

XI. DEPARTMENT OF FINANCE

A. OFFICE OF THE SECRETARY

For general administration and support, support to operations, and operations as indicated hereunder ..... P 377,301,000

New Appropriations, by Program/Project  
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| Current_Operating_Expenditures  |                              |   |                            |               |
|---|------------------------------|---|----------------------------|---------------|
|   | Personal<br>____Services____ | Maintenance<br>and Other<br>Operating<br>____Expenses____ | Capital<br>____Outlays____ | ____Total____ |
| A. PROGRAMS   |                              |   |                            |               |
| I. General Administration and Support   |                              |   |                            |               |
| a. General Administration and Support Services  | P 34,255,000                 | P 59,267,000  | P 160,580,000              | P 254,102,000 |
| Sub-total, General Administration and Support   | 34,255,000                   | 59,267,000  | 160,580,000                | 254,102,000   |
| II. Support to Operations   |                              |   |                            |               |
| a. Legal Services   | 2,936,000                    | 1,519,000   |                            | 4,455,000     |
| Sub-total, Support to Operations  | 2,936,000                    | 1,519,000   |                            | 4,455,000     |
| III. Operations   |                              |   |                            |               |
| a. National Finance Services  | 17,616,000                   | 8,693,000   |                            | 26,309,000    |
| b. International Finance Services   | 7,280,000                    | 15,715,000  |                            | 22,995,000    |
| c. Corporate Affairs Services   | 6,984,000                    | 5,953,000   |                            | 12,937,000    |
| d. Operation of One-Stop Shop Inter-Agency Tax<br>Credit and Duty Draw-Back Center              | 22,613,000                   | 13,258,000  |                            | 35,871,000    |
| e. Operation of Coordination Activities with Asian<br>Development Bank                          | 362,000                      | 12,000  |                            | 374,000       |
| f. National Credit Council Secretariat  |                              | 125,000   |                            | 125,000       |
| g. Management Information Systems Office (MISO)   |                              | 838,000   |                            | 838,000       |
| h. Municipal Development Fund Office (MDFO) - Executive<br>Order No. 41 dated November 20, 1998 | 5,479,000                    | 1,445,000   |                            | 6,924,000     |
| i. Central Management Information Office - (Executive<br>Order No. 259 dated June 24, 2000)     | 9,741,000                    | 2,232,000   |                            | 11,973,000    |
| j. Privatization Council  |                              | 398,000   |                            | 398,000       |
| Sub-total, Operations   | 70,075,000                   | 48,669,000  |                            | 118,744,000   |
| TOTAL, PROGRAMS   | 107,266,000                  | 109,455,000   | 160,580,000                | 377,301,000   |
| TOTAL NEW APPROPRIATIONS  | P 107,266,000                | P 109,455,000   | P 160,580,000              | P 377,301,000 |

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Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

|   | Current_Operating_Expenditures |                          |               |               |
|---|--------------------------------|--------------------------|---------------|---------------|
|   | Personal                       | Maintenance<br>and Other | Capital       |               |
|   | Services                       | Operating                | Outlays       | Total         |
|   | _____                          | Expenses                 | _____         | _____         |
| I. General Administration and Support                             |                                |                          |               |               |
| a. General Administration and Support Services                    | P 34,255,000                   | P 59,267,000             | P 160,580,000 | P 254,102,000 |
| 1. General management and supervision                             | 34,255,000                     | 59,267,000               | 160,580,000   | 254,102,000   |
| Sub-total, General Administration and Support                     | 34,255,000                     | 59,267,000               | 160,580,000   | 254,102,000   |
| II. Support to Operations   |                                |                          |               |               |
| a. Legal Services   | 2,936,000                      | 1,519,000                |               | 4,455,000     |
| 1. Legal opinions and decisions on revenue<br>and fiscal measures | 2,936,000                      | 1,019,000                |               | 3,955,000     |
| 2. Intelligence/confidential activities                           |                                | 500,000                  |               | 500,000       |
| Sub-total, Support to Operations                                  | 2,936,000                      | 1,519,000                |               | 4,455,000     |

III. Operations

|   |               |               |                             |
|---|---------------|---------------|-----------------------------|
| a. National Finance Services  | 17,616,000    | 8,693,000     | 26,309,000                  |
| 1. Financial and fiscal planning and programming  | 6,961,000     | 4,531,000     | 11,492,000                  |
| 2. Consolidation, analysis, generation of reports, planning and programming/project formulation on revenue statistics | 1,209,000     | 90,000        | 1,299,000                   |
| 3. Interpretation and implementation of internal revenue and customs laws   | 9,446,000     | 4,072,000     | 13,518,000                  |
| b. International Finance Services   | 7,280,000     | 15,715,000    | 22,995,000                  |
| 1. Preparation of inputs of financial and economic policies of international development                              | 4,622,000     | 13,450,000    | 18,072,000                  |
| 2. International finance operations   | 2,658,000     | 2,265,000     | 4,923,000                   |
| c. Corporate Affairs Services   | 6,984,000     | 5,953,000     | 12,937,000                  |
| 1. Monitoring, performance evaluation and coordination of the government corporate sector                             | 6,984,000     | 5,953,000     | 12,937,000                  |
| d. Operation of One-Stop Shop Inter-Agency Tax Credit and Duty Draw-Back Center                                       | 22,613,000    | 13,258,000    | 35,871,000                  |
| e. Operation of Coordination Activities with Asian Development Bank   | 362,000       | 12,000        | 374,000                     |
| f. National Credit Council Secretariat  |               | 125,000       | 125,000                     |
| g. Management Information Systems Office (MISO)   |               | 838,000       | 838,000                     |
| h. Municipal Development Fund Office (MDFO) - Executive Order No. 41 dated November 20, 1998                          | 5,479,000     | 1,445,000     | 6,924,000                   |
| i. Central Management Information Office - (Executive Order No. 259 dated June 24, 2000)                              | 9,741,000     | 2,232,000     | 11,973,000                  |
| j. Privatization Council  |               | 398,000       | 398,000                     |
| Sub-total, Operations   | 70,075,000    | 48,669,000    | 118,744,000                 |
| TOTAL, PROGRAMS AND ACTIVITIES  | P 107,266,000 | P 109,455,000 | P 160,580,000 P 377,301,000 |
|   | =====         | =====         | =====                       |

B. BUREAU OF CUSTOMS

For general administration and support, support to operations, and operations, including locally-funded project, as indicated hereunder ..... P 1,487,060,000

New Appropriations, by Program/Project  
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| Current_Operating_Expenditures                     |                      |   |                    |               |
|--|----------------------|---|--------------------|---------------|
|  | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total         |
| A. PROGRAMS  |                      |   |                    |               |
| I. General Administration and Support              |                      |   |                    |               |
| a. General Administration and Support Services     | P 133,249,000        | P 244,103,000                                     | P 7,589,000        | P 384,941,000 |
| Sub-total, General Administration and Support      | 133,249,000          | 244,103,000                                       | 7,589,000          | 384,941,000   |
| II. Support to Operations                          |                      |   |                    |               |
| a. Legal Services                                  | 114,234,000          | 46,885,000  | 4,736,000          | 165,855,000   |
| b. Intelligence/Confidential Activities            |                      | 9,000,000   |                    | 9,000,000     |
| c. Information Systems Development and Maintenance | 15,266,000           | 93,802,000  | 6,400,000          | 115,468,000   |
| Sub-total, Support to Operations                   | 129,500,000          | 149,687,000                                       | 11,136,000         | 290,323,000   |
| III. Operations                                    |                      |   |                    |               |
| a. Assessment and Collection Services              | 329,427,000          | 54,683,000  | 6,223,000          | 390,333,000   |
| b. Customs Police Administration                   | 230,932,000          | 10,507,000  |                    | 241,439,000   |
| c. Warehousing Services                            | 120,604,000          | 2,842,000   |                    | 123,446,000   |
| Sub-total, Operations                              | 680,963,000          | 68,032,000  | 6,223,000          | 755,218,000   |
| Total, Programs                                    | 943,712,000          | 461,822,000                                       | 24,948,000         | 1,430,482,000 |
| B. PROJECT(s)                                      |                      |   |                    |               |
| I. Locally-Funded Project(s)                       |                      |   |                    |               |

|  |   |             |   |               |   |            |
|--|---|-------------|---|---------------|---|------------|
| a. Non-intrusive Container Inspection System (NCIS)<br>Warehouse-Construction of Warehouse |   |             | P | 56,578,000    |   | 56,578,000 |
|  |   |             |   | -----         |   | -----      |
| Sub-total, Locally-Funded Project(s)   |   |             |   | 56,578,000    |   | 56,578,000 |
|  |   |             |   | -----         |   | -----      |
| Total, Projects  |   |             |   | 56,578,000    |   | 56,578,000 |
|  |   |             |   | -----         |   | -----      |
| TOTAL NEW APPROPRIATIONS   | P | 943,712,000 | P | 461,822,000   | P | 81,526,000 |
|  |   | =====       |   | =====         |   | =====      |
|  |   |             | P | 1,487,060,000 |   |            |
|  |   |             |   | =====         |   | =====      |

Special Provision(s)

1. Disposition of Forfeited Motor Transport Equipment and Other Articles. Motor transport equipment and other articles forfeited or abandoned in favor of the government shall be sold at public auction by the DOF upon the recommendation of the Commissioner of Customs, and the proceeds thereof shall be deposited with the National Treasury as income of the General Fund: PROVIDED, That such equipment may be turned over to any government agency for its use upon the request of the agency concerned and approval of the President of the Philippines: PROVIDED, FURTHER, That the recipient government agency shall pay for the value of such equipment or articles out of its programmed equipment outlay, and the amount received shall be recorded by the Bureau of Customs (BOC) as income accruing to the General Fund, subject to pertinent accounting and auditing rules and regulations.

