

XLIII. UNPROGRAMMED APPROPRIATIONS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>		<u>(Cash-Based)</u>
	2017	2018	2019
New General Appropriations	<u>14,331,476</u>	<u>75,340,000</u>	<u>197,135,780</u>
General Fund	14,331,476	75,340,000	197,135,780
Budgetary Adjustment(s)	<u>(14,331,476)</u>		
Transfer(s) to:			
Support for Infrastructure Projects and Social Programs			
Department of the Interior and Local Government (DILG)			
Bureau of Jail Management and Penology	(277,500)		
Budgetary Support to Government Corporations (BSGC)			
Manila International Airport Authority	(3,609,522)		
Budgetary Support to Government-Owned and/or - Controlled Corporations			
Budgetary Support to Government Corporations (BSGC)			
Land Bank of the Philippines	(3,181,000)		
Support to Foreign-Assisted Projects			
Department of Transportation (DOTr)			
Office of the Secretary	(4,114,178)		
General Fund Adjustments for Use of Excess Income by Agencies			
Department of Finance (DOF)			
Bureau of the Treasury	(102,000)		
Other Executive Offices (OEOs)	(3,504)		
Optical Media Board			
General Fund Adjustments for the Share of the ARMM pursuant to R.A. No. 9054			
Autonomous Region in Muslim Mindanao (ARMM)			
Autonomous Regional Government in Muslim Mindanao	(800,000)		
Support for the Capability Enhancement Program of the PNP			
Department of the Interior and Local Government (DILG)			
Philippine National Police	(2,243,772)		
Total Available Appropriations		75,340,000	197,135,780
Unused Appropriations		<u>(75,340,000)</u>	<u>(197,135,780)</u>
Unreleased Appropriation		<u>(75,340,000)</u>	<u>(197,135,780)</u>
TOTAL OBLIGATIONS	=====	=====	=====

PURPOSE	EXPENDITURE PROGRAM (in pesos)		
	(Obligation-Based)		(Cash-Based)
	2017 Actual	2018 Current	2019 Proposed
TOTAL NEW APPROPRIATIONS		75,340,000,000	197,135,780,000
PS			43,861,146,000
MOOE		44,920,114,000	57,775,317,000
CO		30,419,886,000	95,499,317,000

Proposed New Appropriations Language

For fund requirements in accordance with the purposes indicated hereunder.....P 197,135,780,000
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SPECIAL PROVISION(S)

1. Availment of the Unprogrammed Appropriations. The amounts authorized herein for Purpose Nos. 1- 10 may be used when any of the following exists:

(a) Excess revenue collections in any one of the identified non-tax revenue sources from its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF;

(b) New revenue collections or those arising from new tax or non-tax sources which are not part of, nor included, in the original revenue sources reflected in Tables C.3 and C.4 of the BESF; or

(c) Approved loans for foreign-assisted projects.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987 and the following: (i) for excess revenue collections, issuance of a certification that remitted collections to the BTr from a particular revenue source has exceeded the corresponding revenue collections target; or (ii) for new revenue collections, issuance of a certification that remitted collections identified were not part of, nor included in, the original revenue collection targets reflected.

In the case of approved loans, issuance of SARO covering the loan proceeds shall be subject to submission by the agency concerned of request together with work and financial plan, project profile, and a copy of the perfected loan agreement.

2. Support for Infrastructure Projects and Social Programs. The amount of Eleven Billion Five Hundred Twenty Two Million Nine Hundred Thirty Six Thousand Pesos (P11,522,936,000) appropriated herein chargeable against Purpose No. 1, shall be used in support for infrastructure projects and social programs, such as, but not limited to the following: (i) payment of insurance premiums of government assets against natural or human-induced calamities, epidemics, crises, and catastrophes as provided under R.A. No. 656 - (P1,000,000,000); (ii) Fuel Subsidy Program - (P3,855,759,667); (iii) Subsidy for the Public Utility Vehicle Modernization Program - (P2,267,680,000); and (iv) Siargao Airport Project - (P500,000,000).

Release of funds shall be subject to Special Provision No. 1 hereof and the guidelines issued by the agencies concerned.

