

J. SECURITIES AND EXCHANGE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	<u>2017</u>	<u>2018</u>	<u>2019</u>
New General Appropriations	<u>646,864</u>	<u>629,874</u>	<u>618,427</u>
General Fund	646,864	629,874	618,427
Automatic Appropriations	<u>31,956</u>	<u>31,989</u>	<u>33,007</u>
Retirement and Life Insurance Premiums	31,956	31,989	33,007
Continuing Appropriations	<u>75,845</u>		
Unobligated Releases for Capital Outlays			
R.A. No. 10717	1,901		
Unobligated Releases for MOOE			
R.A. No. 10717	73,944		

Budgetary Adjustment(s)	<u>30,386</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	26,261		
Pension and Gratuity Fund	<u>4,125</u>		
Total Available Appropriations	785,051	661,863	651,434
Unused Appropriations	(61,433)		
Unobligated Allotment	<u>(61,433)</u>		
TOTAL OBLIGATIONS	<u>723,618</u>	<u>661,863</u>	<u>651,434</u>
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EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)		(Cash-Based)
	2017 Actual	2018 Current	2019 Proposed
General Administration and Support	<u>355,928,000</u>	<u>328,296,000</u>	<u>348,751,000</u>
Regular	<u>355,928,000</u>	<u>328,296,000</u>	<u>348,751,000</u>
PS	182,996,000	140,676,000	156,013,000
MOOE	172,932,000	187,620,000	192,738,000
Support to Operations	<u>69,186,000</u>	<u>44,256,000</u>	<u>35,530,000</u>
Regular	<u>69,186,000</u>	<u>44,256,000</u>	<u>35,530,000</u>
PS	9,871,000	14,659,000	15,763,000
MOOE	27,791,000	29,597,000	19,767,000
CO	31,524,000		
Operations	<u>298,504,000</u>	<u>289,311,000</u>	<u>267,153,000</u>
Regular	<u>298,504,000</u>	<u>289,311,000</u>	<u>267,153,000</u>
PS	213,785,000	221,314,000	221,451,000
MOOE	84,719,000	67,997,000	45,702,000
TOTAL AGENCY BUDGET	<u>723,618,000</u>	<u>661,863,000</u>	<u>651,434,000</u>
Regular	<u>723,618,000</u>	<u>661,863,000</u>	<u>651,434,000</u>
PS	406,652,000	376,649,000	393,227,000
MOOE	285,442,000	285,214,000	258,207,000
CO	31,524,000		

STAFFING SUMMARY

	<u>2017</u>	<u>2018</u>	<u>2019</u>
TOTAL STAFFING			
Total Number of Authorized Positions	475	491	657
Total Number of Filled Positions	400	423	436

Proposed New Appropriations Language

For general administration and support, support to operations and operations, as indicated hereunder.....P 618,427,000
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OPERATIONS BY PROGRAM	PROPOSED 2019 (Cash-Based)			
	PS	MOOE	CO	TOTAL
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		24,482,000		24,482,000
CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	202,798,000	21,220,000		224,018,000

REGION	EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2019 (Cash-Based) (in pesos)			
	PS	MOOE	CO	TOTAL
Regional Allocation	360,220,000	258,207,000		618,427,000
National Capital Region (NCR)	360,220,000	258,207,000		618,427,000
TOTAL AGENCY BUDGET	360,220,000	258,207,000		618,427,000
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SPECIAL PROVISION(S)

- Registration and Filing Fees. In addition to the amounts appropriated herein, the amount of One Hundred Million Pesos (P100,000,000) sourced from registration and filing fees collected by the Securities and Exchange Commission (SEC) shall be used to augment its MOOE and Capital Outlay requirements in accordance with Section 75 of R.A. No. 8799.

Disbursements or expenditures by the SEC 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, s. 1987, and to appropriate criminal action under existing penal laws.

- Submission of Annual Operating Budget for Retained Income and Audited Financial Statement. The SEC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current fiscal year covering its retained income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year.

- Reporting and Posting Requirements. The SEC 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) SEC's website.

The SEC 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.

