

## **J. GOVERNANCE COMMISSION FOR GOVERNMENT-OWNED AND CONTROLLED CORPORATIONS**

### **STRATEGIC OBJECTIVES**

#### **MANDATE**

The Governance Commission for GOCCs (GCG) is the central advisory, monitoring, and oversight body with authority to formulate, implement and coordinate policies for the GOCC Sector.

#### **VISION**

By 2020, the GCG shall have transformed the GOCC Sector into a significant tool of the State in the attainment of inclusive economic growth and development.

#### **MISSION**

GCG is an efficient and effective central advisory, oversight, and monitoring body with authority to formulate and implement policies in the active exercise of the State's ownership rights over GOCCs, thereby ensuring their financial viability and fiscal discipline through adherence to the highest standards of corporate governance.

**KEY RESULT AREAS**

Transparent, accountable, and participatory governance

**SECTOR OUTCOME**

Effective and transparent governance practiced

**ORGANIZATIONAL OUTCOME**

1. Integrity and competence in the GOCC governing boards and management
2. Feasible system of addressing the various stakeholders' interests
3. Well informed public on the state of the GOCC sector
4. Compensation System for GOCCs that Attracts, Retains and Motivates the Best and the Brightest

**New Appropriations, by Program/Project**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
100000000 General Administration and Support	P 15,614,000	P 30,050,000	P 2,037,000	P 47,701,000
300000000 Operations	8,961,000	28,567,000	3,012,000	40,540,000
MFO 1: Corporate Standards Services	2,908,000	9,424,000	1,012,000	13,344,000
MFO 2: Corporate Governance Services	6,053,000	19,143,000	2,000,000	27,196,000
Total, Programs	24,575,000	58,617,000	5,049,000	88,241,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 24,575,000</b>	<b>P 58,617,000</b>	<b>P 5,049,000</b>	<b>P 88,241,000</b>

**New Appropriations, by Central/Regional Allocation**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>REGION</b>				
Regional Allocation	P 24,575,000	P 58,617,000	P 5,049,000	P 88,241,000
National Capital Region (NCR)	24,575,000	58,617,000	5,049,000	88,241,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 24,575,000</b>	<b>P 58,617,000</b>	<b>P 5,049,000</b>	<b>P 88,241,000</b>

**Special Provison(s)**

1. Report on GOCCs. The GCG shall submit to the House Committee on Appropriations and the Senate Committee on Finance an Annual Report indicating therein: (i) performance of the GOCCs vis-a-vis their targets; (ii) financial condition of all GOCCs; (iii) dividends remitted to the national government; and (iv) salaries, allowances, bonuses, per diems and other forms of emoluments and remunerations given to the officers and members of the Board of Directors, including the amount they received as representative of the GOCCs to their subsidiaries and other private corporations.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

#### PERFORMANCE INFORMATION

#### KEY STRATEGIES

Fully implement the Integrated Corporate Reporting System (ICRS) with GOCCs and National Government Agencies by first quarter of 2014; Streamline the coordination process with Clearing Agencies (Ombudsman, Civil Service Commission, Sandiganbayan, National Bureau of Investigation) in the preparation of shortlists of nominees for appointment to the various GOCC Governing Boards through the use of the latest Information and Communications Technology; Complete majority of the studies on the decoupling of functions of GOCCs exercising both regulatory and commercial functions and submit the corresponding recommendations to the President; Institutionalize a Multi-Sector Governance Coalition consisting of representatives from the Media, concerned Civil Society Organizations, the Academe, and other GCG stakeholders; Secure grants as additional funding for the specialized training and/or continuing education of GCG Personnel; and Include compliance with Asean Corporate Governance Scorecard as among the Good Governance Conditions for GOCCs for purposes of Performance-Based Bonuses

#### MAJOR FINAL OUTPUTS (MFO) / PERFORMANCE INDICATORS

#### Targets

##### MFO 1: CORPORATE STANDARDS SERVICES

##### GOCC Compensation and Position Classification Services

Number of policies, advisories and decisions recommended	90%
Percentage of competitiveness rating of CPCS versus Private Sector rates	40th percentile
Percentage of policies, standards, advisories and decisions made available two (2) working days prior to compliance deadline	90%

##### GOCC Leadership Management Services

Number in pool of eligible candidates for Appointive Board Seats of GOCCs	150%
Percentage of submitted nominees accepted/appointed	90%
Percentage of complete shortlist submitted to the Office of the President within thirty (30) calendar days from notice of vacancy and submission of complete documents	90%

##### MFO 2: CORPORATE GOVERNANCE SERVICES

Percentage of GOCC with approved Performance Evaluation System (PES)	90%
Percentage of GOCC with approved PES rated by customers as good or better	Satisfactory
Percentage of requests responded to within ten (10) working days	90%