



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
GENERAL SOLANO STREET, SAN MIGUEL, MANILA

LOCAL BUDGET CIRCULAR

No.: 135-A
January 22, 2021

To : Local Chief Executives, Members of the Local Sanggunian, Local Budget Officers, Local Treasurers, Local Planning and Development Coordinators, Local Accountants, Concerned National Government Agencies, and All Others Concerned

Subject : **AMENDMENT TO LOCAL BUDGET CIRCULAR NO. 135 DATED JANUARY 20, 2021, ENTITLED "GUIDELINES ON THE RELEASE AND UTILIZATION OF THE LOCAL GOVERNMENT SUPPORT FUND – SUPPORT TO BARANGAY DEVELOPMENT PROGRAM OF THE NATIONAL TASK FORCE TO END LOCAL COMMUNIST ARMED CONFLICT IN THE FY 2021 GENERAL APPROPRIATIONS ACT, REPUBLIC ACT NO. 11518"**

1.0 This Circular is being issued to amend Local Budget Circular (LBC) No. 135 dated January 20, 2021, entitled "Guidelines on the Release and Utilization of the Local Government Support Fund-Support to Barangay Development Program of the National Task Force to End Local Communist Armed Conflict in the FY 2021 General Appropriations Act, Republic Act No. 11518".

2.0 Item 4.2 of LBC No. 135 is hereby amended as follows:

"Pursuant to the President's Veto Message to the FY 2021 GAA, the LGSF-SBDP shall be released to the Provincial Governments where the identified barangays are situated. In the case of barangays situated in cities, the LGSF-SBDP shall be released to the City Governments concerned.

In case when the Provincial/City Government is technically incapable to implement the projects identified by the cleared barangays, the project may be undertaken by an appropriate national government agency, including, but not limited to, the AFP Engineering Brigade."

3.0 Further, item 4.7 of LBC No. 135 is hereby amended as follows:

"Consistent with DBM-Department of Finance Joint Circular No. 2016-1 dated January 4, 2016,¹ the LGSF-SBDP shall be released directly by the Bureau of the Treasury (BTr) to the Provincial/City Governments where the identified barangays are situated, through authorized government servicing banks, consistent with the purposes indicated in the corresponding Special Allotment Release Order and Advice of Notice of Cash Allocation Issued to be released by the DBM to the BTr."

- 4.0 All provisions of LBC No. 135 pertaining to the roles and responsibilities of the Provincial Governments shall also apply to the City Governments who will receive the LGSF-SBDP for the identified barangays.
- 5.0 All other provisions of LBC No. 135 that remain unaffected shall remain in full force and effect.
- 6.0 This Circular shall take effect fifteen (15) days after its publication.

WENDEL E. AVISADO
Secretary



¹ Guidelines for the Direct Release of Funds by the Bureau of the Treasury (BTr) to Local Government Units (LGUs) in FY 2016 and Thereafter