

XLV. UNPROGRAMMED APPROPRIATIONS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Cash-Based)</u>		
	<u>2019</u>	<u>2020</u>	<u>2021</u>
New General Appropriations	<u>71,211,868</u>	<u>216,303,492</u>	<u>176,315,584</u>
General Fund	71,211,868	216,303,492	176,315,584
Budgetary Adjustment(s)	<u>(71,211,868)</u>		
Transfer(s) to:			
Support for Infrastructure Projects and Social Programs			
Department of Agriculture (DA) Office of the Secretary	(3,024,103)		
Department of Finance (DOF) Bureau of the Treasury	(1,000,000)		
Department of Health (DOH) Commission on Population	(377,600)		
Department of Social Welfare and Development (DSWD) Office of the Secretary	(3,100,000)		
Department of Transportation (DOTr) Office of the Secretary	(4,298,722)		
Budgetary Support to Government-Owned and/or - Controlled Corporations			
Budgetary Support to Government Corporations (BSGC) National Electrification Administration	(4,046,092)		
Budgetary Support to Government Corporations (BSGC) Light Rail Transit Authority	(3,845,000)		
Support to Foreign-Assisted Projects			
Department of Agrarian Reform (DAR) Office of the Secretary	(102,038)		
Department of Public Works and Highways (DPWH) Office of the Secretary	(8,000)		
Department of Trade and Industry (DTI) Office of the Secretary	(208,998)		
Budgetary Support to Government Corporations (BSGC) National Dairy Authority	(28,128)		
Budgetary Support to Government Corporations (BSGC) National Irrigation Administration	(85,554)		

Department of Transportation (D0Tr) Office of the Secretary	(25,196,784)		
General Fund Adjustments for the Share of the ARMM pursuant to R.A. No.9054			
Autonomous Region in Muslim Mindanao (ARMM) Autonomous Regional Government in Muslim Mindanao	(570,182)		
Payment of Arrears of LTO-IT Service			
Department of Transportation (D0Tr) Office of the Secretary	(1,191,744)		
For Payment of Pension Arrearages			
Department of Environment and Natural Resources (DENR) National Mapping and Resource Information Authority	(5,205)		
Department of the Interior and Local Government (DILG) Bureau of Fire Protection	(698,688)		
Department of the Interior and Local Government (DILG) Bureau of Jail Management and Penology	(252,274)		
Department of the Interior and Local Government (DILG) Philippine National Police	(7,693,064)		
Department of National Defense (DND) General Headquarters, AFP and AFP-Wide Service Support Units (AFPWSSUs)	(13,479,692)		
For the Implementation of the Organic Law for the Bangsamoro Region in Muslim Mindanao			
Autonomous Region in Muslim Mindanao (ARMM) Autonomous Regional Government in Muslim Mindanao	(2,000,000)		
Total Available Appropriations		216,303,492	176,315,584
Unused Appropriations		(216,303,492)	(176,315,584)
Unreleased Appropriation		(216,303,492)	(176,315,584)
TOTAL OBLIGATIONS			

**EXPENDITURE PROGRAM
(in pesos)**

PURPOSE	(Cash-Based)		
	2019 Actual	2020 Current	2021 Proposed
TOTAL NEW APPROPRIATIONS	216,303,492,000	176,315,584,000	176,315,584,000
PS	24,335,853,000	3,000,000,000	3,000,000,000
MOOE	87,347,308,000	86,366,068,000	86,366,068,000
CO	104,620,331,000	86,949,516,000	86,949,516,000

Proposed New Appropriations Language

For fund requirements in accordance with the purposes indicated hereunder.....P 176,315,584,000
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SPECIAL PROVISION(S)

1. Availment of the Unprogrammed Appropriations. The amounts authorized herein for Purpose Nos. 1-2, 4-7, 9-11 and 13-17, may be used when any of the following exists:

(a) Excess revenue collections in any one of the identified non-tax revenue sources from its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF;

(b) New revenue collections or those arising from new tax or non-tax sources which are not part of, nor included in, the original revenue sources reflected in Tables C.3 and C.4 of the BESF; or

(c) Approved loans for foreign-assisted projects.

