

Q. NATIONAL COMMISSION FOR CULTURE AND THE ARTS (PROPER)

Appropriations/Obligations

(In Thousand Pesos)

| <u>Description</u>                     | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--|-------------|-------------|-------------|
| New General Appropriations             | 94,165      | 186,838     | 29,626      |
| General Fund                           | 94,165      | 186,838     | 29,626      |
| Automatic Appropriations               | 668,989     | 679,368     | 424,772     |
| Retirement and Life Insurance Premiums | 1,540       | 1,540       | 1,582       |
| Special Account                        | 667,449     | 677,828     | 423,190     |
| Continuing Appropriations              | 337         | 57,405      |             |
| Unobligated Releases for MOOE          |             |             |             |
| R.A. No. 10633                         | 337         |             |             |
| R.A. No. 10651                         |             | 57,405      |             |
| Budgetary Adjustment(s)                | 2,177       |             |             |
| Transfer(s) from:                      |             |             |             |
| Miscellaneous Personnel Benefits Fund  | 2,177       |             |             |
| Total Available Appropriations         | 765,668     | 923,611     | 454,398     |
| Unused Appropriations                  | ( 70,645)   | ( 57,405)   |             |
| Unobligated Allotment                  | ( 70,645)   | ( 57,405)   |             |
| TOTAL OBLIGATIONS                      | 695,023     | 866,206     | 454,398     |

EXPENDITURE PROGRAM  
(in pesos)

| No. / Code      | GASS / STO / OPERATIONS / PROJECTS | 2015 Actual | 2016 Current | 2017 Proposed |
|-----------------|------------------------------------|-------------|--------------|---------------|
| 000001000000000 | General Administration and Support | 47,832,000  | 46,269,000   | 57,656,000    |
|                 | PS                                 | 9,166,000   | 6,060,000    | 7,222,000     |
|                 | MOOE                               | 35,637,000  | 38,275,000   | 37,762,000    |
|                 | FinEx                              | 1,000       | 2,000        | 2,000         |
|                 | CO                                 | 3,028,000   | 1,932,000    | 12,670,000    |
| 000002000000000 | Support to Operations              | 10,691,000  | 11,136,000   | 12,471,000    |
|                 | PS                                 | 4,433,000   | 4,377,000    | 5,361,000     |
|                 | MOOE                               | 6,258,000   | 6,739,000    | 6,485,000     |
|                 | CO                                 |             | 20,000       | 625,000       |
| 000003000000000 | Operations                         | 49,657,000  | 51,762,000   | 53,165,000    |
|                 | PS                                 | 16,983,000  | 17,871,000   | 18,149,000    |
|                 | MOOE                               | 22,674,000  | 23,266,000   | 23,166,000    |
|                 | CO                                 | 10,000,000  | 10,625,000   | 11,850,000    |

|                     |             |             |             |
|---------------------|-------------|-------------|-------------|
| Projects            | 586,843,000 | 757,039,000 | 331,106,000 |
| MOOE                | 316,230,000 | 482,008,000 | 330,605,000 |
| FinEx               |             | 6,000       |             |
| CO                  | 270,613,000 | 275,025,000 | 501,000     |
| TOTAL AGENCY BUDGET | 695,023,000 | 866,206,000 | 454,398,000 |
| PS                  | 30,582,000  | 28,308,000  | 30,732,000  |
| MOOE                | 380,799,000 | 550,288,000 | 398,018,000 |
| FinEx               | 1,000       | 8,000       | 2,000       |
| CO                  | 283,641,000 | 287,602,000 | 25,646,000  |

## STAFFING SUMMARY

|                                      | 2015 | 2016 | 2017 |
|--------------------------------------|------|------|------|
| TOTAL STAFFING                       |      |      |      |
| Total Number of Authorized Positions | 34   | 34   | 34   |
| Total Number of Filled Positions     | 33   | 32   | 32   |

## Proposed New Appropriations Language

For general administration and support, support to operations, and operations as indicated hereunder.....P 29,626,000  
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| OPERATIONS BY MFO  | PROPOSED 2017 |           |    |           |
|--|---------------|-----------|----|-----------|
|  | PS            | MOOE      | CO | TOTAL     |
| MFO 1: POLICY SERVICES   | 7,190,000     | 1,281,000 |    | 8,471,000 |
| MFO 2: ADMINISTRATION OF THE NATIONAL<br>ENDOWMENT FUND FOR CULTURE AND THE ARTS | 3,538,000     | 194,000   |    | 3,732,000 |

