

C. DEPARTMENT OF FINANCE

C.1. DEVELOPMENT BANK OF THE PHILIPPINES

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	<u>5,000,000</u>		<u>3,133,840</u>
General Fund	<u>5,000,000</u>		<u>3,133,840</u>
TOTAL OBLIGATIONS	<u>5,000,000</u> =====		<u>3,133,840</u> =====

EXPENDITURE PROGRAM
(in pesos)

<u>PURPOSE</u>	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
Operations	<u>5,000,000,000</u>		<u>3,133,840,000</u>
Regular	<u>5,000,000,000</u>		<u>2,000,000,000</u>
CO	<u>5,000,000,000</u>		<u>2,000,000,000</u>
Projects / Purpose			<u>1,133,840,000</u>
MOOE			<u>1,133,840,000</u>
TOTAL AGENCY BUDGET	<u>5,000,000,000</u>		<u>3,133,840,000</u>
Regular	<u>5,000,000,000</u>		<u>2,000,000,000</u>
CO	<u>5,000,000,000</u>		<u>2,000,000,000</u>
Projects / Purpose			<u>1,133,840,000</u>
MOOE			<u>1,133,840,000</u>

STAFFING SUMMARY

	<u>2016</u>	<u>2017</u>	<u>2018</u>
TOTAL STAFFING			
Total Number of Authorized Positions	5,249	5,249	5,249
Total Number of Filled Positions	2,589	3,367	3,511

Proposed New Appropriations Language

For the subsidy and equity requirements in accordance with the program and project, as indicated hereunder...P 3,133,840,000
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OPERATIONS BY PROGRAM	PROPOSED 2018		
	PS	MOOE	TOTAL
DEVELOPMENT FINANCING PROGRAM		1,133,840,000	2,000,000,000
			3,133,840,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation		1,133,840,000	2,000,000,000	3,133,840,000
National Capital Region (NCR)		1,133,840,000	2,000,000,000	3,133,840,000
TOTAL AGENCY BUDGET		1,133,840,000	2,000,000,000	3,133,840,000

SPECIAL PROVISION(S)

- Subsidy for the Loan Facility for Public Utility Vehicle Modernization Project. The amount of One Billion One Hundred Thirty Three Million Eight Hundred Forty Thousand Pesos (P1,133,840,000) appropriated herein as subsidy for the Development Bank of the Philippines (DBP) shall be used for the implementation of the loaning facility of the Public Utility Vehicle (PUV) Modernization Project. The amount shall be set-up as a separate fund and the transaction thereon shall be recorded and maintained in a separate book by the DBP.

The DBP shall use said amount for the required equity of the PUV owners when applying for loans in order to replace old public utility jeepneys with more efficient PUVs.

Release of funds shall be subject to the submission of project mechanics and components, which shall include the selection criteria for beneficiaries and such other factors in the implementation of the Project endorsed by the Secretary of the DOTr or his duly authorized representative.

Implementation of this provision shall be subject to the guidelines to be issued by the DOTr in coordination with LBP and DBP.

The DBP 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 utilization of funds. The President of DBP and the Bank's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the DBP website.

- Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the DBP.

New Appropriations, by Programs/Activities/Projects

Current Operating Expenditures

PROGRAMS	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
	30000000000000000000 Operations		P 1,133,840,000	P 2,000,000,000
31000000000000000000 OO : Balance sheet strengthened and lending to priority and other priority areas increased		1,133,840,000	2,000,000,000	3,133,840,000
31010000000000000000 DEVELOPMENT FINANCING PROGRAM		1,133,840,000	2,000,000,000	3,133,840,000
3101001000010000 Loans to priority sectors			2,000,000,000	2,000,000,000

Project(s)			
Locally-Funded Project(s)		1,133,840,000	1,133,840,000
310100200001000	Loan Facility for Public Utility Vehicle Modernization Project	1,133,840,000	1,133,840,000
Sub-total, Operations		1,133,840,000	2,000,000,000 3,133,840,000
TOTAL NEW APPROPRIATIONS		P 1,133,840,000	P 2,000,000,000 P 3,133,840,000

Obligations, by Object of Expenditures

CYs 2016-2018
(In Thousand Pesos)

	2016	2017	2018
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy			1,133,840
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES			1,133,840
TOTAL CURRENT OPERATING EXPENDITURES			1,133,840
Capital Outlays			
Investment Outlay	5,000,000		2,000,000
TOTAL CAPITAL OUTLAYS	5,000,000		2,000,000
GRAND TOTAL	5,000,000		3,133,840

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Consumer welfare improved
2. Access to economic opportunities in industry and services for MSMEs, cooperatives, and OFs increased

ORGANIZATIONAL
OUTCOME : Balance sheet strengthened and lending to priority and other priority areas increased

PERFORMANCE INFORMATION

MFO / Performance Indicators	2016 Targets	2016 Actual	2017 GAA Targets
MFO 1: Loan Portfolio (Priority and Other Priority Areas)			
Total loan portfolio	P181,058 Mn	P196,098 Mn	
Net Income	P 4,048 Mn	P 4,202 Mn	

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Balance sheet strengthened and lending to priority and other priority areas increased		
DEVELOPMENT FINANCING PROGRAM		
Outcome Indicators		
1. Compliance with regulatory requirements on Capital Ratios (CAR, Tier 1 Capital Ratio, CET Ratio, as required under the BASEL III compliance of the BSP		greater than or equal to the BSP requirement
2. Percentage increase in net income		10% or P5.501 Billion
3. Past due rate		< 2.5%
Output Indicators		
1. Percentage increase in the total loan portfolio over the last year	P243 Billion	20% of P291 Billion
2. Percentage of loans provided for: a) infrastructure projects; and b) MSMEs		10% increase
3. Top 3 Geographical distribution of loans		P166.428 Billion (NCR, Southern Tagalog, Northern Mindanao)