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, s. 1987 and the following: (i) for excess revenue collections, issuance of a certification that remitted collections to the BTr from a particular revenue source has exceeded the corresponding revenue collections target; or (ii) for new revenue collections, issuance of a certification that remitted collections identified were not part of, nor included in, the original revenue collection targets reflected.

In the case of approved loans, issuance of SARO covering the loan proceeds shall be subject to submission by the agency concerned of request together with work and financial plan, project profile, and a copy of the perfected loan agreement.

2. Support for Infrastructure Projects and Social Programs. The amount of Twenty Seven Billion Six Hundred Ninety Million Six Hundred Seventy One Thousand Pesos (P27,690,671,000) appropriated herein chargeable against Purpose No. 1, shall be used in support for infrastructure projects and social programs.

Release of funds shall be subject to Special Provision No. 1 hereof and the guidelines issued by the agencies concerned.

3. Armed Forces of the Philippines Modernization Program. The amount of Five Billion Pesos (P5,000,000,000) chargeable against Purpose No. 2 shall be used exclusively to support the funding requirements for the modernization projects under the AFP Modernization Program in accordance with R.A. No. 10349.

Releases for the AFP Modernization Program shall be subject to Special Provision No. 1 hereof and submission by the DND to DBM of the recommendation by the appropriate bids and awards committee for the award of contracts for the modernization projects.

4. Conversion of National Government Advances into Subsidy for Government-Owned or -Controlled Corporations. The amount of Twenty Seven Billion Nine Hundred Sixty Four Million Eight Hundred Fifteen Thousand Pesos (P27,964,815,000) used to cover the National Government (NG) advances for debt servicing of loan obligations of GOCCs and interest on the NG advances, shall be converted into subsidy. Such conversion shall require the issuance of SARO for book entry purposes chargeable against Purpose No. 3.

5. Risk Management Program. The amount of Fifteen Billion Pesos (P15,000,000,000) chargeable against Purpose No. 5 shall be used for the government's Risk Management Program to cover commitments made by, and obligations of, the NG in the agreements covering Public-Private Partnership (PPP) projects, subject to the following:

(a) Compliance with the conditions for the release of the Unprogrammed Appropriations under Special Provision No. 1 hereof;

(b) Approval of the PPP projects by the NEDA Board or the Investment Coordination Committee, in accordance with R.A. No. 6957, as amended by R.A. No. 7718. In case of obligations assumed by GOCCs, issuance or execution of a performance undertaking or other similar instrument by the agency concerned confirming that the NG will assume said obligations in case of default by the GOCC; and

(c) Approval of the use of the Unprogrammed Appropriations by the DBCC upon recommendation by the head of the agency concerned and the DBCC-Technical Working Group on Contingent Liabilities.

Implementation of this provision shall be subject to guidelines that may be issued for the purpose.

6. Payment of Arrears of the Land Transportation Office for Information Technology Services. The amount of Two Billion Pesos (P2,000,000,000) appropriated herein chargeable against Purpose No. 6 shall be used to cover the payment of Land Transportation Office for information technology services.

Release of funds for the purpose shall be subject to Special Provision No. 1 hereof.

7. Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan. The amount of Two Hundred Ten Million Five Hundred Seventy Nine Thousand Pesos (P210,579,000) chargeable against Purpose No. 7 shall be used exclusively for the Refund of the Service Development Fee on the right to develop the Nampeidai 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 Nampeidai Property.

Release for the refund shall be subject to Special Provision No. 1 hereof, prior endorsement by the Secretary of Finance that the conditions, if any, for the refund have been complied with, and 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.

8. Prior Years' Local Government Unit Shares. The amount of Fourteen Million Six Hundred Twenty Three Thousand Pesos (P14,623,000) chargeable against Purpose No. 8 for prior years' LGU shares from Special Privilege Tax shall be released by the BTr to the beneficiary LGUs only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The LGU shall submit quarterly reports on the utilization of the prior years' LGU shares, through the following:

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

The LGU 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.

9. Bangko Sentral ng Pilipinas Equity Infusion. The amount of Ten Billion Pesos (P10,000,000,000) chargeable against Purpose No. 9 shall be used for the payment of increase in capitalization of the BSP pursuant to Section 2 of R.A. No. 7653, as amended by R.A. No. 11211.

Release of funds for the purpose shall be subject to Special Provision No. 1 hereof.

