

D. NATIONAL TELECOMMUNICATIONS COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

| <u>Description</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|--|-------------|-------------|-------------|
| New General Appropriations | 399,475 | 370,035 | 453,472 |
| General Fund | 399,475 | 370,035 | 453,472 |
| Automatic Appropriations | 35,691 | 20,569 | 21,897 |
| Customs Duties and Taxes, including Tax Expenditures | 16,693 | | |
| Retirement and Life Insurance Premiums | 18,998 | 20,569 | 21,897 |
| Continuing Appropriations | 17,321 | 11,444 | |
| Unobligated Releases for Capital Outlays | | | |
| R.A. No. 10651 | 5,959 | | |
| R.A. No. 10717 | | 1,040 | |
| Unobligated Releases for MOOE | | | |
| R.A. No. 10651 | 11,362 | | |
| R.A. No. 10717 | | 10,404 | |
| Budgetary Adjustment(s) | 44,212 | | |
| Transfer(s) from: | | | |
| Miscellaneous Personnel Benefits Fund | 41,958 | | |
| Pension and Gratuity Fund | 2,254 | | |
| Total Available Appropriations | 496,699 | 402,048 | 475,369 |
| Unused Appropriations | (17,394) | (11,444) | |
| Unreleased Appropriation | (3,612) | | |
| Unobligated Allotment | (13,782) | (11,444) | |
| TOTAL OBLIGATIONS | 479,305 | 390,604 | 475,369 |
| | ===== | ===== | ===== |

EXPENDITURE PROGRAM
(in pesos)

| <u>GAS / STO / OPERATIONS / PROJECTS</u> | <u>2016 Actual</u> | <u>2017 Current</u> | <u>2018 Proposed</u> |
|--|------------------------|-------------------------|--------------------------|
| General Administration and Support | 104,002,000 | 102,955,000 | 100,863,000 |

| | | | |
|---------------------|-------------|-------------|-------------|
| Regular | 104,002,000 | 102,955,000 | 100,863,000 |
| PS | 40,063,000 | 51,398,000 | 47,883,000 |
| MOOE | 42,553,000 | 46,957,000 | 44,880,000 |
| CO | 21,386,000 | 4,600,000 | 8,100,000 |
| Operations | 375,303,000 | 287,649,000 | 374,506,000 |
| Regular | 375,303,000 | 287,649,000 | 374,506,000 |
| PS | 218,228,000 | 207,355,000 | 218,752,000 |
| MOOE | 90,333,000 | 80,294,000 | 83,262,000 |
| CO | 66,742,000 | | 72,492,000 |
| TOTAL AGENCY BUDGET | 479,305,000 | 390,604,000 | 475,369,000 |
| Regular | 479,305,000 | 390,604,000 | 475,369,000 |
| PS | 258,291,000 | 258,753,000 | 266,635,000 |
| MOOE | 132,886,000 | 127,251,000 | 128,142,000 |
| CO | 88,128,000 | 4,600,000 | 80,592,000 |

STAFFING SUMMARY

| | 2016 | 2017 | 2018 |
|--------------------------------------|------|------|------|
| TOTAL STAFFING | | | |
| Total Number of Authorized Positions | 532 | 532 | 532 |
| Total Number of Filled Positions | 498 | 498 | 498 |

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 453,472,000
=====

| OPERATIONS BY PROGRAM | PROPOSED 2018 | | | |
|---|---------------|------------|------------|-------------|
| | PS | MOOE | CO | TOTAL |
| RADIO COMMUNICATIONS, BROADCAST AND TELECOMMUNICATIONS MANAGEMENT AND ENFORCEMENT PROGRAM | 200,660,000 | 83,262,000 | 72,492,000 | 356,414,000 |

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

| REGION | PS | MOOE | CO | TOTAL |
|--|-------------|-------------|------------|-------------|
| CENTRAL OFFICE | 85,274,000 | 61,017,000 | 8,600,000 | 154,891,000 |
| Regional Allocation | 159,464,000 | 67,125,000 | 71,992,000 | 298,581,000 |
| National Capital Region (NCR) | 11,881,000 | 16,719,000 | 3,790,000 | 32,390,000 |
| Region I - Ilocos | 9,444,000 | 3,456,000 | 16,000,000 | 28,900,000 |
| Cordillera Administrative Region (CAR) | 10,298,000 | 4,185,000 | 1,250,000 | 15,733,000 |
| Region II - Cagayan Valley | 10,885,000 | 3,381,000 | 1,250,000 | 15,516,000 |
| Region III - Central Luzon | 10,782,000 | 3,779,000 | 2,874,000 | 17,435,000 |
| Region IVA - CALABARZON | 14,372,000 | 3,805,000 | 17,100,000 | 35,277,000 |
| Region V - Bicol | 11,425,000 | 3,676,000 | 150,000 | 15,251,000 |
| Region VI - Western Visayas | 11,447,000 | 3,784,000 | 4,790,000 | 20,021,000 |
| Region VII - Central Visayas | 12,242,000 | