

XXXVI. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

A. DEPARTMENT OF AGRICULTURE

A.1. NATIONAL DAIRY AUTHORITY

For subsidy requirements in accordance with the program(s), as indicated hereunder..... P 266,492,000

New Appropriations, by Program

PROGRAMS	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
General Administration and Support	P 39,300,000		P	39,300,000
Support to Operations		50,606,000		50,606,000
Operations		176,586,000		176,586,000
DAIRY INDUSTRY DEVELOPMENT PROGRAM		176,586,000		176,586,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 266,492,000</b>		<b>P</b>	<b>266,492,000</b>

Special Provision(s)

1. Subsidy to the National Dairy Authority. The amount of One Hundred Seventy Six Million Five Hundred Eighty Six Thousand Pesos (P176,586,000) appropriated herein under the subsidy to the National Dairy Authority (NDA) shall be used for the implementation of the Dairy Industry Development Program.

The NDA shall ensure that implementation of the foregoing shall directly benefit farmers registered under the Registry System for Basic Sectors in Agriculture, with priority given to the provinces or regions where the absolute number of poor farmers and the incidence of poverty are high as identified in the latest official poverty statistics of the PSA.

2. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

3. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the NDA.

New Appropriations, by Programs/Activities/Projects

PROGRAMS	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
General Administration and Support				
General Management and Supervision	P 39,300,000		P	39,300,000
<b>Sub-total, General Administration and Support</b>	<b>39,300,000</b>			<b>39,300,000</b>

<b>Support to Operations</b>		
Industry Support Program	50,606,000	50,606,000
<b>Sub-total, Support to Operations</b>	<b>50,606,000</b>	<b>50,606,000</b>
<b>Operations</b>		
Growth and competitiveness of the dairy sector enhanced	176,586,000	176,586,000
DAIRY INDUSTRY DEVELOPMENT PROGRAM	176,586,000	176,586,000
Dairy herd build-up	106,912,000	106,912,000
Dairy enterprise development	69,674,000	69,674,000
<b>Sub-total, Operations</b>	<b>176,586,000</b>	<b>176,586,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 266,492,000</b>	<b>P 266,492,000</b>
<b>New Appropriations, by Object of Expenditures</b>		
=====		
<b>(In Thousand Pesos)</b>		
<b>Current Operating Expenditures</b>		
Maintenance and Other Operating Expenses		
Financial Assistance/Subsidy		266,492
<b>Total Maintenance and Other Operating Expenses</b>		<b>266,492</b>
<b>Total Current Operating Expenditures</b>		<b>266,492</b>
<b>TOTAL NEW APPROPRIATIONS</b>		<b>266,492</b>
		=====

**A.2. NATIONAL FOOD AUTHORITY**

For subsidy requirements in accordance with the program(s), indicated hereunder.....P 7,000,000,000

**New Appropriations, by Program**

=====

PROGRAMS	<u>Current Operating Expenditures</u>			Total
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
Operations	P 7,000,000,000			P 7,000,000,000
BUFFER STOCKING PROGRAM		7,000,000,000		7,000,000,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>7,000,000,000</b>			<b>7,000,000,000</b>
		=====		=====

**Special Provision(s)**

1. Subsidy to the National Food Authority. The amount of Seven Billion Pesos (P7,000,000,000) appropriated herein shall be used for the implementation of the Buffer Stocking Program of the NFA in times of calamities, fortuitous events; or shortfall in production. Sufficient rice buffer stock shall be sourced solely from local farmers.

In order to monitor the country's rice stocks, owners of duly licensed or accredited warehouses shall submit to the NFA, within thirty (30) days after the end of each quarter, either in printed form or by way of electronic document, quarterly reports on actual rice stocks in their respective warehouses.

2. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the NFA.

