

AC. PHILIPPINE RACING COMMISSION

STRATEGIC OBJECTIVES

MANDATE : The Philippine Racing Commission (PHILRACOM) promotes and directs the accelerated development of horse-racing not only to pursue sports development but also to ensure the full exploitation of the sports as a source of revenue and employment.

VISION : The Philippine Racing Commission (PHILRACOM) shall direct the development of the country's horse-racing industries and related industries to exploit their full potential as a source of revenue and employment with a vision to produce demand-driven outputs that meet global standards.

MISSION : 1. To promote and maintain efficient and unbiased operation of racing exclusive of the supervision of betting therein
 2. To raise public confidence in sport and to minimize infraction of the rules of racing; and
 3. To improve the breed of Philippine horses and to prevent illegal importation of race horses.

KEY RESULT AREAS : Rapid, inclusive and sustained economic growth

SECTOR OUTCOME : Sport Development

ORGANIZATIONAL OUTCOME : 1. Fair and safe horse racing industry developed

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

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2014 Actual	2015 Current	2016 Proposed
000001000000000	General Administration and Support	28,210,000	29,947,000	30,527,000
	PS	15,767,000	14,054,000	13,894,000
	MOOE	12,443,000	15,893,000	16,633,000
000003000000000	Operations	88,287,000	86,857,000	92,992,000
	PS	15,702,000	16,168,000	16,183,000
	MOOE	72,585,000	69,589,000	74,129,000
	CO		1,100,000	2,680,000
TOTAL AGENCY BUDGET		116,497,000	116,804,000	123,519,000
	PS	31,469,000	30,222,000	30,077,000
	MOOE	85,028,000	85,482,000	90,762,000
	CO		1,100,000	2,680,000

STAFFING SUMMARY

	2014	2015	2016
TOTAL STAFFING			
Total Number of Authorized Positions	82	82	82
Total Number of Filled Positions	69	69	69

OPERATIONS BY MFO

PROPOSED 2016

	PS	MOOE	CO	TOTAL
MFO 1: HORSE RACING INCENTIVE SCHEME		70,000,000		70,000,000
MFO 2: HORSE RACING REGULATION SERVICES	14,915,000	4,129,000	2,680,000	21,724,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation (net of Central Office):	27,625,000	90,762,000	2,680,000	121,067,000
National Capital Region (NCR)	27,625,000	90,762,000	2,680,000	121,067,000
TOTAL AGENCY BUDGET	27,625,000	90,762,000	2,680,000	121,067,000

SECTION 3 : SPECIAL PROVISION(S)

- Share from Breakages. In addition to the amounts appropriated herein, the share from breakages shall be used exclusively for the payment of additional prizes for races sponsored by the Philippine Racing Commission (PHILRACOM) and for the necessary Capital Outlays and other expenses relative to horse-breeding activities of the Commission sourced from the breakage or the fraction of ten (10) centavos eliminated from the dividends paid to the winning tickets, remitted by the PHILRACOM, Manila Jockey Club, Inc., and the Metro Manila Turf Club Inc. in accordance with E.O. Nos. 88 and 89, s. 1986 and R.A. No. 7978, as amended.

The PHILRACOM 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 the financial and physical accomplishments. The Chairperson of the PHILRACOM and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the PHILRACOM website.

SECTION 4 : PERFORMANCE INFORMATION

KEY STRATEGIES :

- Increase in registered horses, horse owners, jockeys, grooms, and racing officials.
- Increase target revenue for the upcoming calendar years.

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2016 Targets
Fair and safe horse racing industry developed		
Generated revenue	1,200,000	5% increase from 2013 (1,260,000)
Generated Direct Employment	1,500	5% increase from 2013 (1,575)
Decrease in the number of accidents	14	2% decrease from 2013 (13)

MFO / PIs	2016 Targets
MFO 1: HORSE RACING INCENTIVE SCHEME	
No. of prize money recipients	4400
% increase in volume of ticket sales	5%
% of prize money payments made within 3 days after the race	100%
MFO 2: HORSE RACING REGULATION SERVICES	
Licensing/ Registration	
No. of applications for registration, permits and licenses acted upon	4000
% of license holders with one or more recorded violations in the last three (3) years	15%
% of applications acted upon within one (1) month	100%
Monitoring	
No. of inspections and investigations undertaken	150
% of inspections and investigations that result in a detected violation	1%
% of licensed persons and registered entities subject to at least two (2) inspections in the last two (2) years	85%
Enforcement	
No. of enforcement actions undertaken	55
No. of license holders/ registered entities and permit holders with two (2) or more violations over the last three (3) years as a percentage of the total number of violators	28
% of enforcement actions that are resolved within seven (7) days	100%