10. Health Facilities Enhancement Program. The amount of Five Billion Five Hundred Eighteen Million Four Hundred Eleven Thousand Pesos (P5,518,411,000) chargeable against Purpose No. 10 shall be used for the construction, upgrading, expansion, rehabilitation and/or repair of, and land acquisition for, barangay health stations, rural health units, LGU hospitals, specialized hospitals, regional medical centers, dangerous drugs abuse treatment and rehabilitation centers and other health care facilities, with priority in the Universal Health Care sites and GIDAs.

Release of funds shall be subject to Special Provision No. 1 hereof. In addition, the release of funds shall be subject to the certification from the DOH Secretary attesting that the projects are part/consistent with the Philippine Health Facility Development Plan (2017-2022).

11. Miscellaneous Personnel Benefits. The amount of Three Billion Pesos (P3,000,000,000) appropriated herein chargeable against Purpose No. 11 shall be used to augment the funding requirements for the payment of personnel benefits, such as compensation adjustments, staffing modifications, and grant of performance-based bonus, under the Miscellaneous Personnel Benefits Fund.

Release of funds for the purpose shall be subject to Special Provision No. 1 hereof.

12. Prior Year's Bangsamoro Autonomous Region in Muslim Mindanao Shares. The amount of Three Hundred Thirty Three Million Three Hundred Eighty Two Thousand Pesos (P333,382,000) appropriated herein chargeable against Purpose No. 12 for the FY 2019 shares of the BARMM, formerly Autonomous Region in Muslim Mindanao from the collection of taxes in the BARMM, shall be released directly by the BTr to the BARMM Government through an authorized government servicing bank upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The Bangsamoro Government shall post quarterly reports on the utilization of the FY 2019 shares of the BARMM, through the Bangsamoro Government's website.

The Bangsamoro Government shall send written notice when said reports have been 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.

13. Basic Education Facilities. The amount of Three Billion Eight Hundred Forty Nine Million Five Hundred Forty Thousand Pesos (P3,849,540,000) chargeable against Purpose No. 14 shall be used for the electrification of unenergized schools and modernization of electrical systems of on-grid schools. This shall include the upgrading of existing electrical power systems of existing buildings, purchase and installation of appropriate transformers, and/or purchase and installation of solar power systems, as may be necessary and appropriate in the use of renewable energy.

The DepEd shall prioritize the use of solar energy sources in providing electricity to off-grid and on-grid public schools. In addition, implementation of this program shall be in consultation with the DOE or DPWH.

Release of funds shall be subject to Special Provision No. 1 hereof.

14. Government Assistance and Subsidies-Voucher Program for Private Senior High School (per Republic Act No. 10533). The amount of Ten Billion Five Hundred Thirty One Million Two Hundred Eighty Four Thousand Pesos (P10,531,284,000) appropriated herein chargeable against Purpose No. 15 shall be used for the implementation of the Senior High School (SHS) Voucher Program to enable qualified students, as determined by DepEd, to enroll in private secondary schools, private higher education institutions, and private technical vocational institutions authorized to offer the SHS Program.

Release of funds shall be subject to Special Provision No. 1 hereof.

15. Last Mile Schools Program. The amount of Six Billion Five Hundred Million Pesos (P6,500,000,000) appropriated herein chargeable against Purpose No. 16 shall be used for the construction, replacement, and completion of kindergarten, elementary and secondary school buildings and technical vocational laboratories in the Last Mile Schools, and the construction of water and sanitation facilities, and Administration and Climate Change Emergency Storage and Shelter (ACCESS) buildings.

Release of funds shall be subject to Special Provision No. 1 hereof.

16. Flexible Learning Options. The amount of Five Billion Pesos (P5,000,000,000) chargeable against Purpose No. 17 shall be used for the development, reproduction and delivery of learning resources for the implementation of the Basic Education-Learning Continuity Plan.

Release of funds shall be subject to Special Provision No. 1 hereof.

17. Amounts under the Unprogrammed Appropriations. The DBM is hereby authorized to approve the following:

(a) Modification of amounts within the authorized purposes; and

(b) Use of amounts under the Purposes of the Unprogrammed Appropriations, except the Budgetary Support to GOCCs and the Support to Foreign-Assisted Projects, as additional appropriations to cover deficiencies in the amounts authorized in any of the purposes under the Unprogrammed Appropriations.

