

I. PRIVATIZATION AND MANAGEMENT OFFICE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>( Obligation-Based )</u>		<u>( Cash-Based )</u>
	2017	2018	2019
New General Appropriations	54,225	76,010	83,055
General Fund	54,225	76,010	83,055
Budgetary Adjustment(s)	1,242		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	1,242		
Total Available Appropriations	55,467	76,010	83,055
Unused Appropriations	( 8,473)		
Unobligated Allotment	( 8,473)		
<b>TOTAL OBLIGATIONS</b>	<b>46,994</b>	<b>76,010</b>	<b>83,055</b>

**EXPENDITURE PROGRAM  
(in pesos)**

GAS / STO / OPERATIONS / PROJECTS	<u>( Obligation-Based )</u>		<u>( Cash-Based )</u>
	2017 Actual	2018 Current	2019 Proposed
General Administration and Support	22,316,000	45,113,000	48,771,000
Regular	22,316,000	45,113,000	48,771,000
PS	22,316,000	28,646,000	31,614,000
MOOE		16,142,000	15,051,000
CO		325,000	2,106,000
Operations	24,678,000	30,897,000	34,284,000
Regular	24,678,000	30,897,000	34,284,000
PS	24,678,000	30,897,000	34,284,000
<b>TOTAL AGENCY BUDGET</b>	<b>46,994,000</b>	<b>76,010,000</b>	<b>83,055,000</b>
Regular	46,994,000	76,010,000	83,055,000
PS	46,994,000	59,543,000	65,898,000
MOOE		16,142,000	15,051,000
CO		325,000	2,106,000

Proposed New Appropriations Language

For general administration and support and operations, as indicated hereunder.....P 83,055,000  
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OPERATIONS BY PROGRAM	PROPOSED 2019 ( Cash-Based )			
	PS	MOOE	CO	TOTAL
PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM	34,284,000			34,284,000

REGION	EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2019 ( Cash-Based ) (in pesos)			
	PS	MOOE	CO	TOTAL
Regional Allocation	65,898,000	15,051,000	2,106,000	83,055,000
National Capital Region (NCR)	65,898,000	15,051,000	2,106,000	83,055,000
TOTAL AGENCY BUDGET	65,898,000	15,051,000	2,106,000	83,055,000

**SPECIAL PROVISION(S)**

1. Revolving Fund for the Conservation and Disposition of Assets. The revolving fund shall be used for expenses incurred by the Privatization and Management Office (PMO) in the conservation and disposition of assets, including fees of financial advisers, constituted from:

(a) Commissions, due diligence fees and sale of bidding documents;

(b) Not more than ten percent (10%) of the proceeds from the disposition of GOCCs, assets and idle properties, as approved by the Privatization Council in accordance with Proclamation No. 50 dated December 15, 1986 and E.O. No. 323, s. 2000; and

(c) Not more than ten percent (10%) of the proceeds realized from the disposition of properties of abolished government corporations and former enemy-owned entities of the Board of Liquidators beginning FY 2007 and succeeding years in accordance with E.O. No. 471, s. 2005: PROVIDED, That ninety percent (90%) of said proceeds shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987 and Section 65 of P.D. No. 1445.

In no case shall the revolving fund be used for any other purpose.

Disbursements or expenditures by the PMO in violation of the above requirements shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.

2. Reporting and Posting Requirements. The PMO shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

(a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and

(b) PMO's website.