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

| REGION                                       | PS         | MOOE       | CO    | TOTAL      |
|--|------------|------------|-------|------------|
| Regional Allocation (net of Central Office): | 17,774,000 | 11,852,000 |       | 29,626,000 |
| National Capital Region (NCR)                | 17,774,000 | 11,852,000 |       | 29,626,000 |
| TOTAL AGENCY BUDGET                          | 17,774,000 | 11,852,000 |       | 29,626,000 |
|  | =====      | =====      | ===== | =====      |

## SPECIAL PROVISION(S)

1. National Endowment Fund for Culture and Arts. In addition to the amounts appropriated herein, Four Hundred Twenty Three Million One Hundred Ninety Thousand Pesos (P423,190,000) shall be used for the operating requirements of the National Commission for Culture and the Arts (NCCA) sourced from the contributions of PAGCOR and share from travel tax collections, constituted into the National Endowment Fund for Culture and Arts (NEFCA) in accordance with Section 20 of R.A. No. 7356. In no case shall more than twenty percent (20%) of said amount be used for Personnel Services and any additional personnel to be hired shall be under job order or contract of service, or those hired without any employer-employee relationship.

Release of funds shall be subject to the guidelines on the utilization of the NEFCA pursuant to Section 72 of the amended IRR of R.A. No. 7356, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

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

2. Revolving Fund for Fabrication of Cultural Items and Printing Publications. The revolving fund in the amount of Five Hundred Thousand Pesos (P500,000) constituted from the sale of cultural items and publications shall be used to cover the fabrication of cultural items and printing of publications. The income collected in excess of said amount shall be deposited with the National Treasury as income of the General Fund pursuant to Section 22 of R.A. No. 7356.

Disbursements or expenditures by the NCCA 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 NCCA 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 income and expenditure. The Chairperson of the NCCA and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the NCCA website.

3. 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 Programs/Activities/Projects

|   | Current Operating Expenditures |  |                 |            |
|---|--------------------------------|--|-----------------|------------|
|   | Personnel Services             | Maintenance and Other Operating Expenses | Capital Outlays | Total      |
| <b>PROGRAMS</b>   |                                |  |                 |            |
| 0000010000000000 General Administration and Support   | 4,704,000                      | 9,643,000                                |                 | 14,347,000 |
| 000001000100000 General Administration Services   | 4,704,000                      | 9,643,000                                |                 | 14,347,000 |
| 103001000100001 General Management and Supervision  | P 4,657,000                    | P 9,643,000                              | P               | 14,300,000 |
| 103001000100002 Administration of Personnel Benefits  | 47,000                         |  |                 | 47,000     |
| Sub-total, General Administration and Support   | 4,704,000                      | 9,643,000                                |                 | 14,347,000 |
| 0000020000000000 Support to Operations  | 2,342,000                      | 734,000                                  |                 | 3,076,000  |
| 242002000100000 Development and maintenance of NCAA Information System which includes Cultural Data Banking and Public Information Services |                                | 401,000                                  |                 | 401,000    |
| 242002000200000 Project Monitoring and Evaluation Services  | 2,342,000                      | 333,000                                  |                 | 2,675,000  |
| Sub-total, Support to Operations  | 2,342,000                      | 734,000                                  |                 | 3,076,000  |
| 0000030000000000 Operations   | 10,728,000                     | 1,475,000                                |                 | 12,203,000 |
| 000003010000000 MFO 1: POLICY SERVICES  | 7,190,000                      | 1,281,000                                |                 | 8,471,000  |
| 242003010100000 Formulation and development of plans and policies   | 7,190,000                      | 1,281,000                                |                 | 8,471,000  |

|                          |   |                       |                       |                       |
|--------------------------|---|-----------------------|-----------------------|-----------------------|
| 000003020000000          | MFO 2:4 ADMINISTRATION OF THE<br>NATIONAL ENDOWMENT FUND FOR CULTURE AND THE ARTS | 3,538,000             | 194,000               | 3,732,000             |
| 242003020100000          | General management and<br>supervision of the NEFCA funds                          | 3,538,000             | 194,000               | 3,732,000             |
| Sub-total, Operations    |   | 10,728,000            | 1,475,000             | 12,203,000            |
| TOTAL NEW APPROPRIATIONS |   | P 17,774,000<br>===== | P 11,852,000<br>===== | P 29,626,000<br>===== |

