100006000	Preparation of inputs of financial and economic policies in various international fora	19,116,000	47,758,000		66,874,000
310100100007000	Oversight of tax law implementation and processing of tax exemption requests	45,415,000	12,000,000		57,415,000
310100100008000	Operation of One-Stop Shop Inter-Agency Tax Credit and Duty Draw-Back Center	27,619,000	5,000,000		32,619,000
320000000000000	00 : Asset and debt effectively managed	<u>81,232,000</u>	<u>45,870,000</u>		<u>127,102,000</u>
320100000000000	ASSET AND LIABILITY MANAGEMENT PROGRAM	<u>81,232,000</u>	<u>45,870,000</u>		<u>127,102,000</u>
320100100001000	Privatization Group and Council Secretariat support	20,041,000	12,716,000		32,757,000
320100100002000	Negotiation of international financing transactions	15,053,000	20,000,000		35,053,000
320100100003000	Monitoring and evaluation of financial performance of the government corporate sector	20,250,000	7,077,000		27,327,000
320100100004000	Administration of funds for municipal development	25,888,000	3,559,000		29,447,000
	Project(s)				
	Locally-Funded Project(s)		<u>2,518,000</u>		<u>2,518,000</u>
320100200001000	Support to the People's Survival Fund		<u>2,518,000</u>		<u>2,518,000</u>
Sub-total, Operations		<u>208,232,000</u>	<u>138,962,000</u>		<u>347,194,000</u>
TOTAL NEW APPROPRIATIONS		P 413,149,000	P 391,083,000	P 32,375,000	P 836,607,000
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Obligations, by Object of Expenditures

CYs 2018-2020  
(In Thousand Pesos)

	( Obligation-Based )		( Cash-Based )	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	241,415	272,819	294,823	
Total Permanent Positions	<u>241,415</u>	<u>272,819</u>	<u>294,823</u>	

Other Compensation Common to All			
Personnel Economic Relief Allowance	10,221	10,272	11,616
Representation Allowance	7,827	7,206	7,518
Transportation Allowance	6,063	7,074	7,386
Clothing and Uniform Allowance	2,503	2,568	2,904
Honoraria	856		
Overtime Pay	491		
Mid-Year Bonus - Civilian	18,550	22,734	24,568
Year End Bonus	20,209	22,734	24,568
Cash Gift	2,151	2,140	2,420
Productivity Enhancement Incentive	2,031	2,140	2,420
Performance Based Bonus	8,335		
Step Increment		680	737
Collective Negotiation Agreement	11,298		
Total Other Compensation Common to All	<u>90,535</u>	<u>77,548</u>	<u>84,137</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	428	248	354
Overseas Allowance		4,796	5,081
Total Other Compensation for Specific Groups	<u>428</u>	<u>5,044</u>	<u>5,435</u>
Other Benefits			
Retirement and Life Insurance Premiums	28,417	32,739	35,379
PAG-IBIG Contributions	511	514	582
PhilHealth Contributions	2,242	2,356	2,592
Employees Compensation Insurance Premiums	512	514	582
Loyalty Award - Civilian	240	255	255
Terminal Leave	10,254	502	2,185
Total Other Benefits	<u>42,176</u>	<u>36,880</u>	<u>41,575</u>
Non-Permanent Positions	<u>12,228</u>	<u>22,558</u>	<u>22,558</u>
TOTAL PERSONNEL SERVICES	<u>386,782</u>	<u>414,849</u>	<u>448,528</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	33,753	50,654	32,587
Training and Scholarship Expenses	14,522	20,179	12,610
Supplies and Materials Expenses	33,080	19,052	21,756
Utility Expenses	32,362	33,616	34,514
Communication Expenses	18,623	12,273	17,520
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	1,000	1,000	1,000
Extraordinary and Miscellaneous Expenses	3,565	3,860	4,228
Professional Services	164,483	141,797	124,672
General Services	31,806	38,665	36,785
Repairs and Maintenance	13,192	14,339	36,871
Taxes, Insurance Premiums and Other Fees	21,217	8,589	4,289
Other Maintenance and Operating Expenses			
Advertising Expenses	9,866	3,444	1,728
Printing and Publication Expenses	4,306	6,086	545
Representation Expenses	3,287	6,060	3,154
Transportation and Delivery Expenses	110	402	
Rent/Lease Expenses	16,585	24,811	13,892
Membership Dues and Contributions to Organizations	15	20	20
Subscription Expenses	2,655	14,759	17,028
Other Maintenance and Operating Expenses	68,129	19,020	27,884
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>472,556</u>	<u>418,626</u>	<u>391,083</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>859,338</u>	<u>833,475</u>	<u>839,611</u>
Capital Outlays			
Investment Outlay	265,657		
Property, Plant and Equipment Outlay			
Infrastructure Outlay	3,600		
Buildings and Other Structures	154,766		
Machinery and Equipment Outlay	56,663	42,603	32,375