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
New General Appropriations	111,783	114,320	121,067
General Fund		114,320	121,067
R.A. No. 10633	111,783		
Automatic Appropriations	2,444	2,484	2,452
Retirement and Life Insurance Premiums	2,444	2,484	2,452
Continuing Appropriations		18	
Unobligated Releases for MOOE			
R.A. No. 10633		18	
Budgetary Adjustment(s)	2,311		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	1,366		
Pension and Gratuity Fund	945		
Total Available Appropriations	116,538	116,822	123,519
Unused Appropriations	(41)	(18)	
Unobligated Allotment	(41)	(18)	
TOTAL OBLIGATIONS	116,497	116,804	123,519
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Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 121,067,000

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New Appropriations, by Programs/Activities/Projects

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
PROGRAMS				
0000010000000000 General Administration and Support	12,710,000	16,633,000		29,343,000
1030010001000000 General management and supervision	P 12,710,000	P 16,633,000		P 29,343,000
Sub-total, General Administration and Support	12,710,000	16,633,000		29,343,000
0000030000000000 Operations	14,915,000	74,129,000	2,680,000	91,724,000
0000030100000000 MFO 1: HORSE RACING INCENTIVE SCHEME		70,000,000		70,000,000
2410030101000000 Granting of racing incentives for the promotion of racing industry including prizes in stakes races		70,000,000		70,000,000
0000030200000000 MFO 2: HORSE RACING REGULATION SERVICES	14,915,000	4,129,000	2,680,000	21,724,000
2410030201000000 Formulation and implementation of policies and rules on horse racing and regulation of horse racing operations	14,915,000	4,129,000	2,680,000	21,724,000
Sub-total, Operations	14,915,000	74,129,000	2,680,000	91,724,000
TOTAL NEW APPROPRIATIONS	P 27,625,000	P 90,762,000	P 2,680,000	P 121,067,000

Obligations, by Object of Expenditures

CYs 2014-2016
(In Thousand Pesos)

	2014	2015	2016
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	20,373	20,693	20,433
Total Permanent Positions	20,373	20,693	20,433
Other Compensation Common to All			
Personnel Economic Relief Allowance	1,656	1,704	1,656
Representation Allowance	441	450	450
Transportation Allowance	441	450	450
Clothing and Uniform Allowance	345	355	345
Productivity Incentive Allowance	140	142	
Year End Bonus	1,698	1,724	1,703
Cash Gift	347	355	345
Per Diems	866	1,440	1,440
Step Increment	46	52	95
Productivity Enhancement Incentive	349		345
Performance Based Bonus	762		
Total Other Compensation Common to All	7,091	6,672	6,829
Other Compensation for Specific Groups			
Other Personnel Benefits	1,128		
Total Other Compensation for Specific Groups	1,128		

Other Benefits			
Retirement and Life Insurance Premiums	2,444	2,484	2,452
PAG-IBIG Contributions	82	85	82
PhilHealth Contributions	200	203	199
Employees Compensation Insurance Premiums	82	85	82
Terminal Leave	69		
Total Other Benefits	<u>2,877</u>	<u>2,857</u>	<u>2,815</u>
TOTAL PERSONNEL SERVICES	<u>31,469</u>	<u>30,222</u>	<u>30,077</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	906	2,104	2,104
Training and Scholarship Expenses	340	810	1,063
Supplies and Materials Expenses	1,463	2,090	2,090
Utility Expenses	1,245	1,300	1,300
Communication Expenses	652	1,015	1,015
Awards/Rewards and Prizes	71,801	65,580	70,000
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	241	210	210
Professional Services	2,000	2,330	2,330
Repairs and Maintenance	452	600	600
Taxes, Insurance Premiums and Other Fees	164	320	320
Labor and Wages	960	960	960
Other Maintenance and Operating Expenses			
Printing and Publication Expenses	18	20	20
Representation Expenses		200	200
Rent/Lease Expenses	2,527	2,300	2,300
Subscription Expenses	71	100	100
Other Maintenance and Operating Expenses	2,188	5,543	6,150
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>85,028</u>	<u>85,482</u>	<u>90,762</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>116,497</u>	<u>115,704</u>	<u>120,839</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay			380
Transportation Equipment Outlay		1,100	1,300
Intangible Assets Outlay			1,000
TOTAL CAPITAL OUTLAYS	<u></u>	<u>1,100</u>	<u>2,680</u>
GRAND TOTAL	<u>116,497</u>	<u>116,804</u>	<u>123,519</u>