

VI. DEPARTMENT OF BUDGET AND MANAGEMENT

A. OFFICE OF THE SECRETARY

STRATEGIC OBJECTIVES

MANDATE

The Department of Budget and Management, created under Executive Order No. 25 dated April 25, 1936, as amended, is mandated to promote the sound, efficient and effective management and utilization of government resources (i.e., technological, manpower, physical and financial) as instruments in the achievement of national socioeconomic and political development goals.

VISION

By 2016, the Department of Budget and Management envisions to be:

- A champion of performance-based budget and management policies and practices that enable the government to steer the country towards meaningful development that empowers the poor and the marginalized;
- An implementer of world-class budget and management systems that enhance transparency, accountability and public participation in governance; and
- An institution composed of highly competent and motivated public servants who observe the highest standards of professionalism and integrity.

MISSION

The Department of Budget and Management shall lead public expenditure management to ensure the equitable, prudent, transparent and accountable allocation and use of public resources to improve the quality of life of each and every Filipino.

KEY RESULT AREAS

Transparent, Accountable and Participatory Governance
Poverty Reduction and Empowerment of the Poor and Vulnerable
Rapid, Inclusive and Sustained Economic Growth

SECTOR OUTCOME

1. Fiscal Strength
2. Good Governance

ORGANIZATIONAL OUTCOME

1. People Empowerment Through the Budget Institutionalized through transparent and participatory budgeting initiatives
2. Efficiency of Government Operations Enhanced through the digitization of government financial transactions
3. Effectiveness of Resource Allocation Improved by shifting to a performance budgeting and management system
4. Fiscal Discipline Sustained by maximizing spending to levels allowed by fiscal resources

PERFORMANCE INFORMATION

KEY STRATEGIES

- Improve fiscal transparency and citizen participation in the budget process
- Improve government-wide public financial management
- Nurture a performance-and results-oriented bureaucracy
- Maximize expenditures to levels allowed by fiscal resources

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	BASELINE	2016 TARGETS
People Empowerment Through the Budget Institutionalized through transparent and participatory budgeting initiatives		
1. Philippines' Open Budget Index (OBI) improved from its 2012 level	(2012) 48	60
2. Budgetary allocation for Local Poverty Reduction Action Teams (LPRAT) -identified projects through the Grassroots Participatory Budget (GPB) Process increased	(2014) P20B	25% increase in budget allocation for GPB
3. Component of budgetary allocation released through performance download	(2015) 2.798B	80% of all LGSF projects reported are disbursed
Efficiency of Government Operations Enhanced through the digitization of government financial transactions		
1. Stakeholders satisfied in using the Budget Cycle Analytics		100% of Bureaus using the Budget Cycle Analytics to improve Budget Preparation and Management
Effectiveness of Resource Allocation Improved by shifting to a performance budgeting and management system		
1. Program budget structure adopted		Programs, activities and projects (PAPs) of agencies aligned to organizational outcomes
2. Agencies participating in the performance-based incentive system (PBIS) and complying with good governance conditions increased	(2014) 90%	100% agencies in the Executive Branch participating in the PBIS
	90%	95% of Departments and agencies complying with good governance
	80%	85% of GOCCs under DBM oversight complying with good governance conditions
Fiscal Discipline Sustained by maximizing spending to levels allowed by fiscal resources		
Expenditure level kept within the target NG fiscal deficit-to-GDP ratio	2%	Disbursements within 2% of target

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

2016 Targets

MFO 1: BUDGET POLICY ADVISORY SERVICES

Number of policy advisories submitted	7
Percentage of policy advisories rated by client as satisfactory or better	80%
Percentage of policy advisories that are provided at least 24 hours before the deadline	80%

MFO 2: BUDGET MANAGEMENT SERVICES

Budget Preparation

Number of budget documents submitted	4
Percentage of agencies whose budgets are amended by the President during budget submission	12.5%
Number of days submitted to the President prior to his submission to Congress	2

Directives

Number of directives and guidelines issued	12
Average percentage of stakeholders who rate the clarity of directives and guidelines as satisfactory or better	85%
Percentage of agencies which consider the average lead time between issuance and compliance as sufficient or better	80%

Budget Execution

Percentage of requests for budget variation or authorization acted upon	90%
Variance of actual obligations to budget program attained	10%
Percentage of request for budget variation or authorization acted upon within 15 working days upon receipt of complete documents	85%