C.2. LAND BANK OF THE PHILIPPINES

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	3,029,000		25,621,707
General Fund	3,029,000		25,621,707
Budgetary Adjustment(s)	2,800,000		
Transfer(s) from: Land Bank of the Philippines - Loan Portfolio (Priority and Other Priority	2,800,000		
TOTAL OBLIGATIONS	5,829,000		25,621,707

EXPENDITURE PROGRAM
(in pesos)

PURPOSE	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
Operations	5,829,000,000		25,621,707,000
Regular	5,829,000,000		
CO	5,829,000,000		

Projects / Purpose		25,621,707,000
MOOE		25,621,707,000
TOTAL AGENCY BUDGET	5,829,000,000	25,621,707,000
Regular	5,829,000,000	
CO	5,829,000,000	
Projects / Purpose		25,621,707,000
MOOE		25,621,707,000

Proposed New Appropriations Language
 For subsidy requirements in accordance with the project(s), as indicated hereunder.....P 25,621,707,000
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OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
DEVELOPMENT FINANCING PROGRAM		25,621,707,000		25,621,707,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation		25,621,707,000		25,621,707,000
National Capital Region (NCR)		25,621,707,000		25,621,707,000
TOTAL AGENCY BUDGET		25,621,707,000		25,621,707,000
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SPECIAL PROVISION(S)

- Subsidy for the Loan Facility for Public Utility Vehicle Modernization Project. The amount of One Billion One Hundred Thirty Three Million Eight Hundred Forty Thousand Pesos (P1,133,840,000) appropriated herein as subsidy for the Land Bank of the Philippines (LBP) shall be used for the implementation of the loaning facility of the Public Utility Vehicle (PUV) Modernization Project. The amount shall be set-up as a separate fund and the transaction thereon shall be recorded and maintained in a separate book by the LBP.

The LBP shall use said amount for the required equity of the PUV owners when applying for loans in order to replace old public utility jeepneys with more efficient PUVs.

Release of funds shall be subject to the submission of project mechanics and components, which shall include the selection criteria for beneficiaries and such other factors in the implementation of the Project endorsed by the Secretary of the DOTr or his duly authorized representative.

Implementation of this provision shall be subject to the guidelines to be issued by the DOTr in coordination with LBP and DBP.

The LBP 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 utilization of funds. The President of LBP and the Bank's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the LBP website.

2. Subsidy for the Tax Reform Cash Transfer Project. The amount of Twenty Four Billion Four Hundred Eighty Seven Million Eight Hundred Sixty Seven Thousand Pesos (P24,487,867,000) appropriated herein as subsidy for the Tax Reform Cash Transfer Project shall be used by the LBP to grant cash transfer support to the bottom fifty percent (50%) poorest households identified by the DSWD based on the list of beneficiaries registered in the National Housing Targeting System for Poverty Reduction (NHTS-PR) or Listahanan in order to mitigate the moderate and temporary increases in prices due to the enforcement of the comprehensive tax reform program.

Release of funds shall be subject to the submission of project mechanics and components, which shall include the selection criteria for beneficiaries and such other factors in the implementation of the Project endorsed by the Secretary of the DSWD or his duly authorized representative.

Implementation of this provision shall be subject to the guidelines to be issued by the DSWD in coordination with the LBP.

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

3. Special Provisions Applicable to All Government Corporations. In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the LBP.

New Appropriations, by Programs/Activities/Projects

		<u>Current Operating Expenditures</u>			
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS					
3000000000000000	Operations		P 25,621,707,000		P 25,621,707,000
3100000000000000	00 : Strengthen Balance Sheet and Increase Lending to Priority Areas		25,621,707,000		25,621,707,000
3101000000000000	DEVELOPMENT FINANCING PROGRAM		25,621,707,000		25,621,707,000
	Project(s)				
	Locally-Funded Project(s)		25,621,707,000		25,621,707,000
310100200001000	Loan Facility for Public Utility Vehicle Modernization Project		1,133,840,000		1,133,840,000
310100200002000	Tax Reform Cash Transfer Project		24,487,867,000		24,487,867,000
	Sub-total, Operations		25,621,707,000		25,621,707,000
	TOTAL NEW APPROPRIATIONS		P 25,621,707,000 =====		P 25,621,707,000 =====

Obligations, by Object of ExpendituresCYs 2016-2018
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Maintenance and Other Operating Expenses			
Financial Assistance/Subsidy			25,621,707
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES			<u>25,621,707</u>
TOTAL CURRENT OPERATING EXPENDITURES			<u>25,621,707</u>
Capital Outlays			
Investment Outlay	5,829,000		
TOTAL CAPITAL OUTLAYS	<u>5,829,000</u>		
GRAND TOTAL	<u>5,829,000</u>		<u>25,621,707</u>

C.3. TRADE AND INVESTMENT DEVELOPMENT CORPORATION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations		500,000	
General Fund		500,000	
TOTAL OBLIGATIONS		500,000	

EXPENDITURE PROGRAM
(in pesos)

PURPOSE	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
Operations		500,000,000	
Regular		500,000,000	
CO		500,000,000	
TOTAL AGENCY BUDGET		500,000,000	
Regular		500,000,000	
CO		500,000,000	

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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			
Capital Outlays			
Investment Outlay		500,000	
TOTAL CAPITAL OUTLAYS		<u>500,000</u>	
 GRAND TOTAL		 <u>500,000</u>	