

**XXVI. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS**

For the subsidy and equity requirements of various government-owned or -controlled corporations in accordance with the purposes indicated hereunder..... ₱4,285,593,000

<u>Current Operating Expenditures</u>				
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>Purposes</b>				
<b>A. Agriculture and Agrarian Reform</b>				
<b>1. Farm Systems Development Corporation</b>				
a. Equity Investments for the Small Farmers Systems II Project (Counterpart Fund, USAID Loan No. 492-T-065)	₱		₱ 11,939,000	₱ 11,939,000
<b>2. Leyte Sab-A Basin Development Authority</b>				
a. Equity Investments for the Implementation of the Tilapia Farming Project in the Sab-A Basin Area			1,000,000	1,000,000
<b>3. National Food Authority</b>				
a. Equity Investments for the Local Procurement Operations in Order to Assure Adequate Supply and Stability of Prices of Food			836,000,000	836,000,000
b. Equity Investments to support Operating Requirements, pursuant to P.D. No. 1770			333,030,000	333,030,000
<b>Total for the National Food Authority</b>			<u>1,169,030,000</u>	<u>1,169,030,000</u>

## 4. National Irrigation Administration

## a. Equity Investments for the Construction and/or Improvement of Various Irrigation Projects:

1) Palsiguan River Multipurpose Project-Stage I, Ilocos Norte (Counterpart Funds, OECF Loan No. PHP-45)	27,652,000	27,652,000
2) Casecnan Trans-Basin Diversion Project for Nueva Vizcaya, Nueva Ecija and Pangasinan - Detailed Engineering (Counterpart Fund, IBRD Loan No. 1526)	13,000,000	13,000,000
3) Watershed Management and Erosion Control Project-Magat and Pantabangan Watersheds (Counterpart Fund, IBRD Loan No. 1890)	32,857,000	32,857,000
4) Naga-Calabanga Irrigation Project (Counterpart Fund, ADB Loan No. 417)	11,073,000	11,073,000
5) National Irrigation Systems Improvement Project-Package II (Counterpart Fund, IBRD Loan No. 1526)	55,448,000	55,448,000
6) Mindanao Irrigation Study IV (Counterpart Fund, ADB Loan No. 668)	8,179,000	8,179,000
7) Cagayan Integrated Agricultural Development Project (Counterpart Fund, OECF Loan No. 1809)	13,680,000	13,680,000
8) Philippine Medium-Scale Irrigation Project (Counterpart Fund, IBRD Loan No. 1809)	14,459,000	14,459,000

9) Palawan Integrated Area Development Project (Counterpart Fund, ADB Loan No. 528/529)	2,300,000	2,300,000
10) Bohol Irrigation Project (Counterpart Fund, OECF Loan No. PH P-35)	4,944,000	4,944,000
11) Agusan II Irrigation Project (Counterpart Fund, ADB Loan No. 362)	13,009,000	13,009,000
12) Bukidnon Irrigation Project (Counterpart Fund, ADB Loan No. 406)	50,352,000	50,352,000
13) Tago River Irrigation Project (Counterpart Fund, ADB Loan No. 305)	40,270,000	40,270,000
14) Allah River Irrigation Project (Counterpart Fund, ADB Loan No. 341)	13,750,000	13,750,000
15) Laguna de Bay Development Project, Part B (Counterpart Fund, ADB Loan No. 466)	34,799,000	34,799,000
16) Davao del Norte III Irrigation Project (Counterpart Fund, ADB Loan No. 580)	5,659,000	5,659,000
17) Communal Irrigation Development Project I, Nationwide (Counterpart Fund, IBRD Loan No. 2173/IFAD 108)	35,360,000	35,360,000
18) First Irrigation Sector Project, Mal-Allah II & Satellite (Counterpart Fund, ADB Loan No. 667)	23,209,000	23,209,000
Total for the National Irrigation Administration	400,000,000	400,000,000

5. National Post Harvest Institute for Research and Extension

a. Subsidy for Operating and Maintenance Requirements, pursuant to LOI No.