3. Conversion of National Government Advances into Subsidy for GOCCs. The amount of Twenty Nine Billion Ninety One Million Ninety Two Thousand Pesos (P29,091,092,000) used to cover the National Government (NG) advances for debt servicing of loan obligations of GOCCs and interests on the NG advances, shall be converted into subsidy. Such conversion shall require the issuance of SARO for book entry purposes chargeable against Purpose No. 2.

4. Risk Management Program. The amount of Fifteen Billion Pesos (P15,000,000,000) chargeable against Purpose No. 4 shall be used for the government's Risk Management Program to cover commitments made by, and obligations of, the National Government in the agreements covering Public-Private Partnership (PPP) projects, subject to the following:

(a) Compliance with the conditions for the release of the Unprogrammed Appropriations under Special Provision No. 1 hereof;

(b) Approval of the PPP project by the NEDA Board or the Investment Coordination Committee, in accordance with R.A. No. 6957, as amended by R.A. No. 7718. In case of obligations assumed by GOCCs, issuance or execution of a performance undertaking or other similar instrument by the agency concerned confirming that the National Government will assume said obligations in case of default by the GOCC; and

(c) Approval of the use of the Unprogrammed Appropriations by the DBCC upon recommendation by the head of the agency concerned and the DBCC-Technical Working Group on Contingent Liabilities.

5. General Fund Adjustments for the Share of the Autonomous Region in Muslim Mindanao pursuant to Republic Act No. 9054. The amount of Eight Hundred Million Pesos (P800,000,000) chargeable against Purpose No. 5 shall cover the share of the ARGMM and the LGUs concerned from the current year's collections of national internal revenue taxes, fees and charges, and taxes imposed on the use of natural resources collected within the area of autonomy pursuant to Section 9, Article IX of R.A. No. 9054. Releases for the share of ARMM shall be made when actual collections exceed the amount appropriated under the ARGMM Budget and subject to the submission by the ARGMM of a certification of actual collections and remittance of taxes, fees and charges.

6. Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan. The amount of Two Hundred Ten Million Five Hundred Seventy Nine Thousand Pesos (P210,579,000) chargeable against Purpose No. 6 shall be used exclusively for the Refund of the Service Development Fee on the right to develop the Nampeidai Property in Tokyo, Japan to Nagayama-Taisei Consortium (NTC), pursuant to the Notice of Termination dated June 11, 2009 issued by the Secretary of Finance cancelling the award to NTC on the right to develop the Nampeidai property.

Release for the refund shall be subject to Special Provision No. 1 hereof, prior endorsement by the Secretary of Finance that the conditions, if any, for the refund have been complied with, and submission by the DOF of certification from the BTr that the amount corresponding to the Service Development Fee has actually been deposited with the National Treasury as income of the General Fund.

7. General Fund Adjustment For FOREX Fluctuations. The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein chargeable against Purpose No. 8 shall cover the foreign exchange rate differential of Foreign Posts of the DFA due to the difference between the actual foreign exchange rate and the assumption used in the FY 2019 BESF. Release of funds shall be subject to Special Provision No. 1 hereof.
8. Prior Years' LGU Shares. The amount of Four Hundred Twenty Two Million Four Hundred Eighty One Thousand Pesos (P422,481,000) chargeable against Purpose No. 7 for prior years' LGU shares from incremental collections from VAT shall be automatically released to the beneficiary LGUs only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The LGU shall submit quarterly reports on the utilization of the prior years' LGU shares, through the following:

(a) Local Government Units Reporting System (LGURS) or other electronic means for reports not covered by the LGURS; and

(b) 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.

