

C. SPECIAL SHARES OF LOCAL GOVERNMENT UNITS IN THE PROCEEDS OF NATIONAL TAXES

Appropriations/Obligations

(In Thousand Pesos)

Description

New General Appropriations

 General Fund

	<u>2015</u>	<u>2016</u>	<u>2017</u>
	<u>27,904,053</u>	<u>35,917,970</u>	<u>30,969,240</u>
	27,904,053	35,917,970	30,969,240

Continuing Appropriations	<u>11,061,812</u>	<u>22,291,333</u>	
Unreleased Appropriation for MOOE			
R.A. No. 10633	11,061,812		
R.A. No. 10651		<u>22,291,333</u>	
Total Available Appropriations	38,965,865	58,209,303	30,969,240
Unused Appropriations	<u>(25,394,434)</u>	<u>(22,291,333)</u>	
Unreleased Appropriation	<u>(25,394,434)</u>	<u>(22,291,333)</u>	
TOTAL OBLIGATIONS	<u>13,571,431</u>	<u>35,917,970</u>	<u>30,969,240</u>
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EXPENDITURE PROGRAM
(in pesos)

No./ Code	PURPOSE	<u>2015 Actual</u>	<u>2016 Current</u>	<u>2017 Proposed</u>
TOTAL NEW APPROPRIATIONS		<u>13,571,431,000</u>	<u>35,917,970,000</u>	<u>30,969,240,000</u>
	MOOE	13,571,431,000	35,917,970,000	30,969,240,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2017
(in pesos)

REGION	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation (net of Central Office):		<u>30,969,240,000</u>		<u>30,969,240,000</u>
Nationwide		30,969,240,000		30,969,240,000
TOTAL AGENCY BUDGET		<u>30,969,240,000</u>		<u>30,969,240,000</u>
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SPECIAL PROVISION(S)

1. Direct Release of LGU Shares. The IRA and all the current year's LGU shares appropriated herein shall be released directly by the BTr to the LGU beneficiaries only through authorized government servicing banks.

The Local Chief Executive and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that reports on the utilization of funds are posted on the LGU website, at least on a quarterly basis.
2. Internal Revenue Allotment of LGUs. In addition to the LGU shares appropriated herein, Four Hundred Eighty Six Billion Eight Hundred Eighty Five Million Five Thousand Pesos (P486,885,005,000) is automatically appropriated for the LGU share in the national internal revenue taxes in accordance with Section 4 of R.A. No. 9358 and shall be allocated pursuant to Section 285 of R.A. No. 7160 and the General Provisions of this Act.
3. Shares in National Wealth. The amount of Four Billion Fifty Four Million Two Hundred Eighty Four Thousand Pesos (P4,054,284,000) appropriated herein for the LGU share in mining taxes, royalties from mineral reservations, forestry charges, and fees and revenues collected from energy resources in the utilization and development of national wealth shall be used in accordance with Section 294 of R.A. No. 7160, subject to the following:
 - (a) Allocation of shares shall be made pursuant to Section 292 of R.A. No. 7160; and
 - (b) Release of shares shall be based on the certification of actual collections by the revenue collecting agencies concerned and remittance to the BTr.
4. Shares in Excise Taxes from Locally Manufactured Virginia-Type Cigarettes. The amount of Fourteen Billion Six Hundred Ten Million Pesos (P14,610,000,000) appropriated herein for the LGU share in excise taxes from locally manufactured Virginia-type cigarettes shall be used in accordance with Section 2 of R.A. No. 7171, subject to the following:
 - (a) Certification of acceptance by the National Tobacco Administration (NTA) on the volume of production, endorsed by the DA;

(b) Allocation of shares shall be made pursuant to Section 289 of RA No. 8424, and the distribution of shares shall be as follows: (i) Thirty percent (30%) to the province based on volume of tobacco production; (ii) Fifty percent (50%) to the cities and municipalities based on volume of tobacco production; and (iii) Twenty percent (20%) divided equally among the cities and municipalities of the beneficiary provinces; and

(c) Fifty percent (50%) of LGU shares shall be used for barangay economic development projects.

