

L. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS - OTHERS

L.1. BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS - OTHERS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
New General Appropriations	28,606	28,606	28,606
General Fund	28,606	28,606	28,606
Continuing Appropriations	120,665	17,462	
Unreleased Appropriation for MOOE			
R.A. No. 10652	118,559		
R.A. No. 10633	2,106		
R.A. No. 10651		17,462	
Budgetary Adjustment(s)	(129,703)		
Transfer(s) to:			
Budgetary Support to Government Corporations			
Mactan Cebu International Airport Authority	(118,559)		
Development Academy of the Philippines	(11,144)		
Total Available Appropriations	19,568	46,068	28,606
Unused Appropriations	(19,568)	(17,462)	
Unreleased Appropriation	(19,568)	(17,462)	
TOTAL OBLIGATIONS	=====	28,606	28,606

EXPENDITURE PROGRAM
(in pesos)

No. / Code	PURPOSE	<u>2015 Actual</u>	<u>2016 Current</u>	<u>2017 Proposed</u>
TOTAL NEW APPROPRIATIONS			28,606,000	28,606,000
	MOOE		28,606,000	28,606,000

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):		28,606,000		28,606,000
Nationwide		28,606,000		28,606,000
TOTAL AGENCY BUDGET	=====	28,606,000	=====	28,606,000

Special Provisions Applicable to All GOCCs

1. **Budgetary Support to Government Corporations.** Income and revenues collected by GOCCs from all sources shall be used to cover all its operating requirements. Any deficiency may be augmented by the budgetary support from the National Government, which may either be:
 - (a) Subsidy, which shall be used in accordance with the purposes identified: PROVIDED, That subsidy releases may be used for the payment of separation or retirement benefits and incentives resulting from an approved reorganization, merger, streamlining, abolition or privatization plan under R.A. No. 10149, other laws and issuances only by GOCCs which are financially unable to pay said benefits and/or incentives.
 - (b) Equity, which shall be used as capital investment of the National Government in accordance with the capitalization requirement under pertinent laws. In no case shall equity investments be used for the payment of salaries, allowances, incentives, and retirement and separation benefits, except in cases authorized by the DBM.

2. **Offsets Against Budgetary Support to Government Corporations.** The appropriations authorized herein may be offset by the BTr against the: (i) corporate payments of cash dividends under R.A. No. 7656; (ii) guarantee fees; (iii) advances for loans relented to corporations; (iv) obligations which are guaranteed by the National Government; and (v) other receivables of the government from the GOCCs.

If the total level of actual revenues at the end of the immediately preceding year, including income from liquid assets such as, but not limited to, interest in cash deposits, short-term and bond investments, and other fund sources of the GOCC, exceed the corresponding projections considered in the formulation of the current year's budgetary support program, the excess may be deducted from said program and the budgetary support may be reduced to the extent of such favorable result.

3. **Payment of Compensation and Benefits.** Payment of basic salaries, allowances, benefits and incentives by GOCCs shall be made in accordance with applicable provisions of laws, rules and regulations, such as, but not limited to P.D. No. 985, as amended, R.A. No. 6758, as amended, R.A. No. 10149, as amended, E.O. No. 203, s. 2016, Memorandum Order No. 20, s. 2001 and Corporate Compensation Circular No. 10 dated February 15, 1999. In addition, payment of separation or retirement benefits shall be computed in accordance with the rates, conditions and procedure prescribed under existing separation or retirement laws, and such pertinent guidelines issued thereon.

4. **Submission of Corporate Operating Budgets and Other Related Financial Statements.** All GOCCs, including GFIs, whether or not receiving budgetary support from the NG, shall prepare their FY 2017 Corporate Operating Budgets (COBs) in accordance with E.O. No. 518, s. 1979 and the procedures and guidelines prescribed by the DBM. Said COBs together with their supporting financial statements shall be approved by their governing boards, and submitted to the Secretary of Budget and Management for review and evaluation as part of the budget process pursuant to Section 10, Chapter 4, Title XVII, Book IV of E.O. No. 292, s. 1987. The NEA, NPC and PNOC shall be governed further by the provisions of R.A. No. 7638.

5. **Implementation of Infrastructure Projects.** The respective heads of GOCCs shall comply with the restrictions on critical geo-hazard areas or no build zones identified by the Mines and Geo-Sciences Bureau and such other conditions provided under Section 24 of the General Provisions in this Act.

In the case of housing projects, the shelter agencies shall likewise adopt and promote the use of new and innovative housing technologies and materials to bring down the cost of housing and reduce any adverse impact of construction on the environment.

