

STRATEGIC OBJECTIVES

- MANDATE : Implement the actual marketing/disposition program for government corporations, assets and other properties (E.O. 323). Dispose assets and/or rights, mandated under E.O. 372, transferred to NG and entrusted said assets and/or rights to PMO (E.O. 471).
- VISION : Promote an orderly, coordinated and efficient privatization/disposition of assets, activities and other properties. Broaden economic base by turning state owned enterprises over to the private sector. Provide more investment and employment opportunities to help attain economic growth.
- MISSION : Take title to and possession of, conserve, provisionally manage, and dispose of assets identified for privatization, and in process, reduce the Government's maintenance expense in non-performing assets and generate maximum cash recovery for the National Government.
- KEY RESULT AREAS : Anti-Corruption/Transparent, Accountable and Participatory Governance
- SECTOR OUTCOME : Fiscal Strength
- ORGANIZATIONAL OUTCOME : 1. Effective management and disposition of transferred assets and other government properties

**SECTION 1 : EXPENDITURE PROGRAM
(in pesos)**

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2014 Actual	2015 Current	2016 Proposed
000001000000000	General Administration and Support	17,573,000	22,066,000	22,178,000
	PS	17,573,000	22,066,000	22,178,000
000003000000000	Operations	16,227,000	20,376,000	20,376,000
	PS	16,227,000	20,376,000	20,376,000
TOTAL AGENCY BUDGET		33,800,000	42,442,000	42,554,000
	PS	33,800,000	42,442,000	42,554,000

OPERATIONS BY MFO	PROPOSED 2016			
	PS	MOOE	CO	TOTAL
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS	20,376,000			20,376,000

**SECTION 2 : EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2016
(in pesos)**

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	42,554,000			42,554,000
National Capital Region (NCR)	42,554,000			42,554,000
TOTAL AGENCY BUDGET	42,554,000			42,554,000

SECTION 3 : 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, sourced 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 and Section 65 of P.D. No. 1445.

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.

The PMO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on income and expenditure. The Chief of PMO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the PMO website.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

SECTION 4 : PERFORMANCE INFORMATION

KEY STRATEGIES :

Generate proceeds from the sale of real estate properties and intensify the collection of receivables.

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2016 Targets
Effective management and disposition of transferred assets and other government properties		
Percentage of remittance over the fair market value of the assets disposed increased	90% of proceeds (per Sec. 6, Art. III of EO 323)	% increase of remittance over the fair market value of the assets disposed
<u>MFO / PIs</u>		<u>2016 Targets</u>
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS		
Sale/Disposition of assets and other properties assigned by the Privatization Council		
Number of Assets Sales Completed		5
Value of Asset Sale Proceeds		P529,534,000
Actual asset sale proceeds less the estimated market value of assets		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
Management of Assets Held in Trust Prior to Privatization		
Number of assets under management		131
Value of assets under management		52,000,000,000
Average change in estimated value of assets under management from beginning of year to end of year or earlier date of sale		0
Percentage of assets for which the financial accounts are produced within 30 days of the end of the financial year		8

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
New General Appropriations	42,442	42,442	42,554
General Fund		42,442	42,554
R.A. No. 10633	42,442		
Budgetary Adjustment(s)	1,027		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	618		
Pension and Gratuity Fund	409		
Total Available Appropriations	43,469	42,442	42,554
Unused Appropriations	(9,669)		
Unobligated Allotment	(9,669)		
TOTAL OBLIGATIONS	33,800	42,442	42,554
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Proposed New Appropriations Language
 For general administration and support, and operations, as indicated hereunder.....P 42,554,000
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New Appropriations, by Programs/Activities/Projects

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROGRAMS				
0000010000000000 General Administration and Support	<u>22,178,000</u>			<u>22,178,000</u>
1030010001000000 General management and supervision	P <u>22,178,000</u>			P <u>22,178,000</u>
Sub-total, General Administration and Support	<u>22,178,000</u>			<u>22,178,000</u>
0000030000000000 Operations	<u>20,376,000</u>			<u>20,376,000</u>
0000030100000000 MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS	<u>20,376,000</u>			<u>20,376,000</u>
1010030101000000 Conservation, Sale/Disposition of assets and other properties	<u>20,376,000</u>			<u>20,376,000</u>
Sub-total, Operations	<u>20,376,000</u>			<u>20,376,000</u>
TOTAL NEW APPROPRIATIONS	P <u>42,554,000</u> =====			P <u>42,554,000</u> =====

Obligations, by Object of Expenditures

CYs 2014-2016
 (In Thousand Pesos)

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Non-Permanent Positions	<u>33,800</u>	<u>42,442</u>	<u>42,554</u>
TOTAL PERSONNEL SERVICES	<u>33,800</u>	<u>42,442</u>	<u>42,554</u>
GRAND TOTAL	<u>33,800</u>	<u>42,442</u>	<u>42,554</u>