

D. LOCAL GOVERNMENT SUPPORT FUND

For financial subsidy to local government units, as indicated hereunder.....P31,435,232,000

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New Appropriations, by Program

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Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
TOTAL NEW APPROPRIATIONS		P31,435,232,000		P31,435,232,000
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Special Provision(s)

1. **Financial Assistance to Local Government Units.** The amount of Seven Billion Thirty Million Two Hundred Eighty Two Thousand Pesos (P7,030,282,000) appropriated herein under Financial Assistance to LGUs shall be used for financial assistance to LGUs to support the following priority programs and projects of LGUs:

- (a) Assistance to indigent patients either confined or out-patient (including professional fees) and purchase of ambulance;
- (b) Assistance to indigent individual or families in any of the following forms: (i) medical; (ii) burial; (iii) transportation; (iv) food assistance; (v) cash for work; and (vi) educational assistance;
- (c) Purchase of mini dump trucks;
- (d) Purchase of firetrucks, multicabs and police patrol cars;
- (e) Construction, concreting, rehabilitation, repair or improvement of any of the following: (i) local roads and/or bridges; (ii) public markets; (iii) slaughterhouses; (iv) multi-purpose buildings; (v) multi-purpose pavements; (vi) pathways and footbridges; (vii) drainage canals; (viii) sea wall/river wall; (ix) water system projects including level 1/stand alone water points; (x) evacuation centers; (xi) public parks; (xii) public cemeteries; and (xiii) sports facilities;
- (f) Purchases and installation of barangay electrification (streetlighting) and traffic lights; and
- (g) Insurance coverage under the Government Service Insurance System (GSIS) for LGU facilities against natural calamities.

Disbursement and utilization by the LGUs shall be subject to the pertinent provisions of R.A. No. 9184, applicable accounting, budgeting and auditing rules and regulations, and such other guidelines issued for the purpose.

The beneficiary LGU shall submit its quarterly reports on the financial and physical accomplishments with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, by posting said reports on the LGU website for a period of three (3) years. The Local Chief Executive of the implementing LGU shall send written notice to the said offices when said reports have been posted on the LGU website, which shall be considered the date of submission.

2. **Assistance to Municipalities.** The amount of Eleven Billion Seven Hundred Fourteen Million One Hundred Thirty Three Thousand Pesos (P11,714,133,000) appropriated herein under Assistance to Municipalities shall be used for support to all municipalities and allocated based on equal share, fiscal capacity, per capita share, and share for good performance.

The Assistance to Municipalities shall fund projects culled out from the Local Development Investment Programs of municipalities and shall be limited to: (i) local access roads; (ii) local bridges; (iii) potable water system projects; (iv) evacuation center and Disaster Risk Reduction-related equipment; (v) small water impounding projects; (vi) rain water catchment facilities; (vii) sanitation and health facilities; and (viii) municipal drug rehabilitation facility.

Release of funds to the municipality shall be subject to its compliance with the following: (i) the requirements of the DILG Seal of Good Financial Housekeeping; (ii) the requirements of the DILG Local Development Council functionality assessment; and (iii) assessment of Public Financial Management (PFM) systems and adoption of the corresponding PFM improvement measures.

Duly accredited Civil Society Organizations and citizens may actively participate in the implementation by way of: (i) Municipal Development Council project monitoring; (ii) observer in the procurement process; (iii) third party monitoring and evaluation; and (iv) Citizen feedback mechanism.

Implementation of this provision shall be subject to guidelines to be issued for the purpose.

The beneficiary municipality shall submit its quarterly reports on the financial and physical accomplishments of the projects with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, by posting said reports on the LGU website for a period of three (3) years. The Local Chief Executive of the implementing municipality shall send written notice to the said offices when said reports have been posted on the LGU website, which shall be considered the date of submission.

3. **Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement.** The amount of Eight Billion Two Hundred Twenty Three Million Six Hundred Forty Five Thousand Pesos (P8,223,645,000) appropriated herein for the Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement (CMGRP) shall be used to support provinces which are compliant with DILG's Seal of Good Financial Housekeeping and DBM-validated PFM Improvement Plan.