2. Informer's Reward. Pursuant to Section 3513 of the Tariff and Customs Code of the Philippines, a reward equivalent to twenty percent (20%) of the fair market value of the smuggled and confiscated goods shall be recorded as trust receipts by the BOC and deposited with the National Treasury. Such amount may be released and used for the payment of informer's reward to persons instrumental in the discovery and seizure of such goods.

Implementation of this provision shall be subject to guidelines to be issued by BOC, BTr and DBM.

3. Rewards and Incentives Fund. The Rewards and Incentives Fund created under Section 4 of R.A. No. 9335 shall be used for the payment of rewards and incentives to officials and employees of BOC in such amounts as may be determined by the Revenue Performance Evaluation Board, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That all non-cash transactions such as, but not limited to, tax expenditure subsidies like import duties, among others, as well as conversion of tax subsidies into cash payment shall not be included in the computation of excess collections over the revenue target for the year.

4. Super Green Lane Trust Fund. In addition to the amounts appropriated herein, service fees collected by the BOC from every shipment of qualified importers using the Super Green Lane Facility shall be utilized for the enhancement of the Facility's efficiency and effectiveness, subject to the guidelines to be issued by the Permanent Committee.

5. Non-Intrusive Container Inspection System Project Trust Fund. In addition to the amounts appropriated herein, Two Hundred Twenty Nine Million Four Hundred Forty Nine Thousand Six Hundred Ninety Six Pesos (P229,449,696) shall be sourced from the Container Security Fee constituted as the Non-intrusive Container Inspection System Project (NCISP) Trust Fund which shall be used for the sustainability of the NCISP, subject to the guidelines to be issued by the Permanent Committee.

6. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

Current\_Operating\_Expenditures

|  | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total         |
|--|----------------------|---|--------------------|---------------|
| I. General Administration and Support          |                      |   |                    |               |
| a. General Administration and Support Services | P 133,249,000        | P 244,103,000                                     | P 7,589,000        | P 384,941,000 |
| 1. Central Office                              | 58,282,000           | 189,135,000                                       | 3,978,000          | 251,395,000   |
| a. General administrative services             | 58,282,000           | 189,135,000                                       | 3,978,000          | 251,395,000   |
| 2. Collection Districts                        | 74,967,000           | 54,968,000  | 3,611,000          | 133,546,000   |
| a. General management and supervision          | 74,967,000           | 54,968,000  | 3,611,000          | 133,546,000   |

|   |             |             |           |             |
|---|-------------|-------------|-----------|-------------|
| 1. Collection District I                      | 4,380,000   | 2,070,000   | 160,000   | 6,610,000   |
| 2. Collection District II-A                   | 11,580,000  | 18,542,000  | 660,000   | 30,782,000  |
| 3. Collection District II-B                   | 5,268,000   | 7,741,000   | 315,000   | 13,324,000  |
| 4. Collection District III                    | 5,577,000   | 7,906,000   | 495,000   | 13,978,000  |
| 5. Collection District IV                     | 4,598,000   | 2,945,000   | 336,000   | 7,879,000   |
| 6. Collection District V                      | 3,553,000   | 581,000     | 95,000    | 4,229,000   |
| 7. Collection District VI                     | 1,752,000   | 1,082,000   | 210,000   | 3,044,000   |
| 8. Collection District VII                    | 4,420,000   | 4,293,000   | 105,000   | 8,818,000   |
| 9. Collection District VIII                   | 4,320,000   | 1,696,000   | 210,000   | 6,226,000   |
| 10. Collection District IX                    | 2,766,000   | 615,000     | 360,000   | 3,741,000   |
| 11. Collection District X                     | 4,561,000   | 1,970,000   | 125,000   | 6,656,000   |
| 12. Collection District XI                    | 4,594,000   | 920,000     | 215,000   | 5,729,000   |
| 13. Collection District XII                   | 5,774,000   | 2,393,000   | 210,000   | 8,377,000   |
| 14. Collection District XIII                  | 4,615,000   | 1,758,000   | 115,000   | 6,488,000   |
| 15. Collection District XIV                   | 7,209,000   | 456,000     |           | 7,665,000   |
| Sub-total, General Administration and Support | 133,249,000 | 244,103,000 | 7,589,000 | 384,941,000 |
| II. Support to Operations                     |             |             |           |             |
| a. Legal Services                             | 114,234,000 | 46,885,000  | 4,736,000 | 165,855,000 |

|  |             |             |            |             |
|--|-------------|-------------|------------|-------------|
| 1. Intelligence and investigation of violations of the provisions of the Tariff and Customs Code and BIR, Bangko Sentral ng Pilipinas and BOI rules and regulations pertaining to customs                  | 46,675,000  | 3,604,000   | 1,185,000  | 51,464,000  |
| 2. Assistance in the prosecution of cases involving violations of customs laws and regulations, including administrative cases, and Eighty Million Pesos (P80,000,000) for the Legal and Prosecution Group | 59,869,000  | 39,705,000  | 3,551,000  | 103,125,000 |
| 3. Legal Services  | 7,690,000   | 3,576,000   |            | 11,266,000  |
| a. Collection District I   |             | 72,000      |            | 72,000      |
| b. Collection District II-A  | 1,813,000   | 758,000     |            | 2,571,000   |
| c. Collection District II-B  | 2,353,000   | 600,000     |            | 2,953,000   |
| d. Collection District III   | 793,000     | 798,000     |            | 1,591,000   |
| e. Collection District IV  | 448,000     | 581,000     |            | 1,029,000   |
| f. Collection District V   |             | 33,000      |            | 33,000      |
| g. Collection District VI  |             | 50,000      |            | 50,000      |
| h. Collection District VII   |             | 167,000     |            | 167,000     |
| i. Collection District VIII  |             | 199,000     |            | 199,000     |
| j. Collection District IX  |             | 64,000      |            | 64,000      |
| k. Collection District X   | 242,000     | 68,000      |            | 310,000     |
| l. Collection District XI  |             | 107,000     |            | 107,000     |
| m. Collection District XII   | 242,000     | 39,000      |            | 281,000     |
| n. Collection District XIII  | 1,799,000   | 30,000      |            | 1,829,000   |
| o. Collection District XIV   |             | 10,000      |            | 10,000      |
| b. Intelligence/Confidential Activities  |             | 9,000,000   |            | 9,000,000   |
| 1. Conduct of intelligence/confidential activities   |             | 8,000,000   |            | 8,000,000   |
| 2. Monitoring and surveillance   |             | 1,000,000   |            | 1,000,000   |
| c. Information Systems Development and Maintenance   | 15,266,000  | 93,802,000  | 6,400,000  | 115,468,000 |
| 1. Electronic data management and processing, including systems development  | 15,266,000  | 93,802,000  | 6,400,000  | 115,468,000 |
| Sub-total, Support to Operations   | 129,500,000 | 149,687,000 | 11,136,000 | 290,323,000 |
| III. Operations  |             |             |            |             |
| a. Assessment and Collection Services  | 329,427,000 | 54,683,000  | 6,223,000  | 390,333,000 |
| 1. Examination and appraisal of imports for the  |             |             |            |             |

|  |             |            |           |             |
|--|-------------|------------|-----------|-------------|
| proper imposition of duties and taxes,<br>including assistance in the tax collection<br>system established under LOI No. 497   | 21,367,000  | 4,613,000  |           | 25,980,000  |
| 2. Coordination of the activities of the export<br>control units of various ports, and the<br>evaluation and classification of importation<br>and economic intelligence and research<br>activities   | 14,376,000  | 20,756,000 | 960,000   | 36,092,000  |
| 3. Assessment and collection services  | 293,684,000 | 29,314,000 | 5,263,000 | 328,261,000 |
| a. Collection District I   | 3,199,000   | 189,000    | 192,000   | 3,580,000   |
| b. Collection District II-A  | 108,771,000 | 16,432,000 | 1,700,000 | 126,903,000 |
| c. Collection District II-B  | 41,631,000  | 1,991,000  | 335,000   | 43,957,000  |
| d. Collection District III   | 77,942,000  | 2,780,000  | 710,000   | 81,432,000  |
| e. Collection District IV  | 4,386,000   | 1,128,000  | 356,000   | 5,870,000   |
| f. Collection District V   | 3,618,000   | 215,000    | 95,000    | 3,928,000   |
| g. Collection District VI  | 4,095,000   | 232,000    | 220,000   | 4,547,000   |
| h. Collection District VII   | 13,273,000  | 4,146,000  | 140,000   | 17,559,000  |
| i. Collection District VIII  | 4,711,000   | 244,000    | 210,000   | 5,165,000   |
| j. Collection District IX  | 4,957,000   | 160,000    | 545,000   | 5,662,000   |
| k. Collection District X   | 8,764,000   | 112,000    | 135,000   | 9,011,000   |
| l. Collection District XI  | 7,661,000   | 160,000    | 100,000   | 7,921,000   |
| m. Collection District XII   | 9,203,000   | 791,000    | 380,000   | 10,374,000  |
| n. Collection District XIII  | 1,473,000   | 309,000    | 145,000   | 1,927,000   |
| o. Collection District XIV   |             | 425,000    |           | 425,000     |
| b. Customs Police Administration   | 230,932,000 | 10,507,000 |           | 241,439,000 |
| 1. Maintenance of security and peace and order within<br>the customs zones and surveillance and prevention/<br>apprehension of smuggling of goods out of customs<br>premises, including One Millions Pesos (P1,000,000.00)<br>for the Anti-Narcotics Interdiction Unit | 96,726,000  | 6,961,000  |           | 103,687,000 |
| 2. Customs Police Administration   | 134,206,000 | 3,546,000  |           | 137,752,000 |
| a. Collection District I   | 3,567,000   | 55,000     |           | 3,622,000   |
| b. Collection District II-A  | 67,536,000  | 1,180,000  |           | 68,716,000  |
| c. Collection District II-B  | 12,799,000  | 252,000    |           | 13,051,000  |
| d. Collection District III   | 12,168,000  | 390,000    |           | 12,558,000  |
| e. Collection District IV  | 4,063,000   | 131,000    |           | 4,194,000   |