- 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	142,985,000	192,738,000		335,723,000
100000100001000	General management and supervision	139,462,000	192,738,000		332,200,000
100000100002000	Administration of Personnel Benefits	3,523,000			3,523,000
Sub-total, General Administration and Support		142,985,000	192,738,000		335,723,000
2000000000000000	Support to Operations	14,437,000	19,767,000		34,204,000
200000100001000	Development, maintenance and administration of information systems, databases and website	14,437,000	14,188,000		28,625,000
200000100002000	Conduct of public seminars and related activities for investment-promotion and investor protection		4,358,000		4,358,000
200000100003000	Planning and research services		1,221,000		1,221,000
Sub-total, Support to Operations		14,437,000	19,767,000		34,204,000
3000000000000000	Operations	202,798,000	45,702,000		248,500,000
3100000000000000	00 : Corporate and Capital Market Infrastructure strengthened	202,798,000	45,702,000		248,500,000
3101000000000000	CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		24,482,000		24,482,000
310100100001000	Formulation of policies, plans and programs for capital market		23,143,000		23,143,000
310100100002000	Provision of technical assistance and inter-agency activities		975,000		975,000
310100100003000	Rendering of opinions and interpretative issuances		364,000		364,000
3102000000000000	CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	202,798,000	21,220,000		224,018,000
310200100001000	Registration/licensing of corporations, capital market participants, securities and investment instruments	152,018,000	16,120,000		168,138,000
310200100002000	Conduct of audits, inspection, verification and/or examination of operations/activities, including the corporate reports, financial records, and disclosures by regulated entities		1,267,000		1,267,000
310200100003000	Imposition of enforcement actions against errant entities subjected to compliance -monitoring and investigative activities	50,780,000	3,833,000		54,613,000
Sub-total, Operations		202,798,000	45,702,000		248,500,000
TOTAL NEW APPROPRIATIONS		P 360,220,000	P 258,207,000		P 618,427,000
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Obligations, by Object of Expenditures

CYs 2017-2019
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)
	2017	2018	2019
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	268,176	266,574	275,054
Total Permanent Positions	<u>268,176</u>	<u>266,574</u>	<u>275,054</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	9,839	10,152	10,464
Representation Allowance	4,034	3,390	3,462
Transportation Allowance	6,983	9,246	9,498
Clothing and Uniform Allowance	2,175	2,115	2,616
Overtime Pay	1,697		
Year End Bonus	22,740	22,214	22,921
Cash Gift	2,155	2,115	2,180
Productivity Enhancement Incentive	2,157	2,115	2,616
Performance Based Bonus	11,465		
Collective Negotiation Agreement	10,875		
Total Other Compensation Common to All	<u>74,120</u>	<u>51,347</u>	<u>53,757</u>
Other Compensation for Specific Groups			
Allowance of Attorney's de Officio	267		
Provident/Welfare Fund Contributions	12,799	13,329	13,751
Other Personnel Benefits	9,841	10,152	10,464
Anniversary Bonus - Civilian	2,604		
Total Other Compensation for Specific Groups	<u>25,511</u>	<u>23,481</u>	<u>24,215</u>
Other Benefits			
Retirement and Life Insurance Premiums	31,955	31,989	33,007
PAG-IBIG Contributions	466	508	524
PhilHealth Contributions	1,710	1,860	2,623
Employees Compensation Insurance Premiums	499	508	524
Loyalty Award - Civilian	90		
Terminal Leave	4,125	382	3,523
Total Other Benefits	<u>38,845</u>	<u>35,247</u>	<u>40,201</u>
TOTAL PERSONNEL SERVICES	<u>406,652</u>	<u>376,649</u>	<u>393,227</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	7,248	3,999	4,732
Training and Scholarship Expenses	10,132	5,208	6,103
Supplies and Materials Expenses	15,448	15,066	16,002
Utility Expenses	26,409	26,550	25,493
Communication Expenses	12,973	13,661	13,769
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	5,324	4,215	4,335
Professional Services	25,082	23,808	707
General Services	45,639	30,908	26,538
Repairs and Maintenance	20,610	19,780	24,427
Taxes, Insurance Premiums and Other Fees	1,508	2,646	2,316
Other Maintenance and Operating Expenses			
Advertising Expenses	3,940	4,788	2,462
Printing and Publication Expenses	137	141	345
Representation Expenses	3	24	25
Rent/Lease Expenses	101,760	130,545	92,759

Membership Dues and Contributions to Organizations	1,170	820	2,295
Subscription Expenses	4,109	872	10,956
Other Maintenance and Operating Expenses	3,950	2,183	24,943
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>285,442</u>	<u>285,214</u>	<u>258,207</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>692,094</u>	<u>661,863</u>	<u>651,434</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	21,524		
Intangible Assets Outlay	10,000		
TOTAL CAPITAL OUTLAYS	<u>31,524</u>		
GRAND TOTAL	<u>723,618</u>	<u>661,863</u>	<u>651,434</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL

OUTCOME : Corporate and Capital Market Infrastructure strengthened

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2017 GAA Targets	2017 Actual
Corporate and Capital Market Infrastructure strengthened		
Volume and value of IPOs, securities and corporate bonds registered and value of authorized capital stock and foreign direct investments increased	5% increase from the average of the last three (3) years	PhP 196.4B US\$ 330M (Dollar-Denominated Securities)
Total number of applications for registration, licensure and accreditation processed and approved increased	38,692 (3% increase from FY 2015 actual registrations approved)	217,403
Total number of regulated entities and individuals monitored and evaluated as compliant with SEC rules and regulations increased	149,410 (3% increase from actual number of entities/reports/disclosures monitored and evaluated)	229,156

MFO / Performance Indicators	2017 GAA Targets	2017 Actual
MFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES		
Policy measures implemented to enhance the regulatory framework and foster continued growth of the capital market in particular and the business sector in general		
Number of planned measures promulgated/implemented	10	19
Percentage of measures promulgated/implemented that are rated good or better	100%	100%
Percentage of measures promulgated/implemented within the prescribed timeframe	100%	100%

Technical Assistance		
Number of technical assistance rendered	0	113,141
Percentage of clients who rate the technical assistance as good or better	100%	100%
Percentage of requests for technical assistance that are acted upon within the prescribed timeframe	100%	100%
MFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES		
Registration/Licensing Services		
Number of registrations approved and licenses issued	38,692	217,403
Percentage of applications processed pursuant to standard processing procedures and timeframe	100%	100%
Percentage of license or permit applications and renewals processed within standard processing timeframe	100%	100%
Monitoring		
Number of target entities/reports/disclosures monitored and evaluated	149,410	229,156
Percentage of target entities/reports/disclosures monitored and evaluated pursuant to standard monitoring and evaluating parameters	100%	100%
Percentage of target entities/reports/disclosures monitored and evaluated within standard timeframe	100%	100%
Enforcement		
Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%
Percentage of enforcement activities undertaken in accordance with rules, regulations and standards	100%	100%
Percentage of enforcement activities undertaken within standard timeframe	100%	100%

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Baseline</u>	<u>2019 Targets</u>
Corporate and Capital Market Infrastructure strengthened			
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM			
Outcome Indicator(s)			
1. Value of securities registered increased	PhP 37.8B	PhP 31.3B	PhP177.13B
2. Total number of applications for registration, licensure and accreditation processed and approved increased	135,754	119,108	135,754
3. Percentage of investment scams/ complaints reported by the public and investigated by SEC increased	100%	100%	100%
Output Indicator(s)			
1. Number of planned policy measures promulgated/ implemented (including memorandum circulars, public consultations, etc.)	13	13	13
2. Percentage requests for technical assistance that are acted upon within the prescribed timeframe	100%	100%	100%
3. Number of applications for certification examination for capital market participants processed and approved	848	848	848

CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM

Outcome Indicator(s)

1. Percentage of target regulated entities and individuals monitored and evaluated as compliant with SEC rules and regulations increased	10%	0	10%
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Output Indicator(s)

1. Percentage of license or permit applications and renewals processed within standard processing timeframe	100%	100%	100%
2. Number of target entities monitored and evaluated	66,642	53,489	66,642
3. Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%	100%

GENERAL SUMMARY (Cash-Based)
DEPARTMENT OF FINANCE

	<u>Current Operating Expenditures</u>				
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. OFFICE OF THE SECRETARY	P 382,110,000	P 418,626,000		P 42,603,000	P 843,339,000
B. BUREAU OF CUSTOMS	1,375,950,000	883,952,000		356,870,000	2,616,772,000
C. BUREAU OF INTERNAL REVENUE	4,930,561,000	2,775,651,000	137,351,000	278,125,000	8,121,688,000
D. BUREAU OF LOCAL GOVERNMENT FINANCE	178,052,000	69,229,000		21,749,000	269,030,000
E. BUREAU OF THE TREASURY	515,434,000	2,415,718,000	712,000,000	2,405,517,000	6,048,669,000
F. CENTRAL BOARD OF ASSESSMENT APPEALS	15,937,000	2,978,000		1,745,000	20,660,000
G. INSURANCE COMMISSION	6,000				6,000
H. NATIONAL TAX RESEARCH CENTER	47,816,000	17,344,000		955,000	66,115,000
I. PRIVATIZATION AND MANAGEMENT OFFICE	65,898,000	15,051,000		2,106,000	83,055,000
J. SECURITIES AND EXCHANGE COMMISSION	<u>360,220,000</u>	<u>258,207,000</u>			<u>618,427,000</u>
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF FINANCE	P 7,871,984,000	P 6,856,756,000	P 849,351,000	P 3,109,670,000	P 18,687,761,000
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