Release of shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

5. Shares in Excise Taxes from Burley and Native Tobacco Products. The amount of Two Billion Four Hundred Sixty Million Pesos (P2,460,000,000) appropriated herein for the LGU share in excise taxes from Burley and native tobacco products shall be used in accordance with Section 8 of R.A. No. 10351 subject to the following:

(a) Certification of acceptance by the NTA on the volume of production, endorsed by the DA;

(b) Allocation of shares shall be in accordance with R.A. No. 8240 as amended by R.A. No. 10351 and shall be based on the volume of tobacco production, and distribution of shares shall be as follows: (i) Ten percent (10%) to the province; and (ii) ninety percent (90%) to the cities and municipalities of the beneficiary province; and

(c) Release of shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

6. Shares in Incremental Collections from Value-Added Tax. The amount of Nine Billion Three Hundred Twenty One Million Pesos (P9,321,000,000) appropriated herein for the LGU share in incremental collections from value-added tax (VAT) authorized under R.A. Nos. 7643 and 8424 shall be allocated in accordance with Section 150 of R.A. No. 7160, as implemented by DBM-DOF-DILG J.C. No. 1-02 dated February 6, 2002.

Release of said shares shall be based on the certification of actual collections by the BIR and remittance to the BTr.

7. Shares from Value-Added Tax in lieu of Franchise Tax. The amount of Three Million Nine Hundred Fifty Thousand Pesos (P3,950,000) appropriated herein for the LGU share from VAT in lieu of franchise tax authorized under R.A. Nos. 6631 and 6632 shall be allocated in accordance with DBM-DOF J.C. No. 2008-1 dated June 16, 2008.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

8. Shares in Gross Income Tax Paid by all Businesses and Enterprises Within the Economic Zones. The amount of Fifty Six Million Five Hundred Twenty Five Thousand Pesos (P56,525,000) appropriated herein for the LGU share in the gross income tax paid by all businesses and enterprises located within the economic zones shall be allocated in accordance with the provisions of R.A. No. 7922.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

9. Shares in Special Privilege Tax. The amount of Forty One Million Pesos (P41,000,000) appropriated herein for the LGU share in the two percent (2%) Special Privilege Tax on Mini-Hydroelectric Power Developers in accordance with R.A. No. 7156 shall be based on the actual collections by the BIR and actual remittance to the BTr.

Release of said shares shall be based on the certification of actual collections by the BIR and actual remittance to the BTr.

10. Prior Years LGU Shares. The amount of Four Hundred Twenty Two Million Four Hundred Eighty One Thousand Pesos (P422,481,000) appropriated herein for prior years' LGU shares from incremental collections from VAT shall be maintained by the BTr in an escrow account to be held in trust for said purposes and automatically released to the LGU beneficiaries only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The Local Chief Executive and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that reports on the utilization of funds are posted on the LGU website, at least on a quarterly basis.

11. 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:

New Appropriations, by Purpose

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROGRAMS				
000009020000000	Allocation to Local Government Units			
000009020200000	Special Shares of LGUs in the Proceeds of National Taxes			
108009020200001		14,610,000,000		14,610,000,000
108009020200002		2,460,000,000		2,460,000,000
108009020200003		4,054,284,000		4,054,284,000
108009020200004		56,525,000		56,525,000
108009020200005		9,321,000,000		9,321,000,000
108009020200006		3,950,000		3,950,000
108009020200007		422,481,000		422,481,000
108009020200008		41,000,000		41,000,000
Sub-total,		30,969,240,000		30,969,240,000
TOTAL NEW APPROPRIATIONS		P 30,969,240,000 =====		P 30,969,240,000 =====

Obligations, by Object of Expenditures

CYs 2015-2017
(In Thousand Pesos)

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy	13,571,431	35,917,970	30,969,240
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>13,571,431</u>	<u>35,917,970</u>	<u>30,969,240</u>
GRAND TOTAL	<u>13,571,431</u>	<u>35,917,970</u>	<u>30,969,240</u>