6. **Tobacco Fund.** The amount of Three Hundred Eighty Six Million Two Hundred Fifty Thousand Pesos (P386,250,000) appropriated herein shall be used by the National Tobacco Administration (NTA) for its operating requirements sourced from the proceeds of fifty percent (50%) of the tariff or taxes of imported leaf tobacco and fifty percent (50%) of the special taxes on locally manufactured Virginia type cigarettes, constituted into the Tobacco Fund in accordance with Section 5 of R.A. No. 4155.

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.

The NTA shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Administrator of the NTA and the Administration's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the NTA website.

7. **Fund Releases.** Funds appropriated herein shall be under the administration of the DBM and released directly to the recipient GOCCs through the BTr, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292. All requests for fund release either as subsidy or equity investment to GOCCs shall be included in the GOCCs' COB duly approved by their respective governing boards.

8. Remittance of Cash Dividends. Cash Dividends equivalent to at least fifty percent (50%) of the annual net earnings of GOCCs shall be remitted to the National Treasury as income of the General Fund pursuant to R.A. No. 7656.
9. Transparency Seal. To enhance transparency and enforce accountability, all GOCCs shall maintain a Transparency Seal to be posted on their websites. The Transparency Seal shall contain the following: (i) corporation's mandates and functions, names of its officials with their position and designation, and its contact information; (ii) approved COB and corresponding targets including any amount of budgetary support from the National Government; (iii) realignments made pursuant to the special provisions in this Act; (iv) annual procurement plan/s and contracts awarded with the winning supplier, contractor or consultant; (v) major programs and projects categorized in accordance with the five key results areas under E.O. No. 43, s. 2011 and their target beneficiaries; (vi) status of implementation, evaluation and/or assessment reports of said programs or projects; (vii) Budget and Financial Accountability Reports, pursuant to COA and DBM J.C. No. 2014-1 dated July 1, 2014; and (viii) year-end financial reports and trial balances for the last three (3) fiscal years.

The respective heads of GOCCs and their web administrators or equivalent shall be responsible for ensuring compliance with this requirement.

The DBM shall post on its website the status of compliance of GOCCs.

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				
000009010000000 BSGC - Others				
108009018500000 1. Rest of Budgetary Support to Government-Owned and/or Controlled Corporations, subject to Section 35, Chapter 5, Book VI of E.O. No. 292 and Letter of Implementation No. 29		28,606,000		28,606,000
Sub-total,		28,606,000		28,606,000
TOTAL NEW APPROPRIATIONS	P	28,606,000 =====	P	28,606,000 =====

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		28,606	28,606
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES		28,606	28,606
GRAND TOTAL		28,606	28,606

GENERAL SUMMARY
BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
A. DEPARTMENT OF AGRICULTURE (DA)				
A.1. NATIONAL DAIRY AUTHORITY	P 189,945,000			P 189,945,000
A.2. PHILIPPINE CROP INSURANCE CORPORATION	2,500,000,000			2,500,000,000
A.3. PHILIPPINE FISHERIES DEVELOPMENT AUTHORITY	224,800,000			224,800,000
A.4. PHILIPPINE RICE RESEARCH INSTITUTE	561,000,000			561,000,000
A.5. SUGAR REGULATORY ADMINISTRATION	1,400,621,000			1,400,621,000
Sub Total, DEPARTMENT OF AGRICULTURE (DA)	4,876,366,000			4,876,366,000
B. DEPARTMENT OF ENERGY (DOE)				
B.1. NATIONAL ELECTRIFICATION ADMINISTRATION	1,823,795,000			1,823,795,000
B.2. NATIONAL POWER CORPORATION	2,798,245,000			2,798,245,000
Sub Total, DEPARTMENT OF ENERGY (DOE)	4,622,040,000			4,622,040,000
C. DEPARTMENT OF FINANCE (DOF)				
C.1. TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILS.			500,000,000	500,000,000
Sub Total, DEPARTMENT OF FINANCE (DOF)			500,000,000	500,000,000
D. DEPARTMENT OF HEALTH (DOH)				
D.1. LUNG CENTER OF THE PHILIPPINES	255,190,000			255,190,000
D.2. NATIONAL KIDNEY AND TRANSPLANT INSTITUTE	454,854,000			454,854,000
D.3. PHILIPPINE CHILDREN'S MEDICAL CENTER	539,163,000			539,163,000
D.4. PHILIPPINE HEALTH INSURANCE CORPORATION	50,221,221,000			50,221,221,000
D.5. PHILIPPINE HEART CENTER	373,917,000			373,917,000
D.6. PHILIPPINE INSTITUTE OF TRADITIONAL AND ALTERNATIVE HEALTH CARE	116,932,000			116,932,000
Sub Total, DEPARTMENT OF HEALTH (DOH)	51,961,277,000			51,961,277,000
E. DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)				
E.1. LOCAL WATER UTILITIES ADMINISTRATION	2,124,750,000			2,124,750,000
Sub Total, DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)	2,124,750,000			2,124,750,000
F. DEPARTMENT OF TRADE AND INDUSTRY (DTI)				
F.1. AURORA PACIFIC ECONOMIC ZONE AND FREEPORT AUTHORITY	59,115,000			59,115,000
F.2. CENTER FOR INTERNATIONAL TRADE EXPOSITIONS AND MISSIONS	220,000,000			220,000,000
F.3. PHILIPPINE ECONOMIC ZONE AUTHORITY	2,757,568,000			2,757,568,000
Sub Total, DEPARTMENT OF TRADE AND INDUSTRY (DTI)	3,036,683,000			3,036,683,000
G. DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS (DOTC)				
G.1. LIGHT RAIL TRANSIT AUTHORITY	55,970,000			55,970,000
G.2. PHILIPPINE NATIONAL RAILWAYS	715,000,000			715,000,000
Sub Total, DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS (DOTC)	770,970,000			770,970,000

H. NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY (NEDA)

H.1. PHILIPPINE INSTITUTE FOR DEVELOPMENT STUDIES	<u>163,537,000</u>		<u>163,537,000</u>
Sub Total, NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY (NEDA)	<u>163,537,000</u>		<u>163,537,000</u>

I. PRESIDENTIAL COMMUNICATIONS OPERATIONS OFFICE (PCOO)

I.1. PEOPLE'S TELEVISION NETWORK, INC.	<u>157,300,000</u>	<u>678,440,000</u>	<u>835,740,000</u>
Sub Total, PRESIDENTIAL COMMUNICATIONS OPERATIONS OFFICE (PCOO)	<u>157,300,000</u>	<u>678,440,000</u>	<u>835,740,000</u>

J. OTHER EXECUTIVE OFFICES

J.1. AUTHORITY OF THE FREEPORT AREA OF BATAAN		125,000,000	125,000,000
J.2. BASES CONVERSION AND DEVELOPMENT AUTHORITY (FORMERLY BASES CONVERSION DEVELOPMENT AUTHORITY)	1,031,466,000		1,031,466,000
J.3. CREDIT INFORMATION CORPORATION	12,795,000		12,795,000
J.4. CULTURAL CENTER OF THE PHILIPPINES	838,159,000		838,159,000
J.5. DEVELOPMENT ACADEMY OF THE PHILIPPINES	548,480,000		548,480,000
J.6. NATIONAL FOOD AUTHORITY	5,100,000,000		5,100,000,000
J.7. NATIONAL HOME MORTGAGE FINANCE CORPORATION	237,409,000	1,226,700,000	1,464,109,000
J.8. NATIONAL HOUSING AUTHORITY	12,635,748,000		12,635,748,000
J.9. NATIONAL IRRIGATION ADMINISTRATION	36,357,941,000		36,357,941,000
J.10. PHILIPPINE CENTER FOR ECONOMIC DEVELOPMENT	34,745,000		34,745,000
J.11. PHILIPPINE COCONUT AUTHORITY	1,424,437,000		1,424,437,000
J.12. PHILIPPINE POSTAL CORPORATION	536,537,000		536,537,000
J.13. SOCIAL HOUSING FINANCE CORPORATION	279,420,000		279,420,000
J.14. SOUTHERN PHILIPPINES DEVELOPMENT AUTHORITY	41,058,000		41,058,000
J.15. SUBIC BAY METROPOLITAN AUTHORITY	1,596,744,000		1,596,744,000
J.16. ZAMBOANGA CITY SPECIAL ECONOMIC ZONE AUTHORITY	<u>50,000,000</u>	<u>50,000,000</u>	<u>100,000,000</u>
Sub Total, OTHER EXECUTIVE OFFICES	<u>60,724,939,000</u>	<u>1,401,700,000</u>	<u>62,126,639,000</u>

K. BSGC - OTHERS	<u>28,606,000</u>		<u>28,606,000</u>
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TOTAL NEW APPROPRIATIONS, BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS	<u>P128,466,468,000</u>	<u>P 2,580,140,000</u>	<u>P131,046,608,000</u>
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