

XI. DEPARTMENT OF FINANCE
A. OFFICE OF THE SECRETARY

Appropriations/Obligations

(In Thousand Pesos)

	(Cash-Based)		
<u>Description</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
New General Appropriations	836,607	832,641	1,084,602
General Fund	836,607	832,641	1,084,602
Automatic Appropriations	122,239	38,412	40,103
Grant Proceeds	113,129		
Retirement and Life Insurance Premiums	9,110	38,412	40,103
Continuing Appropriations	112,695	71,744	
Unreleased Appropriation for Personnel Services			
R.A. No. 11260	141		
Unobligated Releases for Capital Outlays			
R.A. No. 11260	8,213		
R.A. No. 11465		14,951	
Unobligated Releases for MOOE			
R.A. No. 11260	103,034		
R.A. No. 11465		53,644	
Unobligated Releases for PS			
R.A. No. 11260	1,307		
R.A. No. 11465		3,149	
Budgetary Adjustment(s)	(21,573)		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	21,523		
Transfer(s) to:			
Overall Savings			
R.A. No. 11465	(43,096)		
Total Available Appropriations	1,049,968	942,797	1,124,705
Unused Appropriations	(248,509)	(71,744)	
Unreleased Appropriation	(51)		
Unobligated Allotment	(248,458)	(71,744)	
TOTAL OBLIGATIONS	801,459	871,053	1,124,705
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EXPENDITURE PROGRAM (in pesos)			
(Cash-Based)			
GAS / STO / OPERATIONS / PROJECTS	2020 Actual	2021 Current	2022 Proposed
General Administration and Support	344,887,000	353,469,000	528,429,000
Regular	344,887,000	353,469,000	528,429,000
PS	187,313,000	167,545,000	187,444,000
MOOE	157,574,000	185,924,000	185,909,000
CO			155,076,000
Support to Operations	139,352,000	153,514,000	235,124,000
Regular	139,352,000	153,514,000	235,124,000
PS	65,329,000	72,081,000	71,627,000
MOOE	60,880,000	59,068,000	144,422,000
CO	13,143,000	22,365,000	19,075,000
Operations	317,220,000	364,070,000	361,152,000
Regular	317,220,000	364,070,000	361,152,000
PS	217,859,000	243,877,000	256,213,000
MOOE	99,361,000	120,193,000	104,939,000
TOTAL AGENCY BUDGET	801,459,000	871,053,000	1,124,705,000
Regular	801,459,000	871,053,000	1,124,705,000
PS	470,501,000	483,503,000	515,284,000
MOOE	317,815,000	365,185,000	435,270,000
CO	13,143,000	22,365,000	174,151,000

STAFFING SUMMARY			
	2020	2021	2022
TOTAL STAFFING			
Total Number of Authorized Positions	850	849	849
Total Number of Filled Positions	474	493	493

Proposed New Appropriations Language

For general administration and support, support to operations and operations, including locally-funded project, as indicated hereunder.....P 1,084,602,000
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OPERATIONS BY PROGRAM	PROPOSED 2022 (Cash-Based)			
	PS	MOOE	CO	TOTAL
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	148,040,000	67,771,000		215,811,000
ASSET AND LIABILITY MANAGEMENT PROGRAM	88,282,000	37,168,000		125,450,000

**EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2022 (Cash-Based)
(in pesos)**

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	475,181,000	435,270,000	174,151,000	1,084,602,000
National Capital Region (NCR)	475,181,000	435,270,000	174,151,000	1,084,602,000
TOTAL AGENCY BUDGET	475,181,000	435,270,000	174,151,000	1,084,602,000
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SPECIAL PROVISION(S)

1. Municipal Development Fund. The Municipal Development Fund, 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, s. 1987 and to appropriate criminal action under existing penal laws.

2. Fees and other Receipts of the Securities and Exchange Commission. The amount collected by the Securities and Exchange Commission (SEC) from fees, fines, and other charges pursuant to R.A. No. 11232 and its rules and regulations, shall be deposited and maintained in a separate account to be used for its modernization and to augment its operational expenses such as, but not limited to, capital outlays, increase in compensation and benefits comparable with prevailing rates in the private sector, reasonable employee allowance, employee health care service and other insurance, employee career advancement and professionalization, legal assistance, seminars, and other professional fees in accordance with Section 175 of the said law.

In addition, the SEC is authorized to retain and utilize the amount of One Hundred Million Pesos (P100,000,000) from its income from the registration of securities and other collection pursuant to R.A. No. 8799.

The use of income shall be in accordance with DBM-SEC J.C. No. 1 dated September 8, 2020, and such other guidelines issued thereon.

Disbursements or expenditures by the SEC 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.

The SEC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current fiscal year covering its retained income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statements for the immediately preceding year.

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

(a) URS or other electronic means for reports not covered by the URS; and

(b) DOF's website.

