

D. DESIGN CENTER OF THE PHILIPPINES

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	2017	2018	2019
New General Appropriations	94,735	104,941	98,106
General Fund	94,735	104,941	98,106
Automatic Appropriations	1,647	1,783	1,932
Retirement and Life Insurance Premiums	1,647	1,783	1,932
Continuing Appropriations	4,209		
Unobligated Releases for Capital Outlays R.A. No. 10717	120		
Unobligated Releases for MOOE R.A. No. 10717	4,089		
Total Available Appropriations	100,591	106,724	100,038
Unused Appropriations	(1,309)		
Unreleased Appropriation	(13)		
Unobligated Allotment	(1,296)		
TOTAL OBLIGATIONS	99,282	106,724	100,038

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	28,716,000	16,942,000	20,961,000
Regular	28,716,000	16,942,000	20,961,000
PS	4,249,000	5,035,000	4,880,000
MOOE	10,471,000	8,454,000	15,104,000
FinEx	1,000	2,000	
CO	13,995,000	3,451,000	977,000
Operations	70,566,000	89,782,000	79,077,000
Regular	70,566,000	89,782,000	79,077,000
PS	15,384,000	17,074,000	18,525,000
MOOE	55,182,000	68,971,000	55,986,000
CO		3,737,000	4,566,000
TOTAL AGENCY BUDGET	99,282,000	106,724,000	100,038,000
Regular	99,282,000	106,724,000	100,038,000
PS	19,633,000	22,109,000	23,405,000
MOOE	65,653,000	77,425,000	71,090,000
FinEx	1,000	2,000	
CO	13,995,000	7,188,000	5,543,000

STAFFING SUMMARY

	2017	2018	2019
TOTAL STAFFING			
Total Number of Authorized Positions	146	146	146
Total Number of Filled Positions	35	35	35

Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 98,106,000
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PROPOSED 2019 (Cash-Based)

OPERATIONS BY PROGRAM	PS	MOOE	CO	TOTAL
DESIGN INNOVATION, PROMOTION, AND INDUSTRY DEVELOPMENT PROGRAM	16,942,000	55,986,000	4,566,000	77,494,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2019 (Cash-Based)
 (in pesos)

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	21,473,000	71,090,000	5,543,000	98,106,000
National Capital Region (NCR)	21,473,000	71,090,000	5,543,000	98,106,000
TOTAL AGENCY BUDGET	21,473,000	71,090,000	5,543,000	98,106,000

SPECIAL PROVISION(S)

1. Agricultural Design Innovation. As the design promotion arm of the government, the Design Center of the Philippines (DCP) shall conduct continuing research and development on indigenous materials including agricultural wastes, to create innovative and globally competitive Philippine products, while advocating for economic and environmental sustainability. This shall be implemented through: (i) materials research and development program; and (ii) product development program.

The DCP shall conduct applied research and experiments on the viability and application of indigenous materials and agricultural wastes such as anabo fibers, rice hull, coconut husk, corn husk, bakong, guinit, manila palm husk, papaya bark, tikog, pandan, peanut shells and other similar materials and work with designers who have extensive experience in design, materials, and market exploration to utilize the raw or semi-processed indigenous materials and agricultural wastes and translate them into innovative and market-competitive products.

2. Reporting and Posting Requirements. The DCP 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) DCP's website.

The DCP 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	4,531,000	15,104,000	977,000	20,612,000
100000100001000	General Management and Supervision	4,531,000	15,104,000	977,000	20,612,000
Sub-total, General Administration and Support		4,531,000	15,104,000	977,000	20,612,000
3000000000000000	Operations	16,942,000	55,986,000	4,566,000	77,494,000
3100000000000000	00 : Strong design culture cultivated and global competitiveness of Philippine products improved through design	16,942,000	55,986,000	4,566,000	77,494,000
3101000000000000	DESIGN INNOVATION, PROMOTION, AND INDUSTRY DEVELOPMENT PROGRAM	16,942,000	55,986,000	4,566,000	77,494,000
310100100001000	Planning, policy formulation and review	2,472,000	7,718,000	738,000	10,928,000
310100100002000	Design innovation	8,016,000	18,074,000	1,782,000	27,872,000
310100100003000	Design promotion and industry development	6,454,000	30,194,000	2,046,000	38,694,000
Sub-total, Operations		16,942,000	55,986,000	4,566,000	77,494,000
TOTAL NEW APPROPRIATIONS		P 21,473,000	P 71,090,000	P 5,543,000	P 98,106,000
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Obligations, by Object of Expenditures

CYs 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			
Permanent Positions			
Basic Salary	11,676	14,865	16,107
Total Permanent Positions	11,676	14,865	16,107

