

**D. LOCAL GOVERNMENT SUPPORT FUND**

For financial subsidy to local government units, as indicated hereunder.....P32,730,124,000  
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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>
<b>TOTAL NEW APPROPRIATIONS</b>		<b>P32,730,124,000</b>		<b>P32,730,124,000</b>
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**Special Provision(s)**

1. Assistance to Municipalities. The amount appropriated herein under Assistance to Municipalities shall be used to support the priority projects of 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, to include drainage systems along existing roads, that are compliant to DPMH standards; (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; (viii) municipal drug rehabilitation facility; [and (ix) maternal and child health projects, pursuant to R.A. No. 11148 or the "Kalusugan at Nutrisyon ng Hag-Kamay Act".]

Release of funds to the municipalities shall be subject to their compliance with the following: (i) DILG Seal of Good Financial Housekeeping; (ii) the requirements of the DILG Local Development Council functionality; (iii) assessment of Public Financial Management (PFM) systems and adoption of the corresponding PFM improvement measures; and (iv) notarized certification prepared by the Municipal Engineer and Municipal Planning and Development Coordinator (MPDC), signed by the Local Chief Executive (LCE) attesting that:

(a) the site of the project has no land ownership and Right-of-Way (ROW) problems/issues;

(b) the project is not located in the "No Build Zone" and hazard prone area as determined by the Mines and Geosciences Bureau Hazard Map; and

(c) for water supply, the water source has been validated by the Municipal Engineer and found to be feasible to supply water to the intended beneficiaries and potable for drinking or mitigating measures have been included in the design to make the water potable.

Duly accredited Civil Society Organizations are encouraged to actively participate in the implementation by way of: (i) serving as observer in the procurement process; (ii) Municipal Development Council project monitoring; and (iii) third party monitoring and evaluation. Citizens are also encouraged to provide feedback on the implementation of the projects.

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

(DIRECT VETO - President's Veto Message, April 15, 2019, Volume I-B, page 957, R.A. No. 11260)

2. Assistance to Cities. The amount appropriated herein as Assistance to Cities shall be allocated to LGUs based on equal sharing and population, and shall be used to fund the construction, rehabilitation, repair or improvement of public open spaces, [and maternal

~~and child health projects, pursuant to R.A. No. 11148 or the "Kalusugan at Nutrisyon ng Mag-Nanay Act".]~~

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

(DIRECT VETO - President's Veto Message, April 15, 2019, Volume I-B, page 957, R.A. No. 11260)

**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 (CMGP) 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 - 20%; (iv) absorptive capacity based on the performance assessment of the implementation of 2017 CMGP Projects - 30%; (v) performance on the Achievement of 2017 Governance Reform Targets - 10%; and (vi) compliance with 2018 CMGP submission of fund release requirements - 10%.

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

(a) Detailed Engineering Designs and Program of Works of CMGP Projects;

(b) 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;

(c) submission to the DBM of the PFM Improvement Plan and such other requirements as may be provided in the guidelines issued by DBM;

(d) compliance with the procurement rules under R.A. No. 9184, its IRR and GPPB guidelines;

(e) observance of the design, plan, specifications and such other standards and policies of the National Government; and

(f) certification issued by the province's Local Finance Committee that the local road maintenance budget for the current year is sufficient to maintain one hundred percent (100%) of fair to good roads supported with approved Annual Maintenance Work Program.

(CONDITIONAL IMPLEMENTATION - President's Veto Message, April 15, 2019, Volume I-B, page 961-962, R.A. No. 11260)

**4. Provision for Potable Water Supply (SALINTUBIG).** The amount of One Billion Five Hundred Forty Nine Million Six Hundred Forty One Thousand Pesos (P1,549,641,000) 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 said amount be used for other purpose.

Release of fund shall be made directly to the beneficiary LGUs subject to compliance with the following:

(a) DILG Seal of Good Financial Housekeeping;

(b) the requirements of DILG Local Development Council Functionality Assessment;

(c) assessment of 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 LCE 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 ROW problem/issues; and

(e) project implementation schedule, including procurement timelines, prepared by the city/municipal engineer and approved by the LCE.

Duly accredited Civil Society Organizations are encouraged to actively participate in the implementation by way of: (i) serving as observer in the procurement process; (ii) Municipal Development Council project monitoring; and (iii) third party monitoring and evaluation. Citizens are also encouraged to provide feedback on the implementation of the projects.

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

**5. Other Financial Assistance to Local Government Units.** The amount appropriated herein under Other 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 multicabs and/or multi-purpose vehicles;

(e) Purchase and installation of video surveillance;

~~(f) Maternal and child health projects, pursuant to R.A. No. 11148 or the "Kalusugan at Nutrisyon ng Mag-Nanay Act".]~~

(DIRECT VETO AND CONDITIONAL IMPLEMENTATION- President's Veto Message, April 15, 2019, Volume I-B, pages 957 and 961, R.A. No. 11260)

(g) 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/halls; (v) multi-purpose pavements; (vi) drainage canals; (vii) sea wall/river wall; (viii) water system projects including level 1/stand alone water points; (ix) evacuation centers; (x) public parks; (xi) fish ports; and (xii) post-harvest facilities composed of ice plant and cold storage facilities; and

(h) Purchase and installation of streetlighting.

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.

6. Reporting and Posting Requirements. The LGU shall submit quarterly reports on the utilization of the LGU shares, through the following:

- (a) Local Government Units Reporting System (LGURS) or other electronic means for reports not covered by the LGURS; and
- (b) LGU's website.

The LGU shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

New Appropriations, by Programs/Activities/Projects

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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>				
Allocation to Local Government Units				
Local Government Support Fund		P32,730,124,000		P32,730,124,000
Assistance to Municipalities		11,714,133,000		11,714,133,000
Assistance to Cities		2,489,800,000		2,489,800,000
Conditional Matching Grant to Provinces for Road and Bridge Repair, Rehabilitation and Improvement		8,223,645,000		8,223,645,000
Provision for Potable Water Supply (SALINTUBIG)		1,549,641,000		1,549,641,000
Other Financial Assistance to Local Government Units		8,752,905,000		8,752,905,000
<b>TOTAL NEW APPROPRIATIONS</b>		<b>P32,730,124,000</b>		<b>P32,730,124,000</b>
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New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

**Current Operating Expenditures**

Maintenance and Other Operating Expenses

Financial Assistance/Subsidy

32,730,124

Total Maintenance and Other Operating Expenses

32,730,124

**TOTAL NEW APPROPRIATIONS**

32,730,124

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