The DBM shall submit to the Office of the President, either in printed form or by way of electronic document, monthly reports on income and expenditure.

18. Reportorial Requirement. The DBM shall submit to 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, quarterly reports on releases from the Unprogrammed Appropriations.

New Appropriations, by Purpose (Cash-Based)

PURPOSE(S)	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Support for Infrastructure Projects and Social Programs	P 8,612,366,000	P 19,078,305,000	P 27,690,671,000	
AFP Modernization Program			5,000,000,000	5,000,000,000
Budgetary Support to Government-Owned and/or - Controlled Corporations	27,964,815,000			27,964,815,000
Support to Foreign-Assisted Projects	6,590,905,000	37,003,260,000		43,594,165,000
Risk Management Program	15,000,000,000			15,000,000,000
Payment of Arrears of LTO-IT Service	2,000,000,000			2,000,000,000
Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan	210,579,000			210,579,000
Prior Years' LGU Shares	14,623,000			14,623,000

Bangko Sentral ng Pilipinas (BSP) Equity Infusion pursuant to RA 11211		10,000,000,000	10,000,000,000
Health Facilities Enhancement Program		5,518,411,000	5,518,411,000
For payment of Personnel Benefits	3,000,000,000		3,000,000,000
Prior Year's BARMM Shares		333,382,000	333,382,000
Social Protection Programs due to COVID-19 Pandemic		10,108,114,000	10,108,114,000
Basic Education Facilities		3,849,540,000	3,849,540,000
Government Assistance and Subsidies - Voucher Program for Private Senior High School (per RA No. 10533)		10,531,284,000	10,531,284,000
Last Mile Schools Program		6,500,000,000	6,500,000,000
Flexible Learning Options		5,000,000,000	5,000,000,000
Sub-total, Purpose(s)	3,000,000,000	86,366,068,000	86,949,516,000
TOTAL NEW APPROPRIATIONS	P 3,000,000,000	P 86,366,068,000	P 86,949,516,000
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Obligations, by Object of Expenditures

CYs 2019-2021
(In Thousand Pesos)

	(Cash-Based)		
	2019	2020	2021
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Other Compensation for Specific Groups			
Lump-sum for Personnel Services		3,000,000	3,000,000
Other Personnel Benefits		2,500,000	
Total Other Compensation for Specific Groups		5,500,000	3,000,000
Military/Uniformed Personnel			
Other Benefits			
Retirement Gratuity		8,000,000	
Terminal Leave		4,000,000	
Total Other Benefits		12,000,000	
Other Personnel Benefits			
Pension, Military/Uniformed Personnel		6,835,853	
Total Other Personnel Benefits		6,835,853	
TOTAL PERSONNEL SERVICES		24,335,853	3,000,000

Maintenance and Other Operating Expenses		
Training and Scholarship Expenses		132,619
Supplies and Materials Expenses	153,213	5,100,000
Communication Expenses	23,776	
Professional Services	1,291	
Financial Assistance/Subsidy	68,042,406	54,255,404
Other Maintenance and Operating Expenses		
Other Maintenance and Operating Expenses	19,126,622	26,878,045
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>87,347,308</u>	<u>86,366,068</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>111,683,161</u>	<u>89,366,068</u>
Capital Outlays		
Investment Outlay	11,596,212	29,078,305
Property, Plant and Equipment Outlay		
Infrastructure Outlay	85,357,862	42,846,602
Buildings and Other Structures	5,444,537	12,018,411
Machinery and Equipment Outlay	1,221,720	
Transportation Equipment Outlay	1,000,000	3,006,198
TOTAL CAPITAL OUTLAYS	<u>104,620,331</u>	<u>86,949,516</u>
GRAND TOTAL	<u>216,303,492</u>	<u>176,315,584</u>

GENERAL SUMMARY (Cash-Based)
UNPROGRAMMED APPROPRIATIONS

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. UNPROGRAMMED APPROPRIATIONS	P 3,000,000,000	P 86,366,068,000	P 86,949,516,000	P176,315,584,000
TOTAL NEW APPROPRIATIONS, UNPROGRAMMED APPROPRIATIONS	P 3,000,000,000 =====	P 86,366,068,000 =====	P 86,949,516,000 =====	P176,315,584,000 =====