**New Appropriations, by Programs/Activities/Projects**

=====

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>PROGRAMS</b>				
Operations				
Food security for rice and corn ensured				
BUFFER STOCKING PROGRAM	P 7,000,000,000			P 7,000,000,000
Local palay procurement		7,000,000,000		7,000,000,000
Sub-total, Operations		7,000,000,000		7,000,000,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 7,000,000,000</b>			<b>P 7,000,000,000</b>

**New Appropriations, by Object of Expenditures**

=====

(In Thousand Pesos)

**Current Operating Expenditures**

Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy			
Total Maintenance and Other Operating Expenses			7,000,000
Total Current Operating Expenditures			7,000,000
<b>TOTAL NEW APPROPRIATIONS</b>			<b>7,000,000</b>

**A.3. PHILIPPINE COCONUT AUTHORITY**

For subsidy requirements in accordance with the program(s) and project(s) as indicated hereunder.....P 1,121,744,000

**New Appropriations, by Program**

=====

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	

**PROGRAMS**

General Administration and Support	P 158,221,000	P 158,221,000
Operations	963,523,000	963,523,000
<b>COCONUT INDUSTRY DEVELOPMENT PROGRAM</b>	<b>926,803,000</b>	<b>926,803,000</b>
<b>OIL PALM INDUSTRY DEVELOPMENT PROGRAM</b>	<b>36,720,000</b>	<b>36,720,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 1,121,744,000</b>	<b>P 1,121,744,000</b>

**Special Provision(s)**

1. Coconut Development Fund and Coconut Consumers Stabilization Fund. The amount of Six Million Seven Hundred Fifty Thousand Pesos (P6,750,000) shall be used for the development of the coconut industry sourced from service fees on desiccated coconut and from levies on copra reccecada, constituted into the Coconut Development Fund and Coconut Consumers Stabilization Fund in accordance with Section 14 of R.A. No. 1145 and Section 1, Article III of P.D. No. 1468, respectively.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

2. Subsidy to the Philippine Coconut Authority. The amount of Nine Hundred Twenty Six Million Eight Hundred Three Thousand Pesos (P926,803,000) appropriated herein under subsidy for the Philippine Coconut Authority (PCA) shall be used for the Coconut Industry Development Program.

In the implementation of said projects, the PCA shall give priority to major coconut producing and other provinces identified in the Focus Geographical Areas in accordance with National Budget Memorandum No. 126 dated April 4, 2016.

3. Prior Years' Subsidy Releases from the National Government. The PCA is hereby authorized to use subsidy released for programs and projects in 2017 and prior years to cover the additional funding requirements of activities or projects covered by the programs or sub-programs indicated herein. Accordingly, the PCA shall prepare a work and financial plan covering the projects or activities to be funded from prior years' subsidies subject to the endorsement of the PCA's Board of Directors, to be submitted to the DBM for approval.

4. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

5. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the PCA.

**New Appropriations, by Programs/Activities/Projects**

=====

Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
General Administration and Support				
General Management and Supervision	P 158,221,000			P 158,221,000
<b>Sub-total, General Administration and Support</b>	<b>158,221,000</b>			<b>158,221,000</b>
Operations				
Growth and Competitiveness of the Coconut and Oil Palm Industry Enhanced		963,523,000		963,523,000
<b>COCONUT INDUSTRY DEVELOPMENT PROGRAM</b>		<b>926,803,000</b>		<b>926,803,000</b>