|                                |               |               |                            |
|--------------------------------|---------------|---------------|----------------------------|
| f. Collection District V       | 2,459,000     | 75,000        | 2,534,000                  |
| g. Collection District VI      | 3,047,000     | 134,000       | 3,181,000                  |
| h. Collection District VII     | 5,683,000     | 531,000       | 6,214,000                  |
| i. Collection District VIII    | 2,484,000     | 160,000       | 2,644,000                  |
| j. Collection District IX      | 2,852,000     | 63,000        | 2,915,000                  |
| k. Collection District X       | 9,159,000     | 43,000        | 9,202,000                  |
| l. Collection District XI      | 1,848,000     | 58,000        | 1,906,000                  |
| m. Collection District XII     | 5,998,000     | 245,000       | 6,243,000                  |
| n. Collection District XIII    | 543,000       | 103,000       | 646,000                    |
| o. Collection District XIV     |               | 126,000       | 126,000                    |
| c. Warehousing Services        | 120,604,000   | 2,842,000     | 123,446,000                |
| 1. Collection District I       | 194,000       | 53,000        | 247,000                    |
| 2. Collection District II-A    | 61,686,000    | 684,000       | 62,370,000                 |
| 3. Collection District II-B    | 4,016,000     | 248,000       | 4,264,000                  |
| 4. Collection District III     | 24,011,000    | 542,000       | 24,553,000                 |
| 5. Collection District IV      | 3,909,000     | 60,000        | 3,969,000                  |
| 6. Collection District V       | 456,000       | 21,000        | 477,000                    |
| 7. Collection District VII     | 6,702,000     | 374,000       | 7,076,000                  |
| 8. Collection District VIII    | 335,000       | 68,000        | 403,000                    |
| 9. Collection District IX      | 1,222,000     | 66,000        | 1,288,000                  |
| 10. Collection District X      | 5,914,000     | 51,000        | 5,965,000                  |
| 11. Collection District XI     | 883,000       | 91,000        | 974,000                    |
| 12. Collection District XII    | 10,996,000    | 402,000       | 11,398,000                 |
| 13. Collection District XIII   | 280,000       | 116,000       | 396,000                    |
| 14. Collection District XIV    |               | 66,000        | 66,000                     |
| Sub-total, Operations          | 680,963,000   | 68,032,000    | 755,218,000                |
| TOTAL, PROGRAMS AND ACTIVITIES | P 943,712,000 | P 461,822,000 | 24,948,000 P 1,430,482,000 |
|                                | =====         | =====         | =====                      |

#### C. BUREAU OF INTERNAL REVENUE

For general administration and support, support to operations, and operations, including locally-funded project, as indicated hereunder..... P 4,265,344,000

New Appropriations, by Program/Project  
=====

Current\_Operating\_Expenditures

|                  | Maintenance<br>and Other<br>Operating | Capital |       |
|------------------|---------------------------------------|---------|-------|
| Personal         | Expenses                              | Outlays | Total |
| ____Services____ | ____                                  | ____    | ____  |

A. PROGRAMS

|  |                 |                 |               |                 |
|--|-----------------|-----------------|---------------|-----------------|
| I. General Administration and Support                      |                 |                 |               |                 |
| a. General Administration and Support Services             | P 318,612,000   | P 340,412,000   | P 178,522,000 | P 837,546,000   |
| Sub-total, General Administration and Support              | 318,612,000     | 340,412,000     | 178,522,000   | 837,546,000     |
| II. Support to Operations                                  |                 |                 |               |                 |
| a. Planning and Policy Formulation                         | 13,813,000      | 1,385,000       |               | 15,198,000      |
| b. Program/Project Coordination, Monitoring and Evaluation | 120,556,000     | 4,969,000       |               | 125,525,000     |
| c. Public Information Services                             | 5,466,000       | 13,234,000      |               | 18,700,000      |
| d. Statistical Services                                    | 5,289,000       | 328,000         |               | 5,617,000       |
| e. Information Systems Development and Maintenance         | 110,162,000     | 20,044,000      |               | 130,206,000     |
| f. Legal Services  | 27,659,000      | 2,251,000       |               | 29,910,000      |
| g. Intelligence/Confidential Activities                    |                 | 5,000,000       |               | 5,000,000       |
| Sub-total, Support to Operations                           | 282,945,000     | 47,211,000      |               | 330,156,000     |
| III. Operations  |                 |                 |               |                 |
| a. Enforcement of Internal Revenue Laws                    | 1,793,014,000   | 463,299,000     | 26,784,000    | 2,283,097,000   |
| Sub-total, Operations                                      | 1,793,014,000   | 463,299,000     | 26,784,000    | 2,283,097,000   |
| Total, Programs  | 2,394,571,000   | 850,922,000     | 205,306,000   | 3,450,799,000   |
| B. PROJECT(s)  |                 |                 |               |                 |
| I. Locally-Funded Project(s)                               |                 |                 |               |                 |
| a. Tax Administration Computerization Project              |                 | 814,545,000     |               | 814,545,000     |
| Sub-total, Locally-Funded Project(s)                       |                 | 814,545,000     |               | 814,545,000     |
| Total, Project(s)  |                 | 814,545,000     |               | 814,545,000     |
| TOTAL NEW APPROPRIATIONS                                   | P 2,394,571,000 | P 1,665,467,000 | P 205,306,000 | P 4,265,344,000 |
|  | =====           | =====           | =====         | =====           |

Special Provision(s)

1. Tax Refunds. An amount not to exceed Seven Hundred Thirty Two Million Pesos (P732,000,000) for the refund of excess or erroneous collection of value-added tax and other internal revenue taxes, including One Hundred Twenty Five Million Seventy-Five Thousand Six Hundred Seventy-Five Pesos (P125,075,675) as Trust Account for priority projects of Baguio City, representing its forty percent (40%) share from the taxes collected from the locators doing business at the Loakan Economic Zone covering the years 1995 - 2002, shall be deemed automatically appropriated and shall be charged against the current year's collection, subject to prior verification of the Commission on Audit. For this purpose, the report on revenue collection made during the year from BIR shall be reduced by the amount of refunds and Trust Account.

Report of utilization shall be submitted to the House Committee on Appropriations and the Senate Committee on Finance, copy furnished the DBM.

2. Use of Income. Of the amounts appropriated for MOOE, Fifty Million Pesos (P50,000,000) shall be sourced from the income generated from fines and penalties imposed for violations related to the printing and issuance of receipts and invoices and other violations of the National Internal Revenue Code (NIRC): PROVIDED, That such amount shall be used to fund the requirements of the Tax Lottery System Program, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

3. Informer's Reward. Pursuant to R.A. No. 8424, ten percent (10%) of the revenues, surcharges or fees recovered and/or fines or penalties imposed for violations of the NIRC or One Million Pesos (P1,000,000) per case, whichever is lower, shall be recorded as trust receipts by the BIR and deposited with the National Treasury. Such amount may be released and used for the payment of informer's reward to persons instrumental in the discovery of such violations.

Implementation of this provision shall be subject to guidelines to be issued by BIR, BTr and DBM.

4. Rewards and Incentives Fund. The Rewards and Incentives Fund created under Section 4 of R.A. No. 9335 shall be used for the payment of rewards and incentives to officials and employees of BIR in such amounts as may be determined by the Revenue Performance Evaluation Board: PROVIDED, That all non-cash transactions such as, but not limited to, tax expenditure subsidies like documentary stamp taxes on securities issued by the national government, and tax remittance advice, among others, as well as conversion of tax subsidies into cash payment shall not be included in the computation of excess collections over the revenue target for the year, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

5. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

|    |   | Current_Operating_Expenditures                    |               |                    |               |
|----|---|---|---------------|--------------------|---------------|
|    |   | Maintenance<br>and Other<br>Operating<br>Expenses |               | Capital<br>Outlays | Total         |
|    |   | Personal<br>Services                              |               |                    |               |
| I. | General Administration and Support          |   |               |                    |               |
| a. | General Administration and Support Services | P 318,612,000                                     | P 340,412,000 | P 178,522,000      | P 837,546,000 |
| 1. | Central Office                              | 106,522,000                                       | 223,795,000   | 73,433,000         | 403,750,000   |
| a. | Management and supervision                  | 77,654,000  | 217,107,000   | 73,433,000         | 368,194,000   |
| b. | Staff HRD                                   | 28,868,000  | 6,688,000     |                    | 35,556,000    |
| 2. | Regional Offices                            | 212,090,000                                       | 116,617,000   | 105,089,000        | 433,796,000   |
| a. | General management and supervision          | 212,090,000                                       | 116,617,000   | 105,089,000        | 433,796,000   |

|   |             |             |             |             |
|---|-------------|-------------|-------------|-------------|
| 1. Revenue Region 1   | 9,117,000   | 3,274,000   |             | 12,391,000  |
| 2. Revenue Region 2 - Cordillera Administrative Region  | 6,570,000   | 2,377,000   |             | 8,947,000   |
| 3. Revenue Region 3   | 6,077,000   | 3,270,000   | 9,341,000   | 18,688,000  |
| 4. Revenue Region 4   | 10,252,000  | 2,976,000   |             | 13,228,000  |
| 5. Revenue Region 5   | 10,492,000  | 24,036,000  |             | 34,528,000  |
| 6. Revenue Region 6   | 11,828,000  | 10,824,000  |             | 22,652,000  |
| 7. Revenue Region 7   | 11,923,000  | 10,928,000  |             | 22,851,000  |
| 8. Revenue Region 8   | 11,281,000  | 3,045,000   |             | 14,326,000  |
| 9. Revenue Region 9   | 9,890,000   | 5,712,000   | 33,552,000  | 49,154,000  |
| 10. Revenue Region 10   | 12,566,000  | 2,355,000   |             | 14,921,000  |
| 11. Revenue Region 11   | 8,995,000   | 11,275,000  |             | 20,270,000  |
| 12. Revenue Region 12   | 14,991,000  | 3,319,000   | 32,582,000  | 50,892,000  |
| 13. Revenue Region 13   | 20,162,000  | 5,591,000   |             | 25,753,000  |
| 14. Revenue Region 14   | 10,288,000  | 3,979,000   |             | 14,267,000  |
| 15. Revenue Region 15   | 9,660,000   | 2,290,000   |             | 11,950,000  |
| 16. Revenue Region 16   | 13,943,000  | 9,593,000   |             | 23,536,000  |
| 17. Revenue Region 17   | 10,075,000  | 2,206,000   |             | 12,281,000  |
| 18. Revenue Region 18   | 9,717,000   | 2,880,000   | 20,891,000  | 33,488,000  |
| 19. Revenue Region 19   | 14,263,000  | 6,687,000   | 8,723,000   | 29,673,000  |
| Sub-total, General Administration and Support   | 318,612,000 | 340,412,000 | 178,522,000 | 837,546,000 |
| II. Support to Operations   |             |             |             |             |
| a. Planning and Policy Formulation  | 13,813,000  | 1,385,000   |             | 15,198,000  |
| 1. Planning, policy and project development, and management improvement   | 13,813,000  | 1,385,000   |             | 15,198,000  |
| b. Program/Project Coordination, Monitoring and Evaluation  | 120,556,000 | 4,969,000   |             | 125,525,000 |
| 1. Formulation, coordination, monitoring and evaluation of collection and assessment services, including formulation of procedures and policies on tax fraud investigations and intelligence operations | 120,556,000 | 4,969,000   |             | 125,525,000 |
| c. Public Information Services  | 5,466,000   | 13,234,000  |             | 18,700,000  |
| 1. Implementation of the tax information and education program  | 5,466,000   | 13,234,000  |             | 18,700,000  |

|   |               |             |            |               |
|---|---------------|-------------|------------|---------------|
| d. Statistical Services   | 5,289,000     | 328,000     |            | 5,617,000     |
| 1. Collation, analysis, monitoring, generation and development of internal revenue statistics   | 5,289,000     | 328,000     |            | 5,617,000     |
| e. Information Systems Development and Maintenance  | 110,162,000   | 20,044,000  |            | 130,206,000   |
| 1. Computer and Information System Services including development and maintenance of computerized Management Information System (MIS) and enhancement of various BIR Tax systems and programs | 110,162,000   | 20,044,000  |            | 130,206,000   |
| f. Legal Services   | 27,659,000    | 2,251,000   |            | 29,910,000    |
| 1. Issuance of tax rulings, decisions on appealed cases and assistance in the prosecution of civil and criminal cases   | 27,659,000    | 2,251,000   |            | 29,910,000    |
| g. Intelligence/Confidential Activities   |               | 5,000,000   |            | 5,000,000     |
| 1. Intelligence/Confidential activities   |               | 5,000,000   |            | 5,000,000     |
| Sub-total, Support to Operations  | 282,945,000   | 47,211,000  |            | 330,156,000   |
| III. Operations   |               |             |            |               |
| a. Enforcement of Internal Revenue Laws   | 1,793,014,000 | 463,299,000 | 26,784,000 | 2,283,097,000 |
| 1. Central Office Operations  | 93,670,000    | 178,714,000 | 26,784,000 | 299,168,000   |
| 2. Regional Operations  | 1,699,344,000 | 284,585,000 |            | 1,983,929,000 |
| a. Revenue Region 1   | 85,500,000    | 16,540,000  |            | 102,040,000   |
| b. Revenue Region 2 - Cordillera Administrative Region  | 66,573,000    | 6,009,000   |            | 72,582,000    |
| c. Revenue Region 3   | 56,055,000    | 8,629,000   |            | 64,684,000    |

|                                |                 |               |               |                 |
|--------------------------------|-----------------|---------------|---------------|-----------------|
| d. Revenue Region 4            | 94,865,000      | 13,040,000    |               | 107,905,000     |
| e. Revenue Region 5            | 85,814,000      | 18,213,000    |               | 104,027,000     |
| f. Revenue Region 6            | 154,375,000     | 23,514,000    |               | 177,889,000     |
| g. Revenue Region 7            | 202,465,000     | 35,557,000    |               | 238,022,000     |
| h. Revenue Region 8            | 150,573,000     | 32,502,000    |               | 183,075,000     |
| i. Revenue Region 9            | 128,517,000     | 20,235,000    |               | 148,752,000     |
| j. Revenue Region 10           | 72,000,000      | 12,747,000    |               | 84,747,000      |
| k. Revenue Region 11           | 67,122,000      | 11,924,000    |               | 79,046,000      |
| l. Revenue Region 12           | 64,644,000      | 9,405,000     |               | 74,049,000      |
| m. Revenue Region 13           | 91,594,000      | 14,700,000    |               | 106,294,000     |
| n. Revenue Region 14           | 71,935,000      | 10,826,000    |               | 82,761,000      |
| o. Revenue Region 15           | 61,160,000      | 5,171,000     |               | 66,331,000      |
| p. Revenue Region 16           | 78,256,000      | 16,181,000    |               | 94,437,000      |
| q. Revenue Region 17           | 48,308,000      | 7,234,000     |               | 55,542,000      |
| r. Revenue Region 18           | 59,847,000      | 8,881,000     |               | 68,728,000      |
| s. Revenue Region 19           | 59,741,000      | 13,277,000    |               | 73,018,000      |
| Sub-total, Operations          | 1,793,014,000   | 463,299,000   | 26,784,000    | 2,283,097,000   |
| TOTAL, PROGRAMS AND ACTIVITIES | P 2,394,571,000 | P 850,922,000 | P 205,306,000 | P 3,450,799,000 |
|                                | =====           | =====         | =====         | =====           |

#### D. BUREAU OF LOCAL GOVERNMENT FINANCE

For general administration and support, support to operations, and operations, including foreign-assisted project, as indicated hereunder..... P 136,846,000

New Appropriations, by Program/Project  
=====

| Current_Operating_Expenditures |   |                    |       |
|--------------------------------|---|--------------------|-------|
| Personal<br>Services           | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total |
| _____                          | _____   | _____              | _____ |

A. PROGRAMS

I. General Administration and Support

a. General Administration and Support Services

|   |           |   |            |   |         |   |            |
|---|-----------|---|------------|---|---------|---|------------|
| P | 8,204,000 | P | 11,799,000 | P | 959,000 | P | 20,962,000 |
|---|-----------|---|------------|---|---------|---|------------|

Sub-total, General Administration and Support

|  |           |  |            |  |         |  |            |
|--|-----------|--|------------|--|---------|--|------------|
|  | 8,204,000 |  | 11,799,000 |  | 959,000 |  | 20,962,000 |
|--|-----------|--|------------|--|---------|--|------------|

II. Support to Operations

a. Intelligence Activities

|  |           |  |           |  |  |  |           |
|--|-----------|--|-----------|--|--|--|-----------|
|  | 3,369,000 |  | 1,212,000 |  |  |  | 4,581,000 |
|--|-----------|--|-----------|--|--|--|-----------|

b. Local Government Finance Policy Formulation,  
Monitoring and Evaluation

|  |            |  |           |  |  |  |            |
|--|------------|--|-----------|--|--|--|------------|
|  | 13,036,000 |  | 2,940,000 |  |  |  | 15,976,000 |
|--|------------|--|-----------|--|--|--|------------|

Sub-total, Support to Operations

|  |            |  |           |  |  |  |            |
|--|------------|--|-----------|--|--|--|------------|
|  | 16,405,000 |  | 4,152,000 |  |  |  | 20,557,000 |
|--|------------|--|-----------|--|--|--|------------|

III. Operations

a. Local Government Finance Services

|  |            |  |            |  |           |  |            |
|--|------------|--|------------|--|-----------|--|------------|
|  | 54,709,000 |  | 23,573,000 |  | 1,845,000 |  | 80,127,000 |
|--|------------|--|------------|--|-----------|--|------------|

Sub-total, Operations

|  |            |  |            |  |           |  |            |
|--|------------|--|------------|--|-----------|--|------------|
|  | 54,709,000 |  | 23,573,000 |  | 1,845,000 |  | 80,127,000 |
|--|------------|--|------------|--|-----------|--|------------|