The DOF 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.

4. 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)

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
1000000000000000	General Administration and Support	173,324,000	185,909,000	155,076,000	514,309,000
100000100001000	General Management and Supervision	163,107,000	185,909,000	155,076,000	504,092,000
100000100002000	Administration of Personnel Benefits	10,217,000			10,217,000
Sub-total, General Administration and Support		173,324,000	185,909,000	155,076,000	514,309,000
2000000000000000	Support to Operations	65,535,000	144,422,000	19,075,000	229,032,000
200000100001000	Legal Services	9,771,000	2,679,000	200,000	12,650,000
200000100002000	Management of Information Systems	28,949,000	136,883,000	18,875,000	184,707,000
200000100003000	Revenue Integrity Protection Service (RIPS) activities	26,815,000	4,860,000		31,675,000
Sub-total, Support to Operations		65,535,000	144,422,000	19,075,000	229,032,000
3000000000000000	Operations	236,322,000	104,939,000		341,261,000
3100000000000000	00 : Fiscal sustainability attained	148,040,000	67,771,000		215,811,000
3101000000000000	FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	148,040,000	67,771,000		215,811,000
310100100001000	Financial and fiscal planning and programming, consolidation, analysis, generation of reports, project formulation on revenue statistics and policy research	20,741,000	6,926,000		27,667,000
310100100003000	Philippine Extractive Industries Transparency Initiative (PH-EITI)		12,447,000		12,447,000
310100100004000	Tax policy research and formulation (Direct Tax)	19,138,000	5,491,000		24,629,000
310100100005000	Tax policy research and formulation (Indirect Tax)	4,329,000	236,000		4,565,000
310100100006000	Preparation of inputs of financial and economic policies in various international fora	22,133,000	31,150,000		53,283,000
310100100007000	Oversight of tax law implementation and processing of tax exemption requests	45,510,000	7,114,000		52,624,000
310100100008000	Operation of One-Stop Shop Inter-Agency Tax Credit and Duty Draw-Back Center	36,189,000	4,407,000		40,596,000

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3200000000000000	00 : Asset and debt effectively managed	88,282,000	37,168,000	125,450,000
3201000000000000	ASSET AND LIABILITY MANAGEMENT PROGRAM	88,282,000	37,168,000	125,450,000
320100100001000	Privatization Group and Council Secretariat support	22,334,000	13,506,000	35,840,000
320100100002000	Negotiation of international financing transactions	20,638,000	17,000,000	37,638,000
320100100003000	Monitoring and evaluation of financial performance of the government corporate sector	17,977,000	4,523,000	22,500,000
320100100004000	Administration of funds for municipal development	27,333,000	2,139,000	29,472,000
Sub-total, Operations		236,322,000	104,939,000	341,261,000

TOTAL NEW APPROPRIATIONS	P	475,181,000	P	435,270,000	P	174,151,000	P	1,084,602,000
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Obligations, by Object of Expenditures

CYs 2020-2022
(In Thousand Pesos)

	(Cash-Based)		
	2020	2021	2022
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	309,028	320,118	334,193
Total Permanent Positions	309,028	320,118	334,193
Other Compensation Common to All			
Personnel Economic Relief Allowance	11,659	11,712	11,832
Representation Allowance	8,301	7,806	7,662
Transportation Allowance	6,254	7,674	7,662
Clothing and Uniform Allowance	2,946	2,928	2,958
Overtime Pay	501		
Mid-Year Bonus - Civilian	24,404	26,675	27,849
Year End Bonus	24,823	26,675	27,849
Cash Gift	2,417	2,440	2,465
Productivity Enhancement Incentive	2,359	2,440	2,465
Performance Based Bonus	11,176		
Step Increment		800	836
Collective Negotiation Agreement	12,086		
Total Other Compensation Common to All	106,926	89,150	91,578
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	152	309	248
Overseas Allowance		5,081	4,897
Hazard Duty Pay	2,357		
Other Personnel Benefits	20,493		
Total Other Compensation for Specific Groups	23,002	5,390	5,145