1142

3,526,000

3,526,000

6.	Philippine Coconut Authority		
	a. Subsidy for the Implementation of the Coconut Component of the Samar Integrated Rural Development Project (Counterpart Fund, ADAB Grant)	1,491,000	1,491,000
7.	Philippine Crop Insurance Corporation		
	a. National Government Insurance Premium Subsidy for the Implementation of the Crop Insurance Scheme, pursuant to P.D. No. 1467	40,000,000	40,000,000
8.	Philippine Dairy Corporation		
	a. Equity Investments to support Operating Requirements	4,231,000	4,231,000
	b. Equity Investments for the Implementation of the following Projects:		
	1) Pilot Upgrading and Milk Production Project	3,000,000	3,000,000
	2) Contract Breeding Program	1,500,000	1,500,000
	3) Smallholder Livestock Development Project (Counterpart Fund, ADB/IFAD Loan No. 548/84)	16,122,000	16,122,000
	Total for the Philippine Dairy Corporation	24,853,000	24,853,000
9.	Philippine Fisheries Development Authority		
	a. Equity Investments to support Operating Requirements, including the Construction and Development of the Navotas Fishing Port and Fish Market and Municipal Fishing Ports	28,185,000	28,185,000

b. Equity Investments for  
the Implementation of  
the following Projects:

1) Maintenance and Rehabilitation of Ice Plants and Cold Storage Facilities turned over by the Bureau of Fisheries and Aquatic Resources to the Philippine Fisheries Development Authority	7,773,000	7,773,000
2) Operation and Maintenance of the Iloilo Fishing Port Complex	4,362,000	4,362,000
3) Operation and Maintenance of the Zamboanga Fishing Port Complex	2,075,000	2,075,000
4) Construction and Development of the Northern Palawan Fisheries Development Project (Counterpart Fund, ADB Loan No. 413 PH)	11,799,000	11,799,000
5) Conduct of Feasibility Studies and Engineering Designs for Ice Plants and Cold Storage (Counterpart Fund, OECF 13th Yen Package, PH 69)	1,600,000	1,600,000
Total for the Philippine Fisheries Development Authority	55,794,000	55,794,000

10. Philippine Tobacco Administration

a. Contribution to the Tobacco Industry Promotion and Market Stabilization Fund, pursuant to P.D. No. 288	6,000,000	6,000,000
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b. Subsidy for Operating and Maintenance Requirements, chargeable against the Tobacco Fund, pursuant to P.D. No. 1976	2,000,000	2,000,000
Total for the Philippine Tobacco Administration	8,000,000	8,000,000
11. Philippine Virginia Tobacco Administration		
a. Subsidy for Operating and Maintenance Requirements, chargeable against the Tobacco Fund, pursuant to R.A. No. 4155 as amended by R.A. No. 5447 and P.D. No. 1142	18,311,000	18,311,000
B. Natural Resources		
1. Natural Resources Development Corporation		
a. Equity Investments for the Implementation of the Stumpage Sale System Project and the Specialized Mass-Based Project	4,700,000	4,700,000
C. Trade and Industry		
1. Export Processing Zone Authority		
a. Equity Investments for the Bataan Export Processing Zone II Project (Counterpart Fund, OECF Loan No. PH - P67)	6,485,000	6,485,000
b. Equity Investments for the Major Repairs/Maintenance/Improvement of the following Locally Funded Projects:		
1) Bataan Export Processing Zone	8,500,000	8,500,000
2) Mactan Export Processing Zone	1,200,000	1,200,000
3) Baguio Export Processing Zone	2,000,000	2,000,000