Obligations, by Object of Expenditures

CYs 2015-2017  
(In Thousand Pesos)

|   | 2015          | 2016          | 2017          |
|---|---------------|---------------|---------------|
| <b>Current Operating Expenditures</b>                     |               |               |               |
| <b>Personnel Services</b>                                 |               |               |               |
| <b>Civilian Personnel</b>                                 |               |               |               |
| Permanent Positions                                       |               |               |               |
| Basic Salary  | 12,621        | 12,833        | 13,184        |
| Total Permanent Positions                                 | 12,621        | 12,833        | 13,184        |
| Other Compensation Common to All                          |               |               |               |
| Personnel Economic Relief Allowance                       | 769           | 816           | 768           |
| Representation Allowance                                  | 387           | 450           | 240           |
| Transportation Allowance                                  | 374           | 450           | 240           |
| Clothing and Uniform Allowance                            | 160           | 170           | 160           |
| Productivity Incentive Allowance                          | 60            |               |               |
| Mid-Year Bonus - Civilian                                 |               |               | 1,099         |
| Year End Bonus  | 977           | 1,070         | 1,099         |
| Cash Gift   | 163           | 170           | 160           |
| Per Diems   | 1,258         | 1,684         | 1,684         |
| Step Increment  |               | 63            | 80            |
| Collective Negotiation Agreement                          | 798           |               |               |
| Productivity Enhancement Incentive                        |               | 170           | 160           |
| Total Other Compensation Common to All                    | 4,946         | 5,043         | 5,690         |
| Other Compensation for Specific Groups                    |               |               |               |
| Other Personnel Benefits                                  | 2,160         |               |               |
| Total Other Compensation for Specific Groups              | 2,160         |               |               |
| Other Benefits  |               |               |               |
| Retirement and Life Insurance Premiums                    | 1,544         | 1,540         | 1,582         |
| PAG-IBIG Contributions                                    | 40            | 41            | 38            |
| PhilHealth Contributions                                  | 128           | 113           | 108           |
| Employees Compensation Insurance Premiums                 | 37            | 41            | 38            |
| Total Other Benefits                                      | 1,749         | 1,735         | 1,766         |
| Non-Permanent Positions                                   | 9,106         | 8,697         | 10,092        |
| <b>TOTAL PERSONNEL SERVICES</b>                           | <b>30,582</b> | <b>28,308</b> | <b>30,732</b> |
| <b>Maintenance and Other Operating Expenses</b>           |               |               |               |
| Travelling Expenses                                       | 31,166        | 27,546        | 28,664        |
| Training and Scholarship Expenses                         | 1,194         | 2,953         | 1,967         |
| Supplies and Materials Expenses                           | 8,117         | 10,479        | 8,968         |
| Utility Expenses  | 6,235         | 7,420         | 6,560         |
| Communication Expenses                                    | 4,677         | 6,540         | 5,037         |
| Survey, Research, Exploration and<br>Development Expenses | 77            | 1,000         | 500           |

|   |                |                |                |
|---|----------------|----------------|----------------|
| Confidential, Intelligence and Extraordinary Expenses |                |                |                |
| Extraordinary and Miscellaneous Expenses              | 222            | 220            | 118            |
| Professional Services                                 | 58,130         | 47,953         | 46,594         |
| General Services                                      | 3,267          | 5,280          | 3,573          |
| Repairs and Maintenance                               | 2,979          | 1,661          | 2,241          |
| Financial Assistance/Subsidy                          | 182,325        | 366,743        | 252,295        |
| Taxes, Insurance Premiums and Other Fees              | 7,589          | 1,270          | 1,293          |
| Other Maintenance and Operating Expenses              |                |                |                |
| Advertising Expenses                                  | 13,686         | 11,527         | 13,850         |
| Printing and Publication Expenses                     | 207            | 3,670          | 2,750          |
| Representation Expenses                               | 11,077         | 8,121          | 11,323         |
| Transportation and Delivery Expenses                  | 210            | 375            | 315            |
| Rent/Lease Expenses                                   | 2,718          | 3,080          | 3,582          |
| Membership Dues and Contributions to Organizations    | 120            | 150            | 400            |
| Subscription Expenses                                 | 484            | 500            | 1,439          |
| Donations   | 46,006         | 43,000         | 5,800          |
| Other Maintenance and Operating Expenses              | 313            | 800            | 749            |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES        | <u>380,799</u> | <u>550,288</u> | <u>398,018</u> |
| Financial Expenses                                    |                |                |                |
| Bank Charges  | 1              | 8              | 2              |
| TOTAL FINANCIAL EXPENSES                              | <u>1</u>       | <u>8</u>       | <u>2</u>       |
| TOTAL CURRENT OPERATING EXPENDITURES                  | <u>411,382</u> | <u>578,604</u> | <u>428,752</u> |
| Capital Outlays                                       |                |                |                |
| Investment Outlay                                     | 10,000         | 10,000         | 10,000         |
| Property, Plant and Equipment Outlay                  |                |                |                |
| Land Improvements Outlay                              |                | 250            |                |
| Buildings and Other Structures                        |                | 7,500          | 12,400         |
| Machinery and Equipment Outlay                        | 1,987          | 382            | 3,246          |
| Furniture, Fixtures and Books Outlay                  | 1,654          | 950            |                |
| Heritage Assets                                       | 270,000        | 268,025        |                |
| Intangible Assets Outlay                              |                | 495            |                |
| TOTAL CAPITAL OUTLAYS                                 | <u>283,641</u> | <u>287,602</u> | <u>25,646</u>  |
| GRAND TOTAL   | <u>695,023</u> | <u>866,206</u> | <u>454,398</u> |