Other Benefits			
Retirement and Life Insurance Premiums	9,041	38,412	40,103
PAG-IBIG Contributions	585	586	591
PhilHealth Contributions	3,477	2,720	4,785
Employees Compensation Insurance Premiums	580	586	591
Loyalty Award - Civilian	370	225	185
Terminal Leave	1,693	2,654	10,217
Total Other Benefits	15,746	45,183	56,472
Non-Permanent Positions	15,799	23,662	27,896
TOTAL PERSONNEL SERVICES	470,501	483,503	515,284
Maintenance and Other Operating Expenses			
Travelling Expenses	4,245	25,094	21,234
Training and Scholarship Expenses	3,203	5,424	8,055
Supplies and Materials Expenses	12,674	31,166	29,047
Utility Expenses	26,415	37,000	35,207
Communication Expenses	17,948	16,856	14,831
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	1,000	1,000	1,000
Extraordinary and Miscellaneous Expenses	4,494	4,632	4,133
Professional Services	127,260	116,663	165,684
General Services	41,384	45,468	43,030
Repairs and Maintenance	13,515	28,234	14,026
Taxes, Insurance Premiums and Other Fees	8,272	8,192	8,292
Other Maintenance and Operating Expenses			
Advertising Expenses	19,487	300	
Printing and Publication Expenses	1,163	1,200	311
Representation Expenses	1,722	232	1,649
Rent/Lease Expenses	4,965	11,567	12,658
Membership Dues and Contributions to Organizations		20	16
Subscription Expenses	22,251	20,971	63,466
Other Maintenance and Operating Expenses	7,817	11,166	12,631
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	317,815	365,185	435,270
TOTAL CURRENT OPERATING EXPENDITURES	788,316	848,688	950,554
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures			106,000
Machinery and Equipment Outlay	13,143	22,365	45,831
Furniture, Fixtures and Books Outlay			22,320
TOTAL CAPITAL OUTLAYS	13,143	22,365	174,151
GRAND TOTAL	801,459	871,053	1,124,705

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL

OUTCOME : Fiscal sustainability attained
Asset and debt effectively managed

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2020 GAA Targets	Actual
Fiscal sustainability attained		
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM		
Outcome Indicator(s)		
1. Improved tax effort	11.7% (July 2020 DBCC)	14.0%
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	100%	N/A
4. Sustained country's position at the forefront of international and regional economic finance cooperation	10	34
Output Indicator(s)		
1. Number of plans and policy advisories developed and issued or updated and disseminated	3	6
2. Recommended policies on information disclosure and to address barriers to the full implementation of EITI	N/A	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.	4	4
4. Number of offers provided by the Philippines in various fora/ international agreements	N/A	0
5. Number of final outcome documents in various fora/ international agreements endorsed to the Secretary	2	14
Asset and debt effectively managed		
ASSET AND LIABILITY MANAGEMENT PROGRAM		
Outcome Indicator(s)		
1. Percentage of dividends collected from GOCC/ collection targets	100%	844%
2. Percentage of foreign borrowings and grants negotiated over targets	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)	2,288%
3. Percentage of released fund over the target	105%	62.37%
Output Indicator(s)		
1. Amount collected as dividend from GOCCs	P16.0B	P135.08B*
2. Value of foreign borrowings and grants negotiated	> or = US\$700M	US\$ 16,015.72M
3. Number of grants and loans approved	40	0

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2021 Targets	2022 NEP Targets
Fiscal sustainability attained			
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM			
Outcome Indicator(s)			
1. Improved tax effort	FY 2018-14.7%, FY 2019-15.7%, FY 2020-14.0%	13.7%	13.9%
2. Improved government system that ensure transparency in all extractive industry transactions	FY 2018-100%, FY 2019-100%, FY 2020-100%	N/A	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	100%	N/A
4. Sustained country's position at the forefront of international and regional economic finance cooperation	FY 2018-5, FY 2019-25, FY 2020-34	7	7
Output Indicator(s)			
1. Number of plans and policy advisories developed and issued or updated and disseminated	FY 2018-9.75, FY 2019-7, FY 2020-6	4	3
2. Recommended policies on information disclosure and to address barriers to the full implementation of EITI	FY 2018-4, FY 2019-4, FY 2020-4	N/A	8
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.	FY 2020-4	4	N/A
4. Number of offers provided by the Philippines in various fora/ international agreements	FY 2018-2, FY 2019-2, FY 2020-0	N/A	N/A
5. Number of final outcome documents in various fora/ international agreements endorsed to the Secretary	FY 2020-14	1	1
Asset and debt effectively managed			
ASSET AND LIABILITY MANAGEMENT PROGRAM			
Outcome Indicator(s)			
1. Percentage of dividends collected from GOCC/ collection targets	FY 2018-403%, FY 2019-329%, FY 2020-844%	100%	100%
2. Percentage of foreign borrowings and grants negotiated over targets	FY 2018-100%, FY 2019-645%, FY 2020-2,288%	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)	100%
3. Percentage of released fund over the target	FY 2018-148%, FY 2019-134%, FY 2020-62.37%	105%	105%
Output Indicator(s)			
1. Amount collected as dividend from GOCCs	FY 2018- P40.28B, FY 2019- P52.59B, FY 2020- P135.08B*	P14.5B	P16.0B

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2. Value of foreign borrowings and grants negotiated	FY 2018-US\$ 3,133.03M, FY 2019-US\$ 4,518.58M, FY 2020-US\$ 16,015.72M	> or = US\$ 2,000M	US\$ 4,000M
3. Number of grants and loans approved	FY 2018-67, FY 2019-35, FY 2020-N/A	30	N/A