4) Cavite Export Processing Zone	1,815,000	1,815,000
Total for the Export Processing Zone Authority	<u>20,000,000</u>	<u>20,000,000</u>
2. Metals Industry Research and Development Center		
a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 1765	12,200,000	12,200,000
3. National Cottage Industries Development Authority		
a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 817	44,620,000	44,620,000
b. Subsidy for the implementation of the JICA-Assisted Philippine Human Resources Development Center Project-Program IV (Counterpart Fund, pursuant to Executive Order No. 785)	<u>2,000,000</u>	<u>2,000,000</u>
Total for the National Cottage Industries Development Authority	<u>46,620,000</u>	<u>46,620,000</u>
4. National Development Company		
a. Equity Investments for the following Agro-industrial and Industrial Development Projects:		
1) NDC-Guthrie Estates Inc. (NGEI)	26,053,000	26,053,000
2) ASEAN Bintulu Fertilizer Project	<u>53,947,000</u>	<u>53,947,000</u>
Total for the National Development Company	<u>80,000,000</u>	<u>80,000,000</u>

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5. Philippine Trade Exhibition Center

a. Equity Investments to support Operating Requirements, pursuant to Executive Order No. 989

3,544,000 3,544,000

6. PHIVIDEC Industrial Authority

a. Equity Investments for the Development of the PHIVIDEC Industrial Estate in Misamis Oriental, pursuant to P.D. No. 538

2,500,000 2,500,000

D. Power and Energy

1. National Electrification Administration

a. Equity Investments for the Rural Electrification Project (Counterpart Fund, ADB Loan No. 542 and IBRD Loan No. 1547)

100,000,000 100,000,000

b. Equity Investments for the Mini-Hydro Project (Counterpart Fund, United Kingdom-Philippines Loan No. 1980)

100,000,000 100,000,000

Total for the National Electrification Administration

200,000,000 200,000,000

E. Water Supply

1. Local Water Utilities Administration

a. Equity Investments for Loan Assistance to Local Water Districts, including the Acquisition of Water Meters and other Equipment (Counterpart Fund, IBRD Loan No. 1710/IDA 920)

95,300,000 95,300,000



2.	Metropolitan Waterworks and Sewerage System			
	a. Equity Investments for the Metro Manila Water Supply Project III (Counterpart Fund, IBRD Loan No. 1814 PH)		100,000,000	100,000,000
3.	Rural Waterworks Development Corporation			
	a. Subsidy for the Implementation of Level I Water Supply Project, pursuant to Executive Order No. 577	2,500,000		2,500,000
	b. Equity Investments for Loans to be Extended to Rural Waterworks and Sanitation Associations for the Construction and/or Installation of Level II Water Supply Projects, in accordance with Executive Order Nos. 577 and 869 (Counterpart Fund, IBRD 2206 PH/IDA 920 PH)		7,500,000	7,500,000
	Total for the Rural Waterworks Development Corporation	2,500,000	7,500,000	10,000,000
F.	Transportation, Communications and Others			
1.	Philippine National Railways			
	a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 741	80,000,000		80,000,000
2.	Philippine Shippers' Council			
	a. Subsidy for Operating and Maintenance Requirements, including Operating Expenses of the Freight Booking and Cargo Consolidation Center, pursuant to P.D. Nos. 833 and 917	728,000		728,000

## G. Other Economic Services

## 1. Central Bank of the Philippines

a. Trust Fund Support for the Credit Program of the Palawan Integrated Area Development Project (Counterpart Fund, ADB Loan Nos. 528/529 PHI)	8,000,000	8,000,000
b. Trust Fund Support for the Credit Program of the Aquaculture Development Project in Panay Island (Counterpart Fund, ADB Loan No. 676 PHI)	10,000,000	10,000,000
c. Trust Fund Support for the Credit Program of the Industrial Guarantee and Loan Fund (Counterpart Fund, IBRD Loan No. 2169 PH)	100,000,000	100,000,000

Total for the Central Bank of the Philippines

118,000,000	118,000,000
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## 2. Philippine Deposit Insurance Corporation

a. Equity Investments for the Permanent Insurance Fund, pursuant to P.D. No. 1985	200,000,000	200,000,000
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## 3. Southern Philippines Development Authority

a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 1703	5,000,000	5,000,000
b. Equity Investments for the Implementation of the following Projects:		
1) Integrated Marine Fishery Development Project - Region IX	2,500,000	2,500,000
2) Agusan Valley Investment Project and Panguil Bay Development Project - Region X	4,500,000	4,500,000