The said amount shall be allocated as follows:

- (i) equal share - 20%;
- (ii) percentage share based on land area - 10%;
- (iii) percentage share based on unpaved and poor to bad paved core roads - 40%;
- (iv) performance in similar nationally-funded projects - 20%; and
- (v) compliance with 2017 CMGP submission of requirements - 10%.

The beneficiary province shall comply with the following in the implementation of this provision:

- (a) submission to the DILG of the updated Provincial Road Network Development Plan, Local Road Management Assessment Report with Improvement Plan and such other requirements as may be provided in the guidelines issued by the DILG and DBM;
- (b) submission to the DBM of the PFM Improvement Plan and such other requirements as may be provided in the guidelines issued by DBM;
- (c) strict adherence to the provisions of R.A. No. 9184, its IRR and GPPB guidelines;
- (d) observance of the design, plan, specifications and such other standards and policies of the National Government;

- (e) submission of certification issued by the province's Local Finance Committee that the local road maintenance budget for the current year is sufficient to maintain at least seventy-five percent (75%) of fair to good roads; and
- (f) commitment to fund the cost of maintenance and repairs.

The beneficiary province shall submit its quarterly reports on the financial and physical accomplishments with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, by posting said reports on the Open Road Portal for a period of three (3) years. The Local Chief Executive of the beneficiary province shall send written notice to the said offices when said reports have been posted on the Open Road Portal, which shall be considered the date of submission.

(CONDITIONAL IMPLEMENTATION- President's Veto Message, December 19, 2017, Volume I-B, page 653, R.A. No. 10964)

4. Assistance to Cities. The amount of Two Billion Five Hundred Eighty Nine Million Eight Hundred Thousand Pesos (P2,589,800,000) appropriated herein under Assistance to Cities shall be used for support to all cities and allocated based on population and land area.

The Assistance to Cities shall be used to fund the following projects: (i) enrichment of open space creating sustainable and livable urban environment through turfing, landscaping, and green space architecture; (ii) establishment of pocket forest parks, arboretum and botanical gardens; (iii) transformation of streetscape such as installation of eco-friendly street furniture and fixtures and shading; (iv) augmentation of connectivity and accessibility such as construction of eco-friendly bike lanes and walkways; and (v) green infrastructure enhancements such as tree planting, construction of bioswales and pervious surfaces.

Implementation of this provision shall be subject to guidelines to be issued for the purpose.

The beneficiary city shall submit its quarterly reports on the financial and physical accomplishments of the projects with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, by posting said reports on the LGU website for a period of three (3) years. The Local Chief Executive of the beneficiary city shall send written notice to the said offices when said reports have been posted on the LGU website, which shall be considered the date of submission.

5. Provision for Potable Water Supply (SALINTUBIG). The amount of One Billion Three Hundred Eighty Five Million Seven Hundred Sixty Four Thousand Pesos (P1,385,764,000) appropriated herein shall be used exclusively for the SALINTUBIG Projects and shall be implemented exclusively in the LGUs identified in this Act. In no case shall it be used for other purpose.

Release of the said amount shall be made directly to the beneficiary LGUs subject to compliance with the following requirements:

- (a) DILG Seal of Good Financial Housekeeping;
- (b) Requirements of the DILG Local Development Council Functionality Assessment;
- (c) Assessment of Public Financial Management (PFM) Systems and adoption of the corresponding PFM improvement measures; and
- (d) Notarized certification prepared by the city/municipal engineer and city/municipal planning and development coordinator, and signed by the local chief executive attesting that:

1. The water source has been validated by the city/municipal engineer and has been found to be:
 - a. Feasible for supplying water to the intended beneficiaries; and
 - b. Potable for drinking or engineering mitigation measures have been included in the design to make the water potable.
2. The site of the project has no land ownership and/or road right-of-way (RRROW) problem/issues; and

(e) Project implementation schedule, including procurement timelines, prepared by the city/municipal engineer and approved by the Local Chief Executive.

Duly accredited civil society organization and citizens shall be allowed to actively participate in the implementation by way of: (i) Municipal Development Council Project Monitoring; (ii) observer in the procurement process; (iii) third party monitoring and evaluation; and (iv) citizen feedback mechanism.

The implementation of this provision shall be subject to the guidelines to be issued by the DILG.

The Local Chief Executive of the beneficiary LGU shall submit, in printed form and by way of electronic document, to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the project. The Local Chief Executive and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the LGU.