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Equitable access to adequate quality social services and assets  
 2. Knowledge, skills, attitudes and values of Filipinos to lead productive lives enhanced  
 3. Human development through culture and the arts

ORGANIZATIONAL OUTCOME : 1. Arts and cultural heritage management enhanced through coordinated government actions  
 2. Creativity and diversity of artistic/cultural expressions advanced

## PERFORMANCE INFORMATION

## KEY STRATEGIES :

1. Mainstream culture and development in plans, policies, programs and projects of the national government towards good governance [Program for Culture and Development];
2. Create and support special cultural programs in line with the peace and unification initiatives [Program for Culture and Development];
3. Institutionalize culture in education curriculum and media [Program for Cultural Education];

4. Support and encourage programs for the promotion of cultural liberty, and excellence in artistic development that forges the identity, memory, vision and conscience of our nation and bringing about social change [ Program for Artistic Excellence and Creativity] ;
5. Ensure the protection and promotion of heritage conservation approaches to nurture historicity and preserve our patrimony of cultural diversity [Program for Cultural Heritage Conservation]; and
6. Expand and strengthen cultural exchanges and agreements with other countries for international understanding, tolerance and underscoring cultural diversity [ Program for Cultural Diplomacy].

| ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)   | Baseline   | 2017 Targets  |
|--|------------|---|
| Arts and cultural heritage management enhanced through coordinated government actions  |            |   |
| Number of Local Government Units (LGUs) implementing and institutionalizing culture and arts programs and activities in compliance with the guidelines   | 7          | 7 LGUs with institutionalized culture and arts programs and activities by the end of 2017 |
| Number of collaborative projects with attached Cultural Agencies (CAs) and other related government agencies   | 25         | 25 supported grants/projects  |
| Creativity and diversity of artistic/cultural expressions advanced   |            |   |
| Increase in the number of new creative works [productions, performances, art works (traditional and contemporary)] and new cultural studies {culture and art research papers and academic curriculum guides) in 2017 | 2,381      | 119 (5%)  |
| Percentage increase of National Endowment Fund for the Culture and Arts (NEFCA) grantees who garnered local and international awards and recognitions  | 694        | 5% (34)   |
| Percentage increase in the number of audience (direct beneficiaries, direct audience and indirect audience) on NCCA programs/events/activities   | 11,990,000 | 5% (599,500)  |
| MFO / PIs  |            | 2017 Targets  |
| MFO 1: POLICY SERVICES   |            |   |
| Number of policies developed and issued or updated and disseminated  |            | 6   |
| Percentage of stakeholders who rate the policies as good or better   |            | 90%   |
| Percentage of policies that are updated, issued and disseminated in the last 3 years   |            | 100% (17)   |
| MFO 2: ADMINISTRATION OF THE NATIONAL ENDOWMENT FUND FOR CULTURE AND THE ARTS  |            |   |
| Number of project proposals reviewed   |            | 400   |
| Number of project proposals funded   |            | 375   |
| Percentage of stakeholders who rate the NCCA projects as good or better  |            | 90%   |
| Percentage of valid supplier invoices (or beneficiaries ) paid within 15 days  |            | 100% (2,400)  |
| Average value of assets under administration   |            | 1.850 Billion   |
| Number of evaluation reviews of the fund manager's performance   |            | 6 times   |
| Risk adjusted annual rate of return as a ratio to the Bangko Sentral ng Pilipinas overnight deposit rate   |            | 65%   |
| Percentage of performance evaluation reviews completed within 5 days of the end of each month  |            | 95% completed   |