Total, Programs

|  |            |  |            |  |           |  |             |
|--|------------|--|------------|--|-----------|--|-------------|
|  | 79,318,000 |  | 39,524,000 |  | 2,804,000 |  | 121,646,000 |
|--|------------|--|------------|--|-----------|--|-------------|

B. PROJECT(s)

I. Foreign-Assisted Project(s)

a. Land Administration and Management Project II  
(LAMP II)

|  |            |  |           |  |            |
|--|------------|--|-----------|--|------------|
|  | 10,730,000 |  | 4,470,000 |  | 15,200,000 |
|--|------------|--|-----------|--|------------|

Loan Proceeds

|  |            |  |           |  |            |
|--|------------|--|-----------|--|------------|
|  | 10,730,000 |  | 4,470,000 |  | 15,200,000 |
|--|------------|--|-----------|--|------------|

Sub-total, Foreign-Assisted Project(s)

|  |            |  |           |  |            |
|--|------------|--|-----------|--|------------|
|  | 10,730,000 |  | 4,470,000 |  | 15,200,000 |
|--|------------|--|-----------|--|------------|

Total, Project(s)

|  |            |  |           |  |            |
|--|------------|--|-----------|--|------------|
|  | 10,730,000 |  | 4,470,000 |  | 15,200,000 |
|--|------------|--|-----------|--|------------|

TOTAL NEW APPROPRIATIONS

|       |            |       |            |       |           |       |             |
|-------|------------|-------|------------|-------|-----------|-------|-------------|
| P     | 79,318,000 | P     | 50,254,000 | P     | 7,274,000 | P     | 136,846,000 |
| ===== |            | ===== |            | ===== |           | ===== |             |

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:



## PROGRAMS AND ACTIVITIES

|      |   | Current_Operating_Expenditures |   |                    |              |
|------|---|--------------------------------|---|--------------------|--------------|
|      |   | Personal<br>Services           | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total        |
| I.   | General Administration and Support  |                                |   |                    |              |
| a.   | General Administration and Support Services   | P 8,204,000                    | P 11,799,000                                      | P 959,000          | P 20,962,000 |
| 1.   | General management and supervision  | 8,204,000                      | 11,799,000  | 959,000            | 20,962,000   |
|      | Sub-total, General Administration and Support   | 8,204,000                      | 11,799,000  | 959,000            | 20,962,000   |
| II.  | Support to Operations   |                                |   |                    |              |
| a.   | Intelligence Activities   | 3,369,000                      | 1,212,000   |                    | 4,581,000    |
| b.   | Local Government Finance Policy Formulation,<br>Monitoring and Evaluation   | 13,036,000                     | 2,940,000   |                    | 15,976,000   |
| 1.   | Promulgation of local treasury and assessment<br>operating policies, review of local tax<br>ordinances, decisions on tax protest cases and<br>assessment of local government applications<br>for loans from the Assessment Loan Revolving<br>Fund under P.D. No. 1002, including the<br>examination and evaluation of the annual<br>financial statements of local governments | 4,479,000                      | 1,051,000   |                    | 5,530,000    |
| 2.   | Management, evaluation and monitoring of<br>special projects on local government finance<br>undertaken by the Department of Finance,<br>funded from loans from foreign institutions<br>and programs on local government finance at<br>the department, regional and local levels   | 4,124,000                      | 1,025,000   |                    | 5,149,000    |
| 3.   | Formulation of local assessment operating<br>policies and adjudication of protests on real<br>property assessments, including the analysis<br>and evaluation of reports on real property<br>value   | 4,433,000                      | 864,000   |                    | 5,297,000    |
|      | Sub-total, Support to Operations  | 16,405,000                     | 4,152,000   |                    | 20,557,000   |
| III. | Operations  |                                |   |                    |              |
| a.   | Local Government Finance Services   | 54,709,000                     | 23,573,000  | 1,845,000          | 80,127,000   |
| 1.   | Region I  | 4,354,000                      | 2,411,000   | 123,000            | 6,888,000    |
| 2.   | Cordillera Administrative Region  | 3,790,000                      | 1,696,000   | 123,000            | 5,609,000    |
| 3.   | Region II   | 4,190,000                      | 1,194,000   | 123,000            | 5,507,000    |
| 4.   | Region III  | 4,050,000                      | 1,178,000   | 123,000            | 5,351,000    |
| 5.   | Region IV   | 4,328,000                      | 3,084,000   | 246,000            | 7,658,000    |

|                                |              |              |             |               |
|--------------------------------|--------------|--------------|-------------|---------------|
| 6. Region V                    | 3,967,000    | 1,386,000    | 123,000     | 5,476,000     |
| 7. Region VI                   | 4,261,000    | 1,462,000    | 123,000     | 5,846,000     |
| 8. Region VII                  | 4,603,000    | 2,232,000    | 123,000     | 6,958,000     |
| 9. Region VIII                 | 3,200,000    | 1,672,000    | 123,000     | 4,995,000     |
| 10. Region IX                  | 3,558,000    | 1,729,000    | 123,000     | 5,410,000     |
| 11. Region X                   | 4,205,000    | 1,027,000    | 123,000     | 5,355,000     |
| 12. Region XI                  | 3,774,000    | 1,672,000    | 123,000     | 5,569,000     |
| 13. Region XII                 | 3,507,000    | 1,370,000    | 123,000     | 5,000,000     |
| 14. CARAGA                     | 2,922,000    | 1,460,000    | 123,000     | 4,505,000     |
| Sub-total, Operations          | 54,709,000   | 23,573,000   | 1,845,000   | 80,127,000    |
| TOTAL, PROGRAMS AND ACTIVITIES | P 79,318,000 | P 39,524,000 | P 2,804,000 | P 121,646,000 |
|                                | =====        | =====        | =====       | =====         |

#### E. BUREAU OF THE TREASURY

For general administration and support, support to operations, and operations, as indicated hereunder ..... P 360,613,000

New Appropriations, by Program/Project  
=====

| Current_Operating_Expenditures |   |                    |       |
|--------------------------------|---|--------------------|-------|
| Personal<br>Services           | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total |
| _____                          | _____   | _____              | _____ |

A. PROGRAMS

I. General Administration and Support

|   |   |            |   |            |   |            |   |             |
|---|---|------------|---|------------|---|------------|---|-------------|
| a. General Administration                     | P | 24,126,000 | P | 15,950,000 | P |            | P | 40,076,000  |
| b. Support Services                           |   | 49,419,000 |   | 28,655,000 |   | 30,418,000 |   | 108,492,000 |
| Sub-total, General Administration and Support |   | 73,545,000 |   | 44,605,000 |   | 30,418,000 |   | 148,568,000 |

II. Support to Operations

|   |  |            |  |            |  |  |  |            |
|---|--|------------|--|------------|--|--|--|------------|
| a. Management of Cash Resources and Expenditures of the National Government |  | 15,597,000 |  | 7,395,000  |  |  |  | 22,992,000 |
| b. Management of Public Debts   |  | 14,977,000 |  | 14,807,000 |  |  |  | 29,784,000 |
| Sub-total, Support to Operations  |  | 30,574,000 |  | 22,202,000 |  |  |  | 52,776,000 |

III. Operations

|                       |  |             |  |            |  |  |  |             |
|-----------------------|--|-------------|--|------------|--|--|--|-------------|
| a. Regional Offices   |  | 30,371,000  |  | 13,729,000 |  |  |  | 44,100,000  |
| b. Provincial Offices |  | 98,564,000  |  | 16,605,000 |  |  |  | 115,169,000 |
| Sub-total, Operations |  | 128,935,000 |  | 30,334,000 |  |  |  | 159,269,000 |

|                 |  |             |  |            |  |            |  |             |
|-----------------|--|-------------|--|------------|--|------------|--|-------------|
| Total, Programs |  | 233,054,000 |  | 97,141,000 |  | 30,418,000 |  | 360,613,000 |
|-----------------|--|-------------|--|------------|--|------------|--|-------------|

|                          |   |             |   |            |   |            |   |             |
|--------------------------|---|-------------|---|------------|---|------------|---|-------------|
| TOTAL NEW APPROPRIATIONS | P | 233,054,000 | P | 97,141,000 | P | 30,418,000 | P | 360,613,000 |
|--------------------------|---|-------------|---|------------|---|------------|---|-------------|

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

Current\_Operating\_Expenditures

| Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total |
|----------------------|---|--------------------|-------|
|----------------------|---|--------------------|-------|