9. Pension Arrearages of Retired Military and Uniformed Personnel. The amount of Thirty Three Billion Eight Hundred Sixty One Million One Hundred Forty Six Thousand Pesos (P33,861,146,000) chargeable against Purpose No. 9 shall be used for the payment of pension arrearages for military and uniformed personnel, resulting from the first tranche implementation of Congress Joint Resolution No. 1, s. 2018. Release for the pension arrearages shall be subject to Special Provision No. 1 hereof.
10. National Government Rightsizing Program. The amount of Ten Billion Pesos (P10,000,000,000) appropriated herein chargeable against Purpose No. 10 shall be used to cover the payment of terminal leave benefits and separation incentives of personnel affected by the passage of the law implementing the National Government Rightsizing Program. Release of funds shall be subject to: (i) Special Provision No. 1 hereof; (ii) approval by the DBM of the detailed rightsized organizational structure and staffing pattern of agencies concerned; and (iii) availment of retirement or separation benefits and incentives by the affected employees within the prescribed period.
11. Amounts under the Unprogrammed Appropriations. The DBM is hereby authorized to approve the following:
 - (a) Modification of amounts within the authorized purposes; and
 - (b) Use of amounts under Purpose Nos. 1, 4, and 10 as additional appropriations to cover deficiencies in the amounts authorized in any of the purposes under the Unprogrammed Appropriations.

The DBM shall submit to the Office of the President, either in printed form or by way of electronic document, monthly reports on income and expenditure.

12. Reportorial Requirement. The DBM shall submit to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on releases from the Unprogrammed Appropriations.

New Appropriations, by Purpose (Cash-Based)

PURPOSE(S)	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
Support for Infrastructure Projects and Social Programs		P 10,695,436,000	P 827,500,000	P 11,522,936,000
Budgetary Support to Government-Owned and/or - Controlled Corporations		29,091,092,000		29,091,092,000
Support to Foreign-Assisted Projects		1,405,729,000	94,621,817,000	96,027,546,000
Risk Management Program		15,000,000,000		15,000,000,000
General Fund Adjustments for the Share of the ARMM pursuant to R.A. No. 9054		800,000,000		800,000,000
Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan		210,579,000		210,579,000
Prior Years' LGU Shares		422,481,000		422,481,000
General Fund Adjustments for FOREX Fluctuation		150,000,000	50,000,000	200,000,000
For Payment of Pension Arrearages	33,861,146,000			33,861,146,000
Implementation of the Proposed National Government Rightsizing Program (NGRP)	10,000,000,000			10,000,000,000
Sub-total, Purpose(s)	43,861,146,000	57,775,317,000	95,499,317,000	197,135,780,000
TOTAL NEW APPROPRIATIONS	P 43,861,146,000	P 57,775,317,000	P 95,499,317,000	P 197,135,780,000

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			
Other Compensation for Specific Groups			
Other Personnel Benefits			10,000,000
Total Other Compensation for Specific Groups			10,000,000
Military/Uniformed Personnel			
Other Personnel Benefits			
Pension, Military/Uniformed Personnel			33,861,146
Total Other Personnel Benefits			33,861,146
TOTAL PERSONNEL SERVICES			43,861,146

Maintenance and Other Operating Expenses		
Financial Assistance/Subsidy	26,363,481	44,949,903
Other Maintenance and Operating Expenses		
Other Maintenance and Operating Expenses	18,556,633	12,825,414
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>44,920,114</u>	<u>57,775,317</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>44,920,114</u>	<u>101,636,463</u>
Capital Outlays		
Investment Outlay	11,421,012	827,500
Property, Plant and Equipment Outlay		
Infrastructure Outlay	13,848,874	83,655,235
Buildings and Other Structures		7,424,573
Machinery and Equipment Outlay	5,125,000	25,000
Transportation Equipment Outlay		3,542,009
Furniture, Fixtures and Books Outlay	25,000	25,000
TOTAL CAPITAL OUTLAYS	<u>30,419,886</u>	<u>95,499,317</u>
GRAND TOTAL	<u>75,340,000</u>	<u>197,135,780</u>

GENERAL SUMMARY (Cash-Based)
 UNPROGRAMMED APPROPRIATIONS

Current Operating Expenditures

<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
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A. UNPROGRAMMED APPROPRIATIONS

P 43,861,146,000 P 57,775,317,000 P 95,499,317,000 P197,135,780,000

TOTAL NEW APPROPRIATIONS, UNPROGRAMMED APPROPRIATIONS

P 43,861,146,000 P 57,775,317,000 P 95,499,317,000 P197,135,780,000
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