Coconut Enterprise Development (COED) Sub-program	20,701,000	20,701,000
KAANIB-Community/Household Level Coconut Processing	20,701,000	20,701,000
Coconut Productivity Enhancement Sub-program	857,703,000	857,703,000
Farm Production and Extension Services	106,440,000	106,440,000
Project(s)		
Locally-Funded Project(s)	751,263,000	751,263,000
Coconut Planting/Replanting Project	428,400,000	428,400,000
Coconut Fertilization Project	198,430,000	198,430,000
KAANIB-Coconut Intercropping Project (CIP)	10,852,000	10,852,000
Seedfarm Development Project	4,300,000	4,300,000
Coconut Hybridization Project	109,281,000	109,281,000
Coconut Research and Development Sub-program	48,399,000	48,399,000
Conduct of Coconut Research	48,399,000	48,399,000
OIL PALM INDUSTRY DEVELOPMENT PROGRAM	36,720,000	36,720,000
Oil Palm Productivity Enhancement Sub-program	36,720,000	36,720,000
Locally-Funded Project(s)		
Smallholders Oil Palm Plantation Development Project	36,720,000	36,720,000
Sub-total, Operations	963,523,000	963,523,000
TOTAL NEW APPROPRIATIONS	P 1,121,744,000	P 1,121,744,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses

    Financial Assistance/Subsidy

1,121,744

Total Maintenance and Other Operating Expenses

1,121,744

Total Current Operating Expenditures

1,121,744

TOTAL NEW APPROPRIATIONS

1,121,744

A.4. PHILIPPINE CROP INSURANCE CORPORATION

For subsidy requirements in accordance with the program, as indicated hereunder.....P 3,500,000,000

New Appropriations, by Program

PROGRAMS	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Operations		P 3,500,000,000		P 3,500,000,000
Financial Risk protection for agricultural producers increased				
CROP INSURANCE PROGRAM		3,500,000,000		3,500,000,000
Total, Programs		3,500,000,000		3,500,000,000
TOTAL NEW APPROPRIATIONS		P 3,500,000,000		P 3,500,000,000

Special Provision(s)

1. Subsidy to the Philippine Crop Insurance Corporation. The amount of Three Billion Five Hundred Million Pesos (P3,500,000,000) appropriated herein under the subsidy to the Philippine Crop Insurance Corporation (PCIC) shall be used for the full insurance premiums of subsistence farmers and fisherfolk to cover crop, livestock, fisheries and non-crop agricultural assets. The PCIC shall ensure that the beneficiaries identified are registered under the Registry System for Basic Sectors in Agriculture and are not insured for the same types of insurance, with priority given to those in localities declared as critical geo-hazard areas or no build-zones identified by the Mines and Geo-Sciences Bureau.

Release of funds shall be subject to the submission of the list of subsistence farmers and fisherfolk duly endorsed by the DA.

2. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

3. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the PCIC.

New Appropriations, by Programs/Activities/Projects

PROGRAMS	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Operations				
Financial risk protection for agricultural producers increased		P 3,500,000,000		P 3,500,000,000
CROP INSURANCE PROGRAM		3,500,000,000		3,500,000,000
Agricultural insurance for farmers and fisherfolk under the RSBSA		3,500,000,000		3,500,000,000

Sub-total, Operations	3,500,000,000	3,500,000,000
	-----	-----
TOTAL NEW APPROPRIATIONS	P 3,500,000,000	P 3,500,000,000
	-----	-----
New Appropriations, by Object of Expenditures		
=====		
(In Thousand Pesos)		
Current Operating Expenditures		
Maintenance and Other Operating Expenses		
Financial Assistance/Subsidy		3,500,000
		-----
Total Maintenance and Other Operating Expenses		3,500,000
		-----
Total Current Operating Expenditures		3,500,000
		-----
TOTAL NEW APPROPRIATIONS		3,500,000
		-----

A.5. PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY

For the subsidy requirements in accordance with the project(s) as indicated hereunder.....P 1,625,767,000

New Appropriations, by Program  
=====

PROGRAMS	<u>Current Operating Expenditures</u>			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Operations	P 1,625,767,000			P 1,625,767,000
				-----
FISHERIES INFRASTRUCTURE DEVELOPMENT PROGRAM		1,625,767,000		1,625,767,000
				-----
TOTAL NEW APPROPRIATIONS	P 1,625,767,000			P 1,625,767,000
				-----

Special Provision(s)

1. Subsidy to the Philippine Fisheries Development Authority. The amount of One Billion Six Hundred Twenty Five Million Seven Hundred Sixty Seven Thousand Pesos (P1,625,767,000) appropriated herein as subsidy for the Philippine Fisheries Development Authority (PFDA) shall be used for the implementation of Fisheries Infrastructure Development Program.