I. General Administration and Support

|                           |   |            |   |            |   |  |   |            |
|---------------------------|---|------------|---|------------|---|--|---|------------|
| a. General Administration | P | 24,126,000 | P | 15,950,000 | P |  | P | 40,076,000 |
| 1. Central Office         |   | 24,126,000 |   | 15,950,000 |   |  |   | 40,076,000 |

|   |            |            |            |             |
|---|------------|------------|------------|-------------|
| a. General management and supervision   | 4,835,000  | 5,306,000  |            | 10,141,000  |
| b. Provision of legal services including the conduct of legal research, investigation and hearing of administrative cases, cases involving violation of treasury laws and handling of escheat or dormant account  | 3,604,000  | 2,005,000  |            | 5,609,000   |
| c. Provision of necessary internal control and management services as well as ensuring adequate security to employees and property of the BTR   | 5,314,000  | 4,989,000  |            | 10,303,000  |
| d. Conduct of research studies including development of policies on National Government's debt, cash resources and financial assets; Preparation of the estimates of foreign and domestic borrowings and debt service of the National Government as well as the short and long term plans of the Bureau           | 10,373,000 | 3,650,000  |            | 14,023,000  |
| b. Support Services   | 49,419,000 | 28,655,000 | 30,418,000 | 108,492,000 |
| 1. Accounting of all receipts and disbursements of the National Government and the Bureau of the Treasury   | 24,955,000 | 9,056,000  | 18,696,000 | 52,707,000  |
| 2. Providing general administrative support services including building maintenance, housekeeping, supply, property and personnel management  | 14,871,000 | 12,225,000 |            | 27,096,000  |
| 3. Providing information systems and IT support services and the maintenance of the functionality of TOPNET   | 9,593,000  | 7,374,000  | 11,722,000 | 28,689,000  |
| Sub-total, General Administration and Support   | 73,545,000 | 44,605,000 | 30,418,000 | 148,568,000 |
| II. Support to Operations   |            |            |            |             |
| a. Management of Cash Resources and Expenditures of the National Government   | 15,597,000 | 7,395,000  |            | 22,992,000  |
| 1. Ensuring availability of funds to finance the National Government's budgetary requirements through investment of idle cash in high yielding deposits, management of special purpose funds as the Bond Sinking Fund, Securities Stabilization Fund and Special Guarantee Fund and depositing of all collections | 15,597,000 | 7,395,000  |            | 22,992,000  |
| b. Management of Public Debts   | 14,977,000 | 14,807,000 |            | 29,784,000  |

|  |            |            |            |
|--|------------|------------|------------|
| 1. CParticipation in the development of policies,<br>arationalization, management, programming and<br>monitoring of public borrowings; Providing<br>assistance to government entities on loan proceeds | 9,706,000  | 3,710,000  | 13,416,000 |
| 2. CHandling of securities origination and conduct<br>of weekly auctions of government securities  | 1,962,000  | 3,543,000  | 5,505,000  |
| 3. CHandling of registration of scripless<br>securities and cleaning and settlement of government<br>securities in the secondary/tertiary markets  | 3,309,000  | 7,554,000  | 10,863,000 |
| Sub-total, Support to Operations   | 30,574,000 | 22,202,000 | 52,776,000 |
| III. Operations  |            |            |            |
| a. Regional Offices  | 30,371,000 | 13,729,000 | 44,100,000 |
| 1. Implementation and provision of technical<br>assistance on policies and rules and regulations<br>governing treasury operations and provision of<br>administrative support services                  | 30,371,000 | 13,729,000 | 44,100,000 |
| a. National Capital Region   | 3,368,000  | 584,000    | 3,952,000  |
| b. Region I  | 1,103,000  | 925,000    | 2,028,000  |
| c. Region II   | 2,597,000  | 1,020,000  | 3,617,000  |
| d. Region III  | 1,928,000  | 959,000    | 2,887,000  |
| e. Region IV   | 2,657,000  | 1,838,000  | 4,495,000  |
| f. Region V  | 1,856,000  | 925,000    | 2,781,000  |
| g. Region VI   | 1,630,000  | 900,000    | 2,530,000  |
| h. Region VII  | 1,560,000  | 1,103,000  | 2,663,000  |
| i. Region VIII   | 1,389,000  | 1,185,000  | 2,574,000  |
| j. Region IX   | 3,479,000  | 706,000    | 4,185,000  |
| k. Region X  | 2,394,000  | 971,000    | 3,365,000  |
| l. Region XI   | 2,323,000  | 888,000    | 3,211,000  |
| m. Region XII  | 2,736,000  | 1,034,000  | 3,770,000  |
| n. Region XIII   | 1,351,000  | 691,000    | 2,042,000  |

|  |               |              |                            |
|--|---------------|--------------|----------------------------|
| b. Provincial Offices  | 98,564,000    | 16,605,000   | 115,169,000                |
| 1. Accounting of all collections and disbursements of the National Government, and evaluation of claims against Fidelity Bonds | 98,564,000    | 16,605,000   | 115,169,000                |
| a. National Capital Region   | 10,881,000    | 570,000      | 11,451,000                 |
| b. Region I  | 7,840,000     | 1,132,000    | 8,972,000                  |
| c. Region II   | 6,447,000     | 1,003,000    | 7,450,000                  |
| d. Region III  | 7,222,000     | 1,110,000    | 8,332,000                  |
| e. Region IV   | 15,382,000    | 2,128,000    | 17,510,000                 |
| f. Region V  | 7,245,000     | 1,191,000    | 8,436,000                  |
| g. Region VI   | 6,899,000     | 1,014,000    | 7,913,000                  |
| h. Region VII  | 5,474,000     | 1,522,000    | 6,996,000                  |
| i. Region VIII   | 5,849,000     | 1,625,000    | 7,474,000                  |
| j. Region IX   | 5,837,000     | 922,000      | 6,759,000                  |
| k. Region X  | 5,358,000     | 1,001,000    | 6,359,000                  |
| l. Region XI   | 5,231,000     | 1,364,000    | 6,595,000                  |
| m. Region XII  | 5,199,000     | 1,193,000    | 6,392,000                  |
| n. Region XIII   | 3,700,000     | 830,000      | 4,530,000                  |
| Sub-total, Operations  | 128,935,000   | 30,334,000   | 159,269,000                |
| TOTAL, PROGRAMS AND ACTIVITIES   | P 233,054,000 | P 97,141,000 | P 30,418,000 P 360,613,000 |

#### F. CENTRAL BOARD OF ASSESSMENT APPEALS

For operations, as indicated hereunder..... P 7,342,000

New Appropriations, by Program/Project  
=====

#### Current\_Operating\_Expenditures

| Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total |
|----------------------|---|--------------------|-------|
| _____                | _____   | _____              | _____ |

A. PROGRAMS

I. Operations

|   |   |           |   |           |   |         |   |           |
|---|---|-----------|---|-----------|---|---------|---|-----------|
| a. Adjudication of Appealed Cases on Real Property Assessment | P | 6,059,000 | P | 1,033,000 | P | 250,000 | P | 7,342,000 |
| Sub-total, Operations   |   | 6,059,000 |   | 1,033,000 |   | 250,000 |   | 7,342,000 |
| Total, Programs   |   | 6,059,000 |   | 1,033,000 |   | 250,000 |   | 7,342,000 |
| TOTAL NEW APPROPRIATIONS                                      | P | 6,059,000 | P | 1,033,000 | P | 250,000 | P | 7,342,000 |

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

| Current_Operating_Expenditures                                |   |           |   |             |   |         |   |           |
|---|---|-----------|---|-------------|---|---------|---|-----------|
|   |   | Personal  |   | Maintenance |   | Capital |   |           |
|   |   | Services  |   | and Other   |   | Outlays |   | Total     |
|   |   | _____     |   | Operating   |   | _____   |   | _____     |
|   |   |           |   | Expenses    |   |         |   |           |
| I. Operations   |   |           |   |             |   |         |   |           |
| a. Adjudication of Appealed Cases on Real Property Assessment | P | 6,059,000 | P | 1,033,000   | P | 250,000 | P | 7,342,000 |
| 1. Adjudication of appealed cases on real property assessment |   | 6,059,000 |   | 1,033,000   |   | 250,000 |   | 7,342,000 |
| Sub-total, Operations   |   | 6,059,000 |   | 1,033,000   |   | 250,000 |   | 7,342,000 |
| TOTAL, PROGRAMS AND ACTIVITIES                                | P | 6,059,000 | P | 1,033,000   | P | 250,000 | P | 7,342,000 |

G. COOPERATIVE DEVELOPMENT AUTHORITY

For general administration and support, support to operations, and operations, including locally-funded project, as indicated hereunder ..... P 226,407,000

New Appropriations, by Program/Project

=====

| Current_Operating_Expenditures |  |          |  |             |  |         |  |       |
|--------------------------------|--|----------|--|-------------|--|---------|--|-------|
|                                |  | Personal |  | Maintenance |  | Capital |  |       |
|                                |  | Services |  | and Other   |  | Outlays |  | Total |
|                                |  | _____    |  | Operating   |  | _____   |  | _____ |
|                                |  |          |  | Expenses    |  |         |  |       |

A. PROGRAMS

I. General Administration and Support

a. General Administration and Support Services

|   |            |   |            |   |           |   |            |
|---|------------|---|------------|---|-----------|---|------------|
| P | 15,828,000 | P | 16,792,000 | P | 8,429,000 | P | 41,049,000 |
|   | -----      |   | -----      |   | -----     |   | -----      |
|   | 15,828,000 |   | 16,792,000 |   | 8,429,000 |   | 41,049,000 |
|   | -----      |   | -----      |   | -----     |   | -----      |

Sub-total, General Administration and Support

II. Support to Operations

a. Promotions and Development of Cooperatives

|  |           |  |           |  |  |  |           |
|--|-----------|--|-----------|--|--|--|-----------|
|  | 7,327,000 |  | 2,205,000 |  |  |  | 9,532,000 |
|  | -----     |  | -----     |  |  |  | -----     |
|  | 7,327,000 |  | 2,205,000 |  |  |  | 9,532,000 |
|  | -----     |  | -----     |  |  |  | -----     |

Sub-total, Support to Operations

III. Operations

a. Regulation of Cooperatives

|  |           |  |           |  |  |  |           |
|--|-----------|--|-----------|--|--|--|-----------|
|  | 3,735,000 |  | 2,880,000 |  |  |  | 6,615,000 |
|--|-----------|--|-----------|--|--|--|-----------|

b. Cooperative Field Operations

|  |             |  |            |  |  |  |             |
|--|-------------|--|------------|--|--|--|-------------|
|  | 122,276,000 |  | 39,935,000 |  |  |  | 162,211,000 |
|--|-------------|--|------------|--|--|--|-------------|