The PMO 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.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

## New Appropriations, by Programs/Activities/Projects ( Cash-Based )

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
1000000000000000	General Administration and Support	31,614,000	15,051,000	2,106,000	48,771,000
100000100001000	General management and supervision	31,614,000	15,051,000	2,106,000	48,771,000
Sub-total, General Administration and Support		31,614,000	15,051,000	2,106,000	48,771,000
3000000000000000	Operations	34,284,000			34,284,000
3100000000000000	00 : Effective management and disposition of transferred assets and other government properties	34,284,000			34,284,000
3101000000000000	PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM	34,284,000			34,284,000
310100100001000	Conservation, Sale/ Disposition of Assets and Other Properties	34,284,000			34,284,000
Sub-total, Operations		34,284,000			34,284,000
TOTAL NEW APPROPRIATIONS		P 65,898,000	P 15,051,000	P 2,106,000	P 83,055,000
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Obligations, by Object of ExpendituresCYs 2017-2019  
(In Thousand Pesos)

	<u>( Obligation-Based )</u>		<u>( Cash-Based )</u>
	<u>2017</u>	<u>2018</u>	<u>2019</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Other Compensation Common to All Performance Based Bonus	1,242		
Total Other Compensation Common to All	1,242		
Non-Permanent Positions	45,752	59,543	65,898
TOTAL PERSONNEL SERVICES	46,994	59,543	65,898
Maintenance and Other Operating Expenses			
Travelling Expenses		300	50
Training and Scholarship Expenses		800	810
Supplies and Materials Expenses		2,363	1,718
Utility Expenses		1,360	2,740
Communication Expenses		1,316	1,250
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses		1,505	1,170
Professional Services		840	912
General Services		5,682	4,960

Repairs and Maintenance		600	450
Taxes, Insurance Premiums and Other Fees		120	120
Other Maintenance and Operating Expenses			
Advertising Expenses		200	20
Representation Expenses		206	201
Rent/Lease Expenses		800	500
Membership Dues and Contributions to Organizations		50	50
Other Maintenance and Operating Expenses			100
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES		<u>16,142</u>	<u>15,051</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>46,994</u>	<u>75,685</u>	<u>80,949</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay		325	1,156
Intangible Assets Outlay			950
TOTAL CAPITAL OUTLAYS		<u>325</u>	<u>2,106</u>
GRAND TOTAL	<u>46,994</u>	<u>76,010</u>	<u>83,055</u>

**STRATEGIC OBJECTIVES**

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL OUTCOME : Effective management and disposition of transferred assets and other government properties

**PERFORMANCE INFORMATION**

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2017 GAA Targets</u>	<u>2017 Actual</u>
Effective management and disposition of transferred assets and other government properties		
Percentage of remittance over the fair market value of the assets disposed increased	% increase of remittance over the fair market value of the assets disposed	0

<u>MFO / Performance Indicators</u>	<u>2017 GAA Targets</u>	<u>2017 Actual</u>
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS		
Sale/Disposition of Assets and Other Properties Assigned by the Privatization Council		
Number of assets sales completed	6	2
Value of asset sale proceeds	P740,375,000	P535,238,367
Actual asset sale proceeds less the estimated market value of assets	0	0
Average number of days from date of Council approval of asset disposition to date of receipt of sale proceeds or date of transfer of ownership (whichever is later)	60	60

## Management of Assets Held in Trust Prior to Privatization

Number of assets under management	129	129
Value of assets under management	P51,960,539,000	P51,960,539,000
Average change in estimated value of assets under management from beginning of year to end of year or earlier date of sale	0	0
Percentage of assets for which the financial accounts are produced within 30 days of the end of the financial year	8	8

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)2018 GAA TargetsBaseline2019 Targets

Effective management and disposition of transferred assets and other government properties

## PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM

## Outcome Indicator(s)

1. Remittance to the Bureau of Treasury	P659,000,000	P331,171,364	P655,280,100
2. Privatization proceeds collected	P732,111,000	P302,028,390	P728,089,000
3. Average value of privatized assets sold over appraised value	0	N/A	0

## Output Indicator(s)

1. Number of assets / entities currently being managed	135	131	133
2. Number & value of assets/properties being prepared for disposition for the year (a. include custodianship and pre-selling activities, eg. Inventory, appraisal, etc.; b. the privatization plan should be submitted to the Privatization Council and approval should be implemented, such as the conduct of public bidding)	7 P391,983,600	N/A	20 P520,824,759.79
3. Percentage of privatization plan adopted by the the Privatization Council	50%	N/A	50%