Release of funds shall be subject to the submission of an updated work and financial plan for each project.

2. Prior Years' Subsidy Releases from the National Government. The PFDA is hereby authorized to use subsidy released for programs and projects in 2017 and prior years to cover the additional funding requirements of activities or projects covered by the programs or sub-programs indicated herein. Accordingly, the PFDA shall prepare a work and financial plan covering the projects or activities to be funded from prior years' subsidies subject to the endorsement of the PFDA's Board of Directors, to be submitted to the DBM for approval.

3. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

4. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the PFDA.

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>Operations</b>				
Fish ports and other post-harvest facilities and services enhanced	P 1,625,767,000			P 1,625,767,000
FISHERIES INFRASTRUCTURE DEVELOPMENT PROGRAM		1,625,767,000		1,625,767,000
<b>Project(s)</b>				
Locally-funded Project(s)		1,625,767,000		1,625,767,000
Construction/Rehabilitation/Improvement of Fish Ports		1,625,767,000		1,625,767,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 1,625,767,000</b>			<b>P 1,625,767,000</b>

New Appropriations, by Object of Expenditures  
 (In Thousand Pesos)

<u>Current Operating Expenditures</u>		
Maintenance and Other Operating Expenses		
Financial Assistance/Subsidy		1,625,767
Total Maintenance and Other Operating Expenses		1,625,767
Total Current Operating Expenditures		1,625,767
<b>TOTAL NEW APPROPRIATIONS</b>		<b>1,625,767</b>

A.6. PHILIPPINE RICE RESEARCH INSTITUTE

For subsidy requirements in accordance with the program(s) and project(s), as indicated hereunder.....P 650,642,000

New Appropriations, by Program

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>PROGRAMS</b>				
General Administration and Support	P 292,425,000			P 292,425,000
Operations		358,217,000		358,217,000

RESEARCH AND DEVELOPMENT PROGRAM	358,217,000	358,217,000
TOTAL NEW APPROPRIATIONS	P 650,642,000	P 650,642,000

Special Provision(s)

1. Subsidy to the Philippine Rice Research Institute. The amount of Three Hundred Fifty Eight Million Two Hundred Seventeen Thousand Pesos (P358,217,000) appropriated herein under the subsidy to Philippine Rice Research Institute (PhilRice) shall be used for its Rice Research and Development Program, consistent with the National Rice Program of the DA.

2. Prior Years' Subsidy Releases from the National Government. The PhilRice is hereby authorized to use subsidy released for programs and projects in 2017 and prior years to cover the additional funding requirements of activities or projects covered by the programs or sub-programs indicated herein. Accordingly, the PhilRice shall prepare a work and financial plan covering the projects or activities to be funded from prior years' subsidies subject to the endorsement of the PhilRice's Board of Trustees, to be submitted to the DBM for approval.

3. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

4. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the PhilRice.

New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
<b>PROGRAMS</b>				
General Administration and Support				
General Management and Supervision	P 292,425,000			P 292,425,000
Sub-total, General Administration and Support	292,425,000			292,425,000
Operations				
Adoption of high-quality seeds of developed/ released rice varieties and other technologies increased		358,217,000		358,217,000
RESEARCH AND DEVELOPMENT PROGRAM		358,217,000		358,217,000
Conduct of regional rice research for development programs for Luzon, Visayas, and Mindanao		350,217,000		350,217,000
Projects				
Foreign-Assisted Project(s)		8,000,000		8,000,000
Strengthening the Rice Biotechnology Center		8,000,000		8,000,000
GDP Counterpart		8,000,000		8,000,000
Region III - Central Luzon		8,000,000		8,000,000