Sub-total, Operations

|  |             |  |            |  |  |  |             |
|--|-------------|--|------------|--|--|--|-------------|
|  | 126,011,000 |  | 42,815,000 |  |  |  | 168,826,000 |
|  | -----       |  | -----      |  |  |  | -----       |

Total, Programs

|  |             |  |            |  |           |  |             |
|--|-------------|--|------------|--|-----------|--|-------------|
|  | 149,166,000 |  | 61,812,000 |  | 8,429,000 |  | 219,407,000 |
|  | -----       |  | -----      |  | -----     |  | -----       |

B. PROJECT(s)

I. Locally-Funded Project(s)

a. Acquisition of seven (7) units motor vehicles for  
CDA Regional Offices

|  |           |  |           |
|--|-----------|--|-----------|
|  | 7,000,000 |  | 7,000,000 |
|--|-----------|--|-----------|

Sub-total, Project(s)

|  |           |  |           |
|--|-----------|--|-----------|
|  | 7,000,000 |  | 7,000,000 |
|--|-----------|--|-----------|

Total, Project(s)

|  |           |  |           |
|--|-----------|--|-----------|
|  | 7,000,000 |  | 7,000,000 |
|--|-----------|--|-----------|

TOTAL NEW APPROPRIATIONS

|   |             |   |            |   |            |   |             |
|---|-------------|---|------------|---|------------|---|-------------|
| P | 149,166,000 | P | 61,812,000 | P | 15,429,000 | P | 226,407,000 |
|   | =====       |   | =====      |   | =====      |   | =====       |

Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

|   | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total        |
|---|----------------------|---|--------------------|--------------|
| I. General Administration and Support   |                      |   |                    |              |
| a. General Administration and Support Services                                  | P 15,828,000         | P 16,792,000                                      | P 8,429,000        | P 41,049,000 |
| 1. General management and supervision   | 15,828,000           | 16,792,000  | 8,429,000          | 41,049,000   |
| Sub-total, General Administration and Support                                   | 15,828,000           | 16,792,000  | 8,429,000          | 41,049,000   |
| II. Support to Operations   |                      |   |                    |              |
| a. Promotions and Development of Cooperatives                                   | 7,327,000            | 2,205,000   |                    | 9,532,000    |
| 1. Development of plans and programs of<br>cooperative research and information |                      |   |                    |              |



|   |               |              |             |
|---|---------------|--------------|-------------|
| including the conduct of training and publication of information materials  | 5,572,000     | 1,333,000    | 6,905,000   |
| 2. Development of special projects on cooperatives including the coordination with other government units, NGOs and foreign institutions                            | 1,755,000     | 872,000      | 2,627,000   |
| Sub-total, Support to Operations  | 7,327,000     | 2,205,000    | 9,532,000   |
| III. Operations   |               |              |             |
| a. Regulation of Cooperatives   | 3,735,000     | 2,880,000    | 6,615,000   |
| 1. Registration of cooperatives including the formulation of guidelines, rules and regulations and evaluation of financial statements and general information sheet | 1,706,000     | 1,202,000    | 2,908,000   |
| 2. Conduct of investigation and hearing of cases involving cooperatives and the provision of legal assistance to the unit of the Authority                          | 2,029,000     | 1,678,000    | 3,707,000   |
| b. Cooperative Field Operations   | 122,276,000   | 39,935,000   | 162,211,000 |
| Sub-total, Operations   | 126,011,000   | 42,815,000   | 168,826,000 |
| TOTAL PROGRAMS AND ACTIVITIES   | P 149,166,000 | P 61,812,000 | P 8,429,000 |
|   | =====         | =====        | =====       |

#### H. FISCAL INCENTIVES REVIEW BOARD

|   |  |  |  |                                |             |
|---|--|--|--|--------------------------------|-------------|
| For the operations of the agency, as indicated hereunder..... |  |  |  | P                              | 123,000     |
| New Appropriations, by Program/Project                        |  |  |  |                                | -----       |
| =====   |  |  |  |                                |             |
|   |  |  |  | Current_Operating_Expenditures |             |
|   |  |  |  | Personal                       | Maintenance |
|   |  |  |  | Services                       | and Other   |
|   |  |  |  |                                | Operating   |
|   |  |  |  |                                | Expenses    |
|   |  |  |  | Capital                        |             |
|   |  |  |  | Outlays                        |             |
|   |  |  |  | Total                          |             |
| A. PROGRAMS   |  |  |  |                                |             |
| I. Operations   |  |  |  |                                |             |
| a. Evaluation of Requests of Government and Private           |  |  |  |                                |             |
| Entities for the Restoration of Fiscal Incentives             |  |  |  |                                |             |
| and Continuing Review of Prevailing Fiscal                    |  |  |  |                                |             |
| Incentive Systems   |  |  |  |                                |             |
|   |  |  |  | P                              | 123,000     |
|   |  |  |  |                                | -----       |
| Sub-total, Operations   |  |  |  |                                | 123,000     |
|   |  |  |  |                                | -----       |
| Total, Programs   |  |  |  |                                | 123,000     |
|   |  |  |  |                                | -----       |
| TOTAL NEW APPROPRIATIONS                                      |  |  |  | P                              | 123,000     |
|   |  |  |  |                                | =====       |

#### Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

| Current_Operating_Expenditures  |                      |   |                    |
|---|----------------------|---|--------------------|
|   | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays |
|   |                      |   | Total              |
| I. Operations   |                      |   |                    |
| a. Evaluation of Requests of Government and Private<br>Entities for the Restoration of Fiscal Incentives<br>and Continuing Review of Prevailing Fiscal<br>Incentive Systems | P                    | 123,000   | P 123,000          |
| Sub-total, Operations   |                      | 123,000   | 123,000            |
| TOTAL, PROGRAMS AND ACTIVITIES  | P                    | 123,000   | P 123,000          |

I. INSURANCE COMMISSION

For general administration and support, and operations, as indicated hereunder..... P 48,339,000

New Appropriations, by Program/Project  
=====

| Current_Operating_Expenditures                 |                      |   |                    |
|--|----------------------|---|--------------------|
|  | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays |
|  |                      |   | Total              |
| A. PROGRAMS                                    |                      |   |                    |
| I. General Administration and Support          |                      |   |                    |
| a. General Administration and Support Services | P                    | 9,040,000   | P 9,040,000        |
| Sub-total, General Administration and Support  |                      | 9,040,000   | 9,040,000          |
| II. Operations                                 |                      |   |                    |
| a. Regulatory Services                         |                      | 17,608,000  | 17,608,000         |
| b. Supervisory Services                        |                      | 18,013,000  | 18,013,000         |
| c. Consumer and Adjudicatory Services          |                      | 3,678,000   | 3,678,000          |
| Sub-total, Operations                          |                      | 39,299,000  | 39,299,000         |
| Total, Programs                                |                      | 48,339,000  | 48,339,000         |
| TOTAL NEW APPROPRIATIONS                       | P                    | 48,339,000  | P 48,339,000       |

Special Provision(s)

1. Use of Income. In addition to the amounts appropriated herein, Seventy Three Million Six Hundred Forty Five Thousand Pesos (P73,645,000) shall be made available to the Commission to cover its requirements for Maintenance and Other Operating Expenses and Capital Outlays chargeable against the Insurance Fund or the proceeds of premium taxes under Special Account 151 in the General Fund, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

|  |   | Current_Operating_Expenditures |   |                            |
|--|---|--------------------------------|---|----------------------------|
|  |   | Personal<br>____Services____   | Maintenance<br>and Other<br>Operating<br>____Expenses____ | Capital<br>____Outlays____ |
|  |   |                                |   | ____Total____              |
| I. General Administration and Support  |   |                                |   |                            |
| a. General Administration and Support Services   | P | 9,040,000                      |   | P 9,040,000                |
| 1. General management and supervision  |   | 9,040,000                      |   | 9,040,000                  |
| Sub-total, General Administration and Support  |   | 9,040,000                      |   | 9,040,000                  |
| II. Operations   |   |                                |   |                            |
| a. Regulatory Services   |   | 17,608,000                     |   | 17,608,000                 |
| 1. Promulgation and implementation of policies, rules and regulations governing the operations of entities engaged in insurance activities and institutions with benevolent and charitable features  |   | 9,780,000                      |   | 9,780,000                  |
| 2. Licensing insurance companies, general agents, brokers, adjusters, etc., as well as processing of reinsurance treaties and investments of insurance companies, benevolent associations and charitable trusts and conducting insurance agents examinations |   | 7,828,000                      |   | 7,828,000                  |
| b. Supervisory Services  |   | 18,013,000                     |   | 18,013,000                 |
| 1. Examination of the financial conditions of entities engaged in the insurance business, mutual benefit associations and charitable trusts  |   | 8,361,000                      |   | 8,361,000                  |
| 2. Review of premium rates imposed by non-life companies and statistical reports of adjusters to determine compliance with established standards   |   | 5,213,000                      |   | 5,213,000                  |
| 3. Evaluation of financial reports of insurance companies, mutual benefit associations and charitable trusts, including the issuance of certification pertaining to the financial conditions of such companies   |   | 4,439,000                      |   | 4,439,000                  |
| c. Consumer and Adjudicatory Services  |   | 3,678,000                      |   | 3,678,000                  |
| 1. Adjudication of claims and complaints involving loss, damage or liability incurred by an insurer under any kind of policy or contract of insurance of suretyship, including the operational expenses of the branch offices                                |   |                                |   |                            |

|                                |              |              |
|--------------------------------|--------------|--------------|
| in Cebu, Davao and Dagupan     | 3,678,000    | 3,678,000    |
|                                | -----        | -----        |
| Sub-total, Operations          | 39,299,000   | 39,299,000   |
|                                | -----        | -----        |
| TOTAL, PROGRAMS AND ACTIVITIES | P 48,339,000 | P 48,339,000 |
|                                | =====        | =====        |

