

E. LOCAL GOVERNMENT SUPPORT FUND

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	<u>19,076,671</u>	<u>39,759,341</u>	<u>51,270,675</u>
General Fund	19,076,671	39,759,341	51,270,675
Automatic Appropriations	<u>6,562</u>		
Military Camps Sales Proceeds Fund	6,562		
Continuing Appropriations	<u>232,558</u>	<u>472,748</u>	
Unreleased Appropriation for MOOE			
R.A. No. 10651	232,558		
R.A. No. 10717		472,748	
Budgetary Adjustment(s)	<u>93,167</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	31,454		
Pension and Gratuity Fund	58,213		
Rehabilitation and Reconstruction Program	<u>3,500</u>		
Total Available Appropriations	19,408,958	40,232,089	51,270,675
Unused Appropriations	<u>(574,372)</u>	<u>(472,748)</u>	
Unreleased Appropriation	<u>(574,372)</u>	<u>(472,748)</u>	
TOTAL OBLIGATIONS	<u>18,834,586</u>	<u>39,759,341</u>	<u>51,270,675</u>

EXPENDITURE PROGRAM
(in pesos)

<u>PURPOSE</u>	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
TOTAL NEW APPROPRIATIONS	<u>18,834,586,000</u>	<u>39,759,341,000</u>	<u>51,270,675,000</u>
MOOE	18,834,586,000	39,759,341,000	51,270,675,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2018
(in pesos)

<u>REGION</u>	<u>PS</u>	<u>MOOE</u>	<u>CO</u>	<u>TOTAL</u>
Regional Allocation		<u>51,270,675,000</u>		<u>51,270,675,000</u>
Nationwide		51,270,675,000		51,270,675,000
TOTAL AGENCY BUDGET		<u>51,270,675,000</u>		<u>51,270,675,000</u>

SPECIAL PROVISION(S)

1. Financial Assistance to Local Government Units. The amount of Six Billion Pesos (P6,000,000,000) appropriated herein under Financial Assistance to LGUs shall be used for financial assistance to LGUs to support the following priority programs and projects of LGUs:

(a) Assistance to indigent patients either confined or out-patient (including professional fees) and purchase of ambulance;

(b) Assistance to indigent individual or families in any of the following forms: (i) medical; (ii) burial; (iii) transportation; (iv) food assistance; (v) cash for work; and (vi) educational assistance;

(c) Purchase of Mini Dump Trucks;

(d) Purchase of firetrucks and multicabs; and

(e) Construction, concreting, rehabilitation, repair or improvement of any of the following: (i) local roads and/or bridges; (ii) public markets; (iii) slaughterhouses; (iv) multi-purpose buildings; (v) multi-purpose pavements; (vi) pathways; (vii) drainage canals; (viii) sea wall/river wall; (ix) water system projects including level 1/stand alone water points; (x) evacuation centers; and (xi) public parks.

Disbursement and utilization by the LGUs shall be subject to the pertinent provisions of R.A. No. 9184, applicable accounting, budgeting and auditing rules and regulations, and such other guidelines issued for the purpose.

The beneficiary LGU shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, 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 of the projects. The Local Chief Executive of the implementing LGU and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the LGU website.

2. Assistance to Municipalities. The amount of Twenty One Billion Three Hundred Seventy Three Million Six Hundred Seventeen Thousand Pesos (P21,373,617,000) appropriated herein under Assistance to Municipalities shall be used for support to all municipalities and allocated based on equal share, fiscal capacity, per capita share, and share for good performance.

The Assistance to Municipalities shall fund projects culled out from the Local Development Investment Programs of municipalities and shall be limited to: (i) local access roads; (ii) local bridges; (iii) potable water system projects; (iv) evacuation center and Disaster Risk Reduction-related equipment; (v) small water impounding projects; (vi) rain water catchment facilities; (vii) sanitation and health facilities; and (viii) municipal drug rehabilitation facility.

Release of funds to the municipality shall be subject to its compliance with the following: (i) the requirements of the DILG Seal of Good Financial Housekeeping; (ii) the requirements of the DILG Local Development Council functionality assessment; and (iii) assessment of Public Financial Management (PFM) systems and adoption of the corresponding PFM improvement measures.

Duly accredited Civil Society Organizations and citizens may actively participate in the implementation by way of: (i) Municipal Development Council project monitoring; (ii) observer in the procurement process; (iii) third party monitoring and evaluation; and (iv) Citizen feedback mechanism.

Implementation of this provision shall be subject to guidelines to be issued for the purpose.

The beneficiary municipality shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, 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 of the projects. The Local Chief Executive of the implementing municipality and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the LGU website.

3. Conditional Matching Grant to Provinces for Road Repair, Rehabilitation and Improvement. The amount of Eighteen Billion Thirty Million Pesos (P18,030,000,000) appropriated herein under Conditional Matching Grant to Provinces for Road Repair, Rehabilitation and Improvement (CMGP) shall be used to support provinces which are compliant with DILG's Seal of Good Financial Housekeeping and DBM-validated PFM Improvement Plan.

The said amount shall be allocated as follows:

(i) equal share - 20%;

(ii) percentage share based on land area - 10%;

(iii) percentage share based on unpaved and poor to bad paved core roads - 40%;

(iv) performance in similar nationally-funded projects - 20%; and

(v) compliance with 2017 CMGP submission of requirements - 10%.