6. Monitoring and Evaluation of the Potable Water Supply (SALINTUBIG). The amount of Forty Two Million Four Hundred Ninety Three Thousand Pesos (P42,493,000) appropriated herein for monitoring and evaluation of the Potable Water Supply (SALINTUBIG) shall be released directly to the Department of the Interior and Local Government (DILG) for monitoring and evaluation of project implementation.

The DILG shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on the status of implementation of projects funded under the SALINTUBIG. The Secretary of the Interior and Local Government and the agency's web administrator or his/her equivalent shall ensure that said quarterly reports are likewise posted on the DILG website.

7. Release of Funds. The funds shall be released directly by the BTr to the beneficiary LGU through authorized government servicing banks.

The amount released to the LGUs shall be recorded as trust fund to be used for the specified purpose. Funds which remain unutilized as of December 31, 2019 shall be reverted to the National Treasury.

8. Monitoring and Evaluation of the Assistance to Municipalities. The amount of One Hundred Fifty Six Million Eight Hundred Forty Four Thousand Pesos (P156,844,000) appropriated herein for Monitoring and Evaluation of the Assistance to Municipalities shall be used to perform the following: (i) provision of technical assistance to beneficiary municipalities; and (ii) monitoring and evaluation of the project implementation.

Releases therefrom equivalent to a maximum of three percent (3%) of the amount/s for the project/s concerned shall be made directly to DILG, upon the release of funds for the project/s under Assistance to Municipalities.

The DILG shall submit its quarterly reports on the status of the implementation of projects funded under the Assistance to Municipalities with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations, and the Senate Committee on Finance, by posting said reports on the DILG website for a period of three (3) years. The Secretary of the Interior and Local Government shall send written notice to the said offices when said reports have been posted on its website, which shall be considered the date of submission.

9. Monitoring and Evaluation of the Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement. The amount of Two Hundred Ninety Two Million Two Hundred Seventy One Thousand Pesos (P292,271,000) appropriated herein for Monitoring and Evaluation of the CMGP shall be released directly to the DILG and used for the following: (i) Project Management and Monitoring; (ii) Capacity Development; and (iii) Quality Assurance and Governance Reform Consultancy.

The DILG shall submit its quarterly reports on the status of the implementation of projects funded under the CMGP with electronic signature to the DBM, through the Unified Reporting System, and to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations, and the Senate Committee on Finance, by posting said reports on the DILG website for a period of three (3) years. The Secretary of the Interior and Local Government shall send written notice to the said offices when said reports have been posted on its website, which shall be considered the date of submission.

New Appropriations, by Programs/Activities/Projects

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	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROGRAMS				
Allocation to Local Government Units				
Local Government Support Fund		31,435,232,000		31,435,232,000
Financial Assistance to Local Government Units		P 7,030,282,000		P 7,030,282,000
Assistance to Municipalities		11,714,133,000		11,714,133,000
Monitoring and Evaluation of the Assistance to Municipalities		156,844,000		156,844,000
Assistance to Cities		2,589,800,000		2,589,800,000
Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement		8,223,645,000		8,223,645,000
Monitoring and Evaluation of the Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement		292,271,000		292,271,000
Provision for Potable Water Supply (SALINTUBIG)		1,385,764,000		1,385,764,000

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Monitoring and Evaluation of the Provision for Potable Water Supply (SALINTUBIG)	42,493,000	42,493,000
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TOTAL NEW APPROPRIATIONS	P31,435,232,000	P31,435,232,000
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 New Appropriations, by Object of Expenditures		

(In Thousand Pesos)		
 Current Operating Expenditures		
 Maintenance and Other Operating Expenses		
Travelling Expenses		21,752
Training and Scholarship Expenses		109,254
Supplies and Materials Expenses		7,175
Utility Expenses		881
Communication Expenses		3,501
Professional Services		220,682
General Services		120,820
Repairs and Maintenance		311
Financial Assistance/Subsidy		30,943,624
Other Maintenance and Operating Expenses		
Printing and Publication Expenses		2,009
Rent/Lease Expenses		5,223

Total Maintenance and Other Operating Expenses		31,435,232

TOTAL NEW APPROPRIATIONS		31,435,232
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