Sub-total, Operations	358,217,000	358,217,000
TOTAL NEW APPROPRIATIONS	P 650,642,000	P 650,642,000
<b>New Appropriations, by Object of Expenditures</b>		
=====		
(In Thousand Pesos)		
<b>Current Operating Expenditures</b>		
Maintenance and Other Operating Expenses		
Financial Assistance/Subsidy		650,642
Total Maintenance and Other Operating Expenses		650,642
Total Current Operating Expenditures		650,642
TOTAL NEW APPROPRIATIONS		650,642
		=====

**A.7. SUGAR REGULATORY ADMINISTRATION**

For subsidy requirements in accordance with the project(s) as indicated hereunder.....P 500,000,000

**New Appropriations, by Program**

PROGRAMS	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
Operations	P 500,000,000			P 500,000,000
SUGARCANE INDUSTRY DEVELOPMENT PROGRAM		500,000,000		500,000,000
TOTAL NEW APPROPRIATIONS	P 500,000,000			P 500,000,000
				=====

**Special Provision(s)**

1. Subsidy to the Sugar Regulatory Administration. The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein under the subsidy to the Sugar Regulatory Administration (SRA) shall be used for the implementation of the Sugarcane Industry Development Program.

2. Farm-to-Mill Roads and Bridges Construction Projects. Of the amount appropriated herein, the amount of Five Hundred Million Pesos (P500,000,000) shall be used for Farm-to-Mill Roads (FMRs) and bridges construction projects which shall be released directly to the DPWH for the construction or rehabilitation of FMRs and bridges in key sugarcane producing provinces in accordance with the approved FMR Master Plan. For this purpose, the SRA shall ensure that: (i) the Master Plan shall include the scope of work, estimated length in kilometers, and specific location for each of the FMRs and bridges, as well as a list of priority FMR projects and bridges, which, for FMRs, must be connected to the national highways or arterial roads leading to sugarcane plantations, farms, and areas of influence; and (ii) the FMRs and bridges implemented are properly geo-tagged.

The approved Master Plan shall be regularly updated to prioritize: (a) sugarcane plantations of at least one hundred (100) hectares which leads to block farms, small farms, and expansion areas; (b) sugarcane farms and expansion areas of at least one hundred (100) hectares regardless of farm sizes and ownership; and (c) sugarcane area of influence of at least ten (10) hectares.

Release of funds shall be subject to submission of a MOA between SRA and DPWH which shall contain the project description coverage, outline of milestone, measures of success, bill of materials and its corresponding costs.

Upon completion of the construction or rehabilitation of the FMRs and bridges, the DPMH shall turn over the management and ownership thereof to the LGUs concerned, which shall commit to shoulder the operations, repair, and maintenance costs thereof.

3. Research and Development. All research and development projects funded by the government shall have farm-level application to make production and management systems more efficient, competitive and profitable for farmers in crops, livestock, poultry and/or fisheries.

4. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provisions, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the SRA.

New Appropriations, by Programs/Activities/Projects

=====

PROGRAM	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
Operations				
Growth and competitiveness of the sugarcane industry sustained	P	500,000,000		P 500,000,000
SUGARCANE INDUSTRY DEVELOPMENT PROGRAM		500,000,000		500,000,000
Project(s)				
Locally-Funded Project(s)		500,000,000		500,000,000
Construction of Farm-to-Mill Roads		483,200,000		483,200,000
Bridge Construction		16,800,000		16,800,000
Sub-total, Operations		500,000,000		500,000,000
TOTAL NEW APPROPRIATIONS		500,000,000		P 500,000,000

New Appropriations, by Object of Expenditures

=====

(In Thousand Pesos)

Current Operating Expenditures

Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy			500,000
Total Maintenance and Other Operating Expenses			500,000
Total Current Operating Expenditures			500,000
TOTAL NEW APPROPRIATIONS			500,000