The beneficiary province shall comply with the following in the implementation of this provision:

(a) submission to the DILG of the updated Provincial Road Network Development Plan, Local Road Management Assessment Report with Improvement Plan and such other requirements as may be provided in the guidelines issued by the DILG and DBM;

(b) submission to the DBM of the PFM Improvement Plan and such other requirements as may be provided in the guidelines issued by DBM;

(c) strict adherence to the provisions of R.A. No. 9184, its IRR and GPPB guidelines;

(d) observance of the design, plan, specifications and such other standards and policies of the National Government;

(e) submission of certification issued by the province's Local Finance Committee that the local road maintenance budget for the current year is sufficient to maintain at least seventy-five (75%) of fair to good roads; and

(f) commitment to fund the cost of maintenance and repairs.

The beneficiary province shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, 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 Local Chief Executive of the beneficiary province and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the Open Road Portal.

4. Assistance to Cities. The amount of Five Billion Pesos (P5,000,000,000) appropriated herein under Assistance to Cities shall be used for support to all cities and allocated based on population and land area.

The Assistance to Cities shall be used to fund the following projects: (i) enrichment of open space creating sustainable and livable urban environment through turfing, landscaping, and green space architecture; (ii) establishment of pocket forest parks, arboretum and botanical gardens; (iii) transformation of streetscape such as installation of eco-friendly street furniture and fixtures and shading; (iv) augmentation of connectivity and accessibility such as construction of eco-friendly bike lanes and walkways; and (v) green infrastructure enhancements such as tree planting, construction of bioswales and pervious surfaces.

Implementation of this provision shall be subject to guidelines to be issued for the purpose.

The beneficiary city shall submit to the DBM, the Speaker of the House of Representatives and the President of the Senate of the Philippines, 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 of the projects. The Local Chief Executive of the beneficiary city and the LGU's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the LGU website.

5. Release of Funds. The funds shall be released directly by the BTr to the beneficiary LGU through authorized government servicing banks.

The amount released to the LGUs shall be recorded as trust fund to be used for the specified purpose. Funds which remain unutilized as of December 31, 2019 shall be reverted to the National Treasury.

6. Monitoring and Evaluation of the Assistance to Municipalities. The amount of Three Hundred Two Million Eight Hundred Two Thousand Pesos (P302,802,000) appropriated herein for Monitoring and Evaluation of the Assistance to Municipalities shall be used to perform the following: (i) provision of technical assistance to beneficiary municipalities; and (ii) monitoring and evaluation of the project implementation.

Releases therefrom equivalent to a maximum of three percent (3%) of the amount/s for the project/s concerned shall be made directly to DILG, upon the release of funds for the project/s under Assistance to Municipalities.

The DILG shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, 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 status of the implementation of projects funded under the Assistance to Municipalities. The Secretary of the Interior and Local Government and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DILG website.

7. Monitoring and Evaluation of the Conditional Matching Grant to Provinces for Road Repair, Rehabilitation and Improvement. The amount of Five Hundred Sixty Four Million Two Hundred Fifty Six Thousand Pesos (P564,256,000) appropriated herein for Monitoring and Evaluation of the CMGP shall be released directly to the DILG and used for the following: (i) Project Management and Monitoring; (ii) Capacity Development; and (iii) Quality Assurance and Governance Reform Consultancy.

The DILG shall submit to the DBM, the Speaker of the House of Representatives, the President of the Senate of the Philippines, 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 status of the implementation of projects funded under the CMGP. The Secretary of the Interior and Local Government and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DILG website.

New Appropriations, by Purpose

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
4002000000000000	Allocation to Local Government Units	P 51,270,675,000			P 51,270,675,000
4002040000000000	Local Government Support Fund	51,270,675,000			51,270,675,000
400204000001000	Financial Assistance to Local Government Units		6,000,000,000		6,000,000,000
400204000002000	Assistance to Municipalities		21,373,617,000		21,373,617,000
400204000003000	Monitoring and Evaluation of the Assistance to Municipalities		302,802,000		302,802,000
400204000004000	Assistance to Cities		5,000,000,000		5,000,000,000
400204000005000	Conditional Matching Grant to Provinces for Road Repair, Rehabilitation and Improvement		18,030,000,000		18,030,000,000
400204000006000	Monitoring and Evaluation of the Conditional Matching Grant to Provinces for Road Repair, Rehabilitation and Improvement		564,256,000		564,256,000
Sub-total, PROGRAMS		51,270,675,000			51,270,675,000
TOTAL NEW APPROPRIATIONS		P 51,270,675,000			P 51,270,675,000
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Obligations, by Object of Expenditures

CYs 2016-2018
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Travelling Expenses			34,658
Training and Scholarship Expenses			191,619
Supplies and Materials Expenses			10,375
Utility Expenses			240
Communication Expenses			5,033
Professional Services			420,256
General Services			191,577
Repairs and Maintenance			600
Financial Assistance/Subsidy	18,834,586	39,759,341	50,403,617
Other Maintenance and Operating Expenses			
Printing and Publication Expenses			2,631
Rent/Lease Expenses			10,069
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>18,834,586</u>	<u>39,759,341</u>	<u>51,270,675</u>
GRAND TOTAL	<u>18,834,586</u>	<u>39,759,341</u>	<u>51,270,675</u>