3) Lake Buluan Development Project - Region XII	3,000,000	3,000,000
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Total for the Southern Philippines Development Authority	5,000,000	15,000,000
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4. Technology Resource Center		
a. Subsidy for Special Studies and Training Expenses of the Livelihood Component of the Third Urban Development Project	3,395,000	3,395,000
H. Education		
1. Philippine High School for the Arts		
a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 1287	2,781,000	2,781,000
I. Health, Nutrition and Population Control		
1. Lung Center of the Philippines		
a. Subsidy for Operating and Maintenance Require- ments, pursuant to P.D. No. 1823	10,000,000	10,000,000
2. Lungsod ng Kabataan Children's Hospital		
a. Subsidy for Operating and Maintenance Require- ments, pursuant to P.D. No. 1631	12,000,000	12,000,000
3. National Kidney Foundation of the Philippines		
a. Subsidy for Operating and Maintenance Requirements, pursuant to P.D. No. 1832	13,000,000	13,000,000

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4. Philippine Heart Center  
for Asia

a. Subsidy for Operating and  
Maintenance Requirements,  
pursuant to P.D. No.  
673

15,000,000 15,000,000

J. Housing and Community  
Development

1. National Home Mortgage Finance  
Corporation

a. Subsidy to offset prior  
years' losses

474,000,000 474,000,000

b. Equity Investments for the  
Implementation of the Second-  
ary Mortgage Market System,  
pursuant to P.D. No. 1267

305,000,000 305,000,000

Total for the National Home  
Mortgage Finance Corporation

474,000,000 305,000,000 779,000,000

2. National Housing Authority

a. Subsidy for the Implemen-  
tation of Various  
Resettlement and Slum Up-  
grading Projects,  
pursuant to LOI Nos.  
555 and 557/P.D No. 2015

219,300,000 219,300,000

b. Equity Investments for  
the Implementation of  
Urban III Project (Coun-  
terpart Fund, IBRD Loan  
No. 1821 PH)

32,744,000 32,744,000

c. Equity Investments for  
the Implementation of the  
Shelter Loan Package  
Program

151,256,000 151,256,000

Total for the National  
Housing Authority

219,300,000 184,000,000 403,300,000

K. Others

a. For Subsidy and Equity Investments to other Government-owned or -controlled Corporations, subject to Section 40 of P.D. No. 1177 and Letter of Implementation No. 29

117,741,000	206,840,000	324,581,000
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Total New Appropriations,  
Budgetary Support to  
Government Corporations

₱1,085,593,000	₱3,200,000,000	₱4,285,593,000
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**Special Provisions**

1. **Use of Fund.** The amounts herein appropriated may be used to support operating expenses, equity investments or trust funds to be administered by government-owned or-controlled corporations or agencies so authorized, and shall likewise be made available to augment any deficits in the funds appropriated in this Act for specific corporations, giving priority to those engaged in agricultural productivity, improvement of social services and other priority projects or activities: PROVIDED, That payment of salaries, allowances and other benefits shall be in accordance with P.D. No. 985: PROVIDED, FURTHER, That retirement gratuities paid from this fund shall be computed in accordance with the rates, conditions and procedures prescribed under existing retirement laws, rules and regulations: PROVIDED, FURTHERMORE, That in no case shall equity investments be used for retirement gratuities: AND PROVIDED, FINALLY, That releases shall be subject to Section 40 of P.D. No. 1177 and LOImp. No. 29.

2. **Request for Fund Releases.** All requests for fund releases for subsidies or capital investments to government corporations shall emanate from their respective Boards through the Ministries to which they are attached.

3. **Administration of the Fund.** The amounts herein appropriated shall be administered by the Ministry of Budget and Management.

**GENERAL SUMMARY**  
**BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS**

	<u>Current Operating Expenditures</u>			
	<u>Personal Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
Budgetary Support to Government Corporations	P1,085,593,000	P3,200,000,000	P4,285,593,000	
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Total New Appropriations, Budgetary Support to Government Corporations	P1,085,593,000	P3,200,000,000	P4,285,593,000	
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