

C. LOCAL GOVERNMENT SUPPORT FUND (FORMERLY FINANCIAL SUBSIDY TO LGUS)

For financial subsidy to local government units, as indicated hereunder.....P 35,225,219,000  
 =====

New Appropriations, by Purpose  
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|                          | Current Operating Expenditures<br>----- |   |                    |                |
|--------------------------|---|---|--------------------|----------------|
|                          | Personnel<br>Services                   | Maintenance<br>and Other<br>Operating<br>Expenses | Capital<br>Outlays | Total          |
|                          | -----                                   | -----   | -----              | -----          |
| TOTAL NEW APPROPRIATIONS |   | P 35,225,219,000                                  |                    | 35,225,219,000 |
|                          |   | =====   |                    | =====          |

Special Provision(s)

1. Assistance to Cities. The amount of Three Hundred Fifty Million Pesos (P350,000,000) appropriated herein as assistance to cities shall be equally allocated to highly urbanized cities (HUCs) located in Metro Manila, Metro Cebu, and Metro Davao identified in this Act to fund the construction, maintenance, and/or rehabilitation of the following projects: (1) green open spaces such as public parks and plazas, arboretum and botanical gardens; and (2) infrastructure for active mobility such as physically separated bicycle lanes, bike racks, and elevated or at-grade pedestrian footpaths and walkways. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 28, 2020, Volume I-B, page 847, R.A. No. 11518)

2. Conditional Matching Grant to Provinces for Road and Bridge Rehabilitation, Upgrading and Improvement. The amount of Three Hundred Fifty Million Pesos (P500,000,000) appropriated herein for the Conditional Matching Grant of Provinces (CMGP) for road and bridge rehabilitation, upgrading and improvement shall be used to support provinces identified in this Act which are compliant with DILG's seal of good financial housekeeping and DBM-validated Public Financial Management (PFM) improvement plan: PROVIDED, That the bridges shall be limited to those that form part of the road network or within the station limits of road project, consistent with the upgrading of provincial roads.

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

3. Financial Assistance to Local Government Units. The amount of Thirteen Billion Five Hundred Eighty Five Million Two Hundred Nineteen Thousand Pesos (P13,585,219,000) appropriated herein shall be used for financial assistance to LGUs, except for LGUs under the BARMM, for the following projects: (i) construction, concreting, rehabilitation, repair or improvement of any of the following: (a) local roads and/or bridges; (b) public markets; (c) slaughterhouses; (d) multi-purpose buildings/halls; (e) multi-purpose pavements; (f) drainage canals; (g) sea wall or river wall; (h) water system projects including level 1 or stand-alone water points; (i) evacuation centers; (j) public parks; (k) fish ports; and (l) post-harvest facilities composed of ice plant and cold storage facilities; (ii) purchase of ambulance, trucks, mini dump trucks, multi-purpose vehicles or multicabs; (iii) street lighting or barangay electrification; (iv) purchase of medical equipment; (v) financial assistance for health and sports program; (vi) assistance programs and projects for education, health and social protection in light of the COVID-19 pandemic; and (vii) assistance to indigent individual or families in any of the following forms: (a) medical; (b) burial; (c) transportation; (d) food assistance; (e) cash for work; and (f) educational assistance.

In the disbursement and utilization of this fund, priority shall be given to assistance programs and projects for education, health and social protection in light of the COVID-19 pandemic, such as but not limited to: (i) the production and distribution of learning modules; (ii) COVID-19 health response; and (iii) livelihood and employment assistance.

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 to be issued for the purpose. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 28, 2020, Volume I-B, page 847, R.A. No. 11518)

4. Support to the Barangay Development Program of the National Task Force to End Local Communist Armed Conflict. The amount of Sixteen Billion Four Hundred Forty Million Pesos (P16,440,000,000) appropriated herein shall be used for the implementation of various support programs to the Eight Hundred Twenty Two (822) cleared barangays from 2016 to 2019 listed in the herein attached National Task Force To End Local Communists Armed Conflict (NTF-ELCAC) summary. Each cleared barangay shall be allocated an amount not exceeding Twenty Million Pesos (P20,000,000) to be used for: (i) farm-to-market road; (ii) school building; (iii) water and sanitation system; (iv) health stations; (v) rural electrification; (vi) reconstruction, rehabilitation, repair, and other similar projects in connection with the occurrence of natural or human-induced calamities, epidemics, crises resulting from armed conflicts, insurgency, terrorism, and other catastrophes, (vii) housing, (viii) the COVID-19 vaccination, immunization and other health-related projects; (ix) agricultural, livelihood and technical vocational trainings/projects; and (x) assistance to indigent individual or families in any of the following forms of assistance: (a) medical; (b) burial; (c) transportation; (d) food; (e) cash for work; and (f) educational.