Other Compensation Common to All			
Personnel Economic Relief Allowance	760	840	840
Representation Allowance	347	108	108
Transportation Allowance	347	108	108
Clothing and Uniform Allowance	160	175	210
Overtime Pay	553		
Mid-Year Bonus - Civilian	1,024	1,239	1,342
Year End Bonus	988	1,239	1,342
Cash Gift	155	175	175
Productivity Enhancement Incentive	155	175	175
Step Increment		38	41
Collective Negotiation Agreement	814		
Total Other Compensation Common to All	<u>5,303</u>	<u>4,097</u>	<u>4,341</u>
Other Compensation for Specific Groups			
Longevity Pay	6		35
Other Personnel Benefits	107		
Anniversary Bonus - Civilian		105	
Total Other Compensation for Specific Groups	<u>113</u>	<u>105</u>	<u>35</u>
Other Benefits			
Retirement and Life Insurance Premiums	1,456	1,783	1,932
PAG-IBIG Contributions	38	42	42
PhilHealth Contributions	111	129	172
Employees Compensation Insurance Premiums	38	42	42
Loyalty Award - Civilian		25	45
Terminal Leave	483	351	
Total Other Benefits	<u>2,126</u>	<u>2,372</u>	<u>2,233</u>
Non-Permanent Positions	<u>415</u>	<u>670</u>	<u>689</u>
TOTAL PERSONNEL SERVICES	<u>19,633</u>	<u>22,109</u>	<u>23,405</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	2,207	6,702	4,702
Training and Scholarship Expenses	3,691	2,430	4,855
Supplies and Materials Expenses	3,183	9,056	5,422
Utility Expenses	3,505	2,882	2,671
Communication Expenses	2,271	2,701	2,114
Awards/Rewards and Prizes	21	100	90
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	110	118	118
Professional Services	33,453	26,454	20,450
General Services	3,806	3,886	4,227
Repairs and Maintenance	409	838	670
Taxes, Insurance Premiums and Other Fees	399	200	308
Other Maintenance and Operating Expenses			
Advertising Expenses	151	1,000	649
Printing and Publication Expenses	1,997	1,900	1,298
Representation Expenses	657	1,397	1,243
Transportation and Delivery Expenses	121	2,062	1,726
Rent/Lease Expenses	7,153	13,272	11,035
Membership Dues and Contributions to Organizations		6	6
Subscription Expenses	2,519	2,421	9,506
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>65,653</u>	<u>77,425</u>	<u>71,090</u>
Financial Expenses			
Bank Charges	1	2	
TOTAL FINANCIAL EXPENSES	<u>1</u>	<u>2</u>	
TOTAL CURRENT OPERATING EXPENDITURES	<u>85,287</u>	<u>99,536</u>	<u>94,495</u>

Capital Outlays			
Investment Property Outlay	5,300		
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	120	4,588	5,543
Transportation Equipment Outlay		2,600	
Furniture, Fixtures and Books Outlay	8,575		
TOTAL CAPITAL OUTLAYS	<u>13,995</u>	<u>7,188</u>	<u>5,543</u>
GRAND TOTAL	<u>99,282</u>	<u>106,724</u>	<u>100,038</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Economic opportunities in industry and services expanded
 2. Access to economic opportunities in industry and services for MSMEs, cooperatives and Overseas Filipinos increased

ORGANIZATIONAL OUTCOME : Strong design culture cultivated and global competitiveness of Philippine products improved through design

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2017 GAA Targets	2017 Actual
National design culture		
% increase in the number of designers trained	15% (69)	27% (76)
Quality and competitiveness of SME products and service improved through good design and innovation		
% increase in manufacturers assisted with commercialized products	15% (46)	515% (246)
% increase in the number of products developed that were commercialized	15% (46)	2,747% (1,139)
<u>MFO / Performance Indicators</u>	<u>2017 GAA Targets</u>	<u>2017 Actual</u>

MFO 1: PRODUCT DESIGN AND DEVELOPMENT SERVICES

No. of design services/technical assistance provided	8,000	9,580
% of clients who rate the services as satisfactory or better	95%	98%
% of requests for design service/technical assistance responded to within five (5) days	95%	100%
No. of design promotion activities	191	197
Ave. % of participants who rate the promotion activities as satisfactory or better	96%	98%
% of promotion activities that were conducted according to original schedule	95%	100%

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Baseline</u>	<u>2019 Targets</u>
Strong design culture cultivated and global competitiveness of Philippine products improved through design			
DESIGN INNOVATION, PROMOTION, AND INDUSTRY DEVELOPMENT PROGRAM			
Outcome Indicator(s)			
1. Percentage increase in the number of products developed that were commercialized	10% (414)	376	10% (414)
2. Percentage increase in the number of designers and SMEs trained	11% (70)	63	11% (70)
3. Percentage of clients who rate the services as satisfactory or better	96%	96%	96%
Output Indicator(s)			
1. Number of design services and technical assistance provided	2,500	N/A	2,500
2. Number of intellectual property (IP) applications filed	89	8	89
3. Number of design promotion activities provided	201	201	201