#### J. NATIONAL TAX RESEARCH CENTER

|  |              |
|--|--------------|
| For general administration and support, and operations, as indicated hereunder ..... | P 33,798,000 |
|  | -----        |
| New Appropriations, by Program/Project   |              |
| =====  |              |

|   | Current_Operating_Expenditures |   |                    |              |
|---|--------------------------------|---|--------------------|--------------|
|   | Personal<br>Services           | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total        |
|   | -----                          | -----   | -----              | -----        |
| A. PROGRAMS   |                                |   |                    |              |
| I. General Administration and Support                         |                                |   |                    |              |
| a. General Administration and Support Services                | P 9,374,000                    | P 4,875,000                                       | P                  | P 14,249,000 |
|   | -----                          | -----   |                    | -----        |
| Sub-total, General Administration and Support                 | 9,374,000                      | 4,875,000   |                    | 14,249,000   |
|   | -----                          | -----   |                    | -----        |
| II. Operations  |                                |   |                    |              |
| a. Tax System and Tax Policy Structure Studies and<br>Surveys | 13,195,000                     | 6,194,000   | 160,000            | 19,549,000   |
|   | -----                          | -----   | -----              | -----        |
| Sub-total, Operations   | 13,195,000                     | 6,194,000   | 160,000            | 19,549,000   |
|   | -----                          | -----   | -----              | -----        |
| Total, Programs   | 22,569,000                     | 11,069,000  | 160,000            | 33,798,000   |
|   | -----                          | -----   | -----              | -----        |
| TOTAL NEW APPROPRIATIONS                                      | P 22,569,000                   | P 11,069,000                                      | P 160,000          | P 33,798,000 |
|   | =====                          | =====   | =====              | =====        |

#### Special Provision

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

#### PROGRAMS AND ACTIVITIES

|  | Current_Operating_Expenditures |   |                    |              |
|--|--------------------------------|---|--------------------|--------------|
|  | Personal<br>Services           | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total        |
|  | -----                          | -----   | -----              | -----        |
| I. General Administration and Support          |                                |   |                    |              |
| a. General Administration and Support Services | P 9,374,000                    | P 4,875,000                                       | P                  | P 14,249,000 |
|  | -----                          | -----   |                    | -----        |
| 1. General management and supervision          | 9,374,000                      | 4,875,000   |                    | 14,249,000   |
|  | -----                          | -----   |                    | -----        |
| Sub-total, General Administration and Support  | 9,374,000                      | 4,875,000   |                    | 14,249,000   |
|  | -----                          | -----   |                    | -----        |

II. Operations

a. Tax System and Tax Policy Structure Studies and Surveys

|            |           |         |            |
|------------|-----------|---------|------------|
| 13,195,000 | 6,194,000 | 160,000 | 19,549,000 |
| -----      | -----     | -----   | -----      |

Sub-total, Operations

|            |           |         |            |
|------------|-----------|---------|------------|
| 13,195,000 | 6,194,000 | 160,000 | 19,549,000 |
| -----      | -----     | -----   | -----      |

TOTAL, PROGRAMS AND ACTIVITIES

|   |            |   |            |   |         |   |            |
|---|------------|---|------------|---|---------|---|------------|
| P | 22,569,000 | P | 11,069,000 | P | 160,000 | P | 33,798,000 |
|   | =====      |   | =====      |   | =====   |   | =====      |

# K. PRIVATIZATION AND MANAGEMENT OFFICE

For general administration and support, support to operations, and operations, as indicated hereunder ..... P 36,305,000

New Appropriations, by Program/Project  
=====

| Current_Operating_Expenditures                              |                      |   |                    |
|---|----------------------|---|--------------------|
|   | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays |
|   | Total                |   |                    |
| A. PROGRAMS   |                      |   |                    |
| I. General Administration and Support                       |                      |   |                    |
| a. General Administration and Support Services              | P 22,293,000         | P 1,284,000                                       | P 23,577,000       |
| Sub-total, General Administration and Support               | 22,293,000           | 1,284,000   | 23,577,000         |
| II. Support to Operations                                   |                      |   |                    |
| a. Support to Marketing/Custodianship Operations            |                      | 4,696,000   | 4,696,000          |
| Sub-total, Support to Operations                            |                      | 4,696,000   | 4,696,000          |
| III. Operations   |                      |   |                    |
| a. Asset Management, Marketing and Custodianship Activities | 6,358,000            | 1,674,000   | 8,032,000          |
| Sub-total, Operations                                       | 6,358,000            | 1,674,000   | 8,032,000          |
| Total, Programs   | 28,651,000           | 7,654,000   | 36,305,000         |
| TOTAL NEW APPROPRIATIONS                                    | P 28,651,000         | P 7,654,000                                       | P 36,305,000       |

## Special Provision(s)

1. Revolving Fund. Revenues realized by the Privatization and Management Office (PMO) from commissions, due diligence fees and sale of asset bidding rules, information memoranda and similar documents as well as a portion or percentage of proceeds from the disposition of GOCCs, assets, and idle properties, not to exceed ten percent (10%), to be approved by the Privatization Council, shall be constituted as a revolving fund, which shall be used for the payment of fees and reimbursable expenses, costs and expenses incurred by PMO in the conservation and disposition of assets held by it, including fees of hired financial advisers, and in the performance of its other responsibilities pursuant to Proclamation No. 50 and E.O. No. 323, s. 2000.

In addition, a portion not exceeding ten percent (10%) of the proceeds realized from disposition of properties of abolished government corporations and former enemy-owned entities of the Board of Liquidators (BOL) in FY 2007 and succeeding years shall form part of the revolving fund for the payment of costs and expenses incurred by the PMO in the conservation and disposition of government assets in accordance with E.O. No. 372, s. 1950.

The balance from said disposition shall be remitted to the National Treasury in the following proportion: sixty percent (60%) to the Agrarian Reform Fund and forty percent (40%) to the General Fund.

2. Operational Requirements of the Board of Liquidators. The balance of the Liquidation Fund under Section 5 of E.O. No. 372, s. 1950, as of December 31, 2006, may be utilized for the operational requirements of BOL pending completion of its merger with PMO pursuant to Section 1 of E.O. No. 471, s. 2005: PROVIDED, That the proceeds realized from disposition of properties of abolished government corporations and former enemy-owned entities by the BOL in FY 2007 and succeeding years shall be subject to the provisions of the preceding Section: PROVIDED, FURTHER, That the BOL shall submit to DBM its operating budget and quarterly reports on the disbursements made from the Fund.

3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

| Current_Operating_Expenditures                              |                      |   |                    |
|---|----------------------|---|--------------------|
|   | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays |
|   |                      |   | Total              |
| I. General Administration and Support                       |                      |   |                    |
| a. General Administration and Support Services              | P 22,293,000         | P 1,284,000                                       | P 23,577,000       |
| Sub-total, General Administration and Support               | 22,293,000           | 1,284,000   | 23,577,000         |
| II. Support to Operations                                   |                      |   |                    |
| a. Support to Marketing/Custodianship Operations            |                      | 4,696,000   | 4,696,000          |
| Sub-total, Support to Operations                            |                      | 4,696,000   | 4,696,000          |
| III. Operations   |                      |   |                    |
| a. Asset Management, Marketing and Custodianship Activities | 6,358,000            | 1,674,000   | 8,032,000          |
| Sub-total, Operations                                       | 6,358,000            | 1,674,000   | 8,032,000          |
| TOTAL, PROGRAMS AND ACTIVITIES                              | P 28,651,000         | P 7,654,000                                       | P 36,305,000       |

GENERAL SUMMARY  
DEPARTMENT OF FINANCE

| Current_Operating_Expenditures_        |                      |   |                    |
|--|----------------------|---|--------------------|
|  | Personal<br>Services | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays |
|  |                      |   | Total              |
| A. Office of the Secretary             | P 107,266,000        | P 109,455,000                                     | P 160,580,000      |
| B. Bureau of Customs                   | 943,712,000          | 461,822,000                                       | 81,526,000         |
| C. Bureau of Internal Revenue          | 2,394,571,000        | 1,665,467,000                                     | 205,306,000        |
| D. Bureau of Local Government Finance  | 79,318,000           | 50,254,000  | 7,274,000          |
| E. Bureau of the Treasury              | 233,054,000          | 97,141,000  | 30,418,000         |
| F. Central Board of Assessment Appeals | 6,059,000            | 1,033,000   | 250,000            |
| G. Cooperative Development Authority   | 149,166,000          | 61,812,000  | 15,429,000         |
| H. Fiscal Incentives Review Board      |                      | 123,000   |                    |
| I. Insurance Commission                | 48,339,000           |   |                    |
| J. National Tax Research Center        | 22,569,000           | 11,069,000  | 160,000            |
| K. Privatization and Management Office | 28,651,000           | 7,654,000   |                    |

Total New Appropriations, Department of Finance

|                 |                 |               |                 |
|-----------------|-----------------|---------------|-----------------|
| -----           | -----           | -----         | -----           |
| P 4,012,705,000 | P 2,465,830,000 | P 500,943,000 | P 6,979,478,000 |
| =====           | =====           | =====         | =====           |