The projects shall be implemented and the corresponding allocations shall be directly released to the cleared barangays: PROVIDED, That for infrastructure projects, the projects shall be implemented and the corresponding allocations shall be directly released to the following Local Government Units: (1) the barangay for project costing One Million Pesos (P1,000,000) and below; (2) the city/municipality for project costing more than One Million Pesos (P1,000,000) but not exceeding Ten Million Pesos (P10,000,000); and (3) the province for project costing more than Ten Million Pesos (P10,000,000): PROVIDED, FURTHER, That the COVID-19 vaccination, immunization and health-related program shall be implemented and the corresponding allocations shall be directly released to the Department of Health.

The DBM shall immediately release the fund upon submission of the necessary document requirements for project implementation.

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 projects.

The NTF-ELCAC shall monitor and evaluate the progress, results and outcomes of the projects implemented by the agencies.

The implementing agencies and NTF-ELCAC shall submit to the office of the president, DBM, House of Representative and the Senate of the Philippines, either in printed form or by way of electronic document, quarterly report on the utilization of funds and physical accomplishments. (CONDITIONAL IMPLEMENTATION - President Veto Message, December 28, 2020, Volume I-B, page 847, R.A. No. 11518)

5. Disaster Rehabilitation and Reconstruction Assistance Program for LGUs. The amount of Four Billion Five Hundred Million Pesos (P4,500,000,000) appropriated herein for the Disaster Rehabilitation And Reconstruction Assistance Program for LGUs shall be used to aid in the recovery and reconstruction of the economy and livelihood in the local government units that are directly affected by Taal volcano eruption, Typhoon "Quinta", Super Typhoon "Rolly" and Typhoon Ulysses, as indicated in the situational report issued by the National Disaster Risk Reduction And Management Council (NDRRMC): PROVIDED, That such recovery and reconstruction shall be used for the following projects based on the approved local rehabilitation and recovery plans: (i) shelter and resettlements; (ii) public infrastructure - roads, bridges, flood control and public buildings, and multi-purpose/evacuation/quarantine activities; (iii) education and health services; (iv) agriculture - crops, livestock, fisheries; and (v) social protection. PROVIDED, FURTHER, That the amount for the

Rehabilitation And Reconstruction Assistance Program shall be subject to the capability of the LGU to implement the projects.

The DBM shall ensure that funds are released in the first quarter of the fiscal year provided that concerned LGUs have completed all the necessary documentary requirements for project implementation 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 to be issued for the purpose.

6. Availability of Financial Assistance to Local Government Units. The amounts appropriated as financial assistance to LGUs shall be released during the fiscal year to be deposited in a trust fund and shall be made available for disbursement for the purpose specified until December 31, 2022.

After the end of validity period, any unreleased appropriations shall lapse, while undisbursed funds shall revert to the unappropriated surplus of the General Fund in accordance with Section 28, Chapter 4, Book VI of E.O. No. 292, s. 1987.

7. Reporting and Posting Requirements. The LGU shall post quarterly reports on the utilization of the LGU shares on the 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 Purpose

|                  |  | Current Operating Expenditures |  |                 |                  |
|------------------|--|--------------------------------|--|-----------------|------------------|
|                  |  | Personnel Services             | Maintenance and Other Operating Expenses | Capital Outlays | Total            |
| PROGRAMS         |  |                                |  |                 |                  |
| 4000000000000000 | Purpose  |                                |  |                 |                  |
| 4002000000000000 | Allocation to Local Government Units   |                                | P 35,225,219,000                         |                 | P 35,225,219,000 |
| 4002040000000000 | Local Government Support Fund  |                                | 35,225,219,000                           |                 | 35,225,219,000   |
| 4002040000010000 | Financial Assistance to Local Government Units   |                                | 13,585,219,000                           |                 | 13,585,219,000   |
| 4002040000040000 | Assistance to Cities   |                                | 350,000,000                              |                 | 350,000,000      |
| 4002040000011000 | Conditional Matching Grant to Provinces for Road and Bridge Rehabilitation, Upgrading and Improvement                    |                                | 350,000,000                              |                 | 350,000,000      |
| 4002040000012000 | Support to the Barangay Development Program of the National Task Force to End Local Communist Armed Conflict (NTF-ELCAC) |                                | 16,440,000,000                           |                 | 16,440,000,000   |

|                 |  |               |               |
|-----------------|--|---------------|---------------|
| 400204000013000 | Disaster Rehabilitation and<br>Reconstruction Assistance Program for<br>Local Government Units | 4,500,000,000 | 4,500,000,000 |
|-----------------|--|---------------|---------------|

|                          |                  |                  |
|--------------------------|------------------|------------------|
| TOTAL NEW APPROPRIATIONS | P 35,225,219,000 | P 35,225,219,000 |
|                          | =====            | =====            |

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

Current Operating Expenditures

Maintenance And Other Operating Expenses

|                              |            |
|------------------------------|------------|
| Financial Assistance/Subsidy | 35,225,219 |
|------------------------------|------------|

|  |            |
|--|------------|
| Total Maintenance And Other Operating Expenses | 35,225,219 |
|--|------------|

|                          |            |
|--------------------------|------------|
| TOTAL NEW APPROPRIATIONS | 35,225,219 |
|                          | =====      |