Furniture, Fixtures and Books Outlay	26,353		
Intangible Assets Outlay	3,400		
TOTAL CAPITAL OUTLAYS	<u>510,439</u>	<u>42,603</u>	<u>32,375</u>
GRAND TOTAL	<u>1,369,777</u>	<u>876,078</u>	<u>871,986</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

## ORGANIZATIONAL

OUTCOME : Fiscal sustainability attained  
Asset and debt effectively managed

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Fiscal sustainability attained		
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM		
Outcome Indicator(s)		
1. Improved tax effort	15.70%	14.70%
2. Improved government system that ensure transparency in all extractive industry transactions	100%	100%
3. Better resource governance; and timely, reliable, and open data on extractives are more accessible and relevant to extractives stakeholders and the general public	N/A	N/A
4. Sustained country's position at the forefront of international and regional economic finance cooperation	5	5
Output Indicator(s)		
1. Number of plans and policy advisories developed and issued or updated and disseminated	5	9.75
2. Recommended policies on information disclosure and to address barriers to the full implementation of EITI	4	4
3. Recommended policies on mainstreaming transparency and accountability in the extractives sector, and number of target government agencies, and mining, and oil and gas companies implementing and maintaining systems for extractives data disclosure.	N/A	N/A
4. Number of offers provided by the Philippines in various fora/ international agreements	2	2
5. Number of final outcome documents in various fora/ international agreements endorsed to the Secretary	N/A	N/A

## Asset and debt effectively managed

## ASSET AND LIABILITY MANAGEMENT PROGRAM

## Outcome Indicator(s)

1. Percentage of dividends collected from GOCC/ collection targets	100%	402%
2. Percentage of foreign loans and grants negotiated over targets	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)	100%
3. Percentage of released fund over the target	105%	148%

## Output Indicator(s)

1. Amount collected as dividend from GOCCs	P10.0B	P 40.18B* (*Final figure per BTR report as of February 14, 2019)
2. Value of foreign loans and grants negotiated	> or = US\$ 500M	US\$ 3,133.03M
3. Number of grants and loans approved	40	67

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2019 Targets	2020 NEP Targets
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## Fiscal sustainability attained

FINANCIAL SUSTAINABILITY AND REVENUE  
STRENGTHENING PROGRAM

## Outcome Indicator(s)

1. Improved tax effort	FY 2016-13.8%*, FY 2017-14.2%, FY 2018-14.7% *Figures are based on Tax Revenues Gross of Tax Refund/GDP	15.20% (DBCC, March 13, 2019)	15.80% (DBCC, March 13, 2019)
2. Improved government system that ensure transparency in all extractive industry transactions	FY 2016-100%, FY 2017-100%, FY 2018-100%	100%	N/A
3. Better resource governance; and timely, reliable, and open data on extractives are more accessible and relevant to extractives stakeholders and the general public	N/A	N/A	100%
4. Sustained country's position at the forefront of international and regional economic finance cooperation	FY 2016-6, FY 2017-6, FY 2018-5	5	10

## Output Indicator(s)

1. Number of plans and policy advisories developed and issued or updated and disseminated	FY 2016-9.75, FY 2017-12.75, FY 2018-9.75	4	3
2. Recommended policies on information disclosure and to address barriers to the full implementation of EITI	FY 2016-1, FY 2017-2, FY 2018-4	4	N/A

3. Recommended policies on mainstreaming transparency and accountability in the extractives sector, and number of target government agencies, and mining, and oil and gas companies implementing and maintaining systems for extractives data disclosure.	N/A	N/A	4
4. Number of offers provided by the Philippines in various fora/ international agreements	FY 2016-2, FY 2017-2, FY 2018-2	2	N/A
5. Number of final outcome documents in various fora/ international agreements endorsed to the Secretary	N/A	N/A	2

## Asset and debt effectively managed

## ASSET AND LIABILITY MANAGEMENT PROGRAM

## Outcome Indicator(s)

1. Percentage of dividends collected from GOCC/ collection targets	FY 2016-462%, FY 2017-305%, FY 2018-402%	100%	100%
2. Percentage of foreign loans and grants negotiated over targets	FY 2016-127%, FY 2017-500.52%, FY 2018-100%	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)
3. Percentage of released fund over the target	FY 2016-131.90%, FY 2017-156.44%, FY 2018-148%	105%	105%

## Output Indicator(s)

1. Amount collected as dividend from GOCCs	FY 2016- P27.735B, FY 2017- P30.462B, FY 2018- P40.18B* (*Final figure per BTR report as of February 14, 2019)	P16.0B	P16.0B
2. Value of foreign loans and grants negotiated	FY 2016-US\$ 634.03M, FY 2017-US\$ 2,502.61M, FY 2018-US\$ 3,133.03M	> or = US\$ 700M	> or = US\$ 700M
3. Number of grants and loans approved	FY 2016-26, FY 2017-58, FY 2018-67	30	40