B. BUREAU OF CUSTOMS

STRATEGIC OBJECTIVES

MANDATE

The Bureau of Customs (BOC) implements an effective revenue collection by preventing and suppressing smuggling and the entry of prohibited imported goods. It supervises and controls the entrance and clearance of vessels and aircrafts engaged in foreign commerce. It also enforces the Tariff and Customs Code of the Philippines and all other laws, rules and regulations related to Tariff and customs administration.

VISION

A modernized and efficient customs administration that every Filipino can trust and be proud of

MISSION

1. To assess and collect lawful revenues efficiently
2. To effectively curb illicit trade and all forms of customs fraud
3. To facilitate trade in a secured manner
4. To implement relevant technology for an efficient and effective customs management aligned with international customs best practices

KEY RESULT AREAS

Anti-Corruption/Transparent, Accountable and Participatory Governance

SECTOR OUTCOME

Fiscal Strength, Enhancement of Trade and National Security

ORGANIZATIONAL OUTCOME

1. Revenue Collection Improved
2. Secured Trade Facilitation by International Standards Achieved

PERFORMANCE INFORMATION

<table>
<thead>
<tr>
<th>ORGANIZATIONAL OUTCOMES (O0s) / PERFORMANCE INDICATORS (PIs)</th>
<th>BASELINE</th>
<th>2015 TARGETS</th>
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<tbody>
<tr>
<td>Revenue Collection Improved</td>
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<tr>
<td>Collection targets increased</td>
<td></td>
<td>10% increase in the actual cash collection over last year</td>
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<td>40% increase in the proceeds of sale from forfeited and abandoned goods over last year</td>
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Secured Trade Facilitation by International Standards Achieved

Ranking / Rating in cargo clearance process improved

- Number of documents on exports and imports decreased:
  - < / =5 export docs;
  - < / =6 import docs

- Run after the Smugglers (RATS) cases filed annually

MAJOR FINAL OUTPUTS (MFOs) / PERFORMANCE INDICATORS (PIs)

MFO 1: COLLECTION OF DUTIES AND TAXES

Collection Performance

- Amount of duties and taxes collected: P456,458 Million
- Number of entries filed containing commercial goods: 670,000
- Estimated potential customs tax effort: 3.05%
- Percentage of inspections resulting in 10% or greater increase in assessment of duties or taxes: 2%
- Percentage of customs whose goods are cleared that rate the service as good or better: 100%
- Percentage of prosecutions that result in a favourable judgment for Government: 80%
- Percentage of imported goods cleared within 10 days from filing of import declaration: 100%

Passenger Processing

- Number of inspections that result in detection of one or more irregularities: 6,000
- Percentage of passengers and crew who rate the service as good or better: 90%
- Percentage of prosecutions that result in a favourable judgment for Government: 80%
- Percentage of arriving international passengers and crew processed within 30 minutes of baggage presentation to customs: 90%

Enforcement

- Number of enforcement actions (alerts) undertaken: 240
- Percentage of actions that result in favourable judgement for Government: 85%
- Percentage of shipment selected and physically examined or x-rayed resulting to seizures: 15%
- Percentage of enforcement actions (alerts) completed within 30 days from issuance of alert orders: 100%

Exports and Warehouse Operations

- Volume of imported goods entered for warehousing and to special economic zones: 210,000 kgs
- Percentage of customers who report irregularities with respect to their stored goods: 0%
- Percentage of customers who rate the service as good or better: 85%
- Percentage of customers who rate timeliness of access to facilities as good or better: 90%
- Percentage of shipments entered for warehousing legally withdrawn for various purposes within the prescribed period: 10%

NOTE: Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

C. BUREAU OF INTERNAL REVENUE

STRATEGIC OBJECTIVES

MANDATE

The BIR is mandated by law to assess and collect all national internal revenue taxes, fees and charges, and to enforce all forfeitures, penalties and fines connected therewith, including the execution of judgments in all cases decided in its favor by the Court of Tax Appeals and the ordinary courts. (Sec. 2 of the National Internal Revenue Code of 1997)