For GOCCs Execution

Number of GOCC corporate operating budgets reviewed	72
Percentage of GOCC corporate operating budgets reviewed rated satisfactory or better	72%
Percentage of GOCC corporate operating budget reviews completed within 15 working days of receipt of complete documents	100%

For LGUs

Percentage of LGU budgets reviewed	100%
Percentage of LGUs annual budgets reviewed rated satisfactory or better	95%
Percentage of LGUs budgets submitted with complete documentation reviewed within 75 days	95%

MFO 3: ORGANIZATIONAL PRODUCTIVITY ENHANCEMENT SERVICES

Percentage of proposals for organization, staffing, compensation and position classification review completed	85%
Percentage of recommendations on agency organization, staffing, position classification, and compensation confirmed/accepted by DBM approving authority within three (3) revisions	80%
For department/agency-wide reorganization proposals: Percentage of agency reviews completed within 120 calendar days	90%
For department/agency-specific organization and staffing modifications: Percentage of agency reviews completed within 60 calendar days	90%
Directives and Policies	
Number of policy guidelines and directives issued	3
Draft policies/guidelines confirmed/accepted by DBM approving authority within four (4) revisions	80%
Percentage of policies/guidelines issued within the agreed deadline	90%

MFO 4: PERFORMANCE REVIEW AND EVALUATION SERVICES

Number of agencies' performance reviewed and evaluated	200
Percentage change in the average utilization rate of agencies	2%
Percentage of agencies reviewed and evaluated in the prescribed period	100%

B. GOVERNMENT PROCUREMENT POLICY BOARD-TECHNICAL SUPPORT OFFICE

STRATEGIC OBJECTIVES

MANDATE

The TSO provides research, technical and administrative support to the GPPB (Sec. 63.3, IRR of RA 9184), including research-based procurement policy recommendations and rule-drafting, the development and updating of generic procurement manuals and standard bidding documents/forms, the management and conduct of training on procurement systems and procedures, the evaluation of the effectiveness of the government procurement system and recommendation of improvements in systems procedures, the monitoring of compliance to the Act and the provision of assistance to procuring entities to improve their compliance; and the monitoring of the effectiveness of the Government Electronic Procurement System (G-EPS), as well as Secretariat support.

VISION

A Government procurement system that is transparent, efficient and free of corruption, using information and communications technology as a tool for implementation, creating solidarity and proper coordination amongst all Government agencies, improved transactions between the Government and its suppliers, contractors and consultants, and an atmosphere of trust and confidence between the Government and the general public.

MISSION

To be the principal body responsible for procurement policy formulation and the implementation and monitoring of effective public procurement reform, thereby promoting and achieving good governance, in general, and transparency, accountability, equity, effectiveness, efficiency and economy in Government, in particular.

KEY RESULT AREAS

Anti-Corruption/Transparent, Accountable and Participatory Governance

SECTOR OUTCOME

Good Governance

ORGANIZATIONAL OUTCOME

Efficient Government Operations

PERFORMANCE INFORMATION

KEY STRATEGIES

Inclusive engagement of procurement stakeholders alongside GPPB-TSO identified MFO, through implementation and application of RA 9184 and its IRR, having due regard to procurement performance and compliance.

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)BASELINE2016 TARGETS

Efficient Government Operations

Streamline government procurement processes

Improve Agency Procurement
Compliance Performance Indicator
rating (APCPI) of thirty (30)
agencies at the Central Office

MAJOR FINAL OUTPUTS (MFOs) / PERFORMANCE INDICATORS (PIs)2016 Targets

MFO 1: PROCUREMENT POLICY ADVISORY AND TECHNICAL SUPPORT SERVICES

Legal Research and Advisory

Number of procurement policy recommendations submitted to GPPB	15
Number of non-policy opinions issued	142
Percentage of procurement policy recommendations approved by the GPPB	80%
Percentage of non-policy opinions issued within 75 working days	80%

Procurement Compliance and Monitoring

Number of agencies evaluated under Agency Procurement Compliance and Performance Indicator (APCPI) System	21 agencies
Percentage of APCPI evaluation exercise rated satisfactory by GPPB	80%
Percentage of APCPI reports evaluated within 60 working days from submission of the agency	90%

Capacity Building

Number of trainings conducted on Republic Act No. 9184 (RA 9184) and its implementing rules and regulations (IRR)	7
Percentage of training conducted rated as satisfactory or better	90%
Percentage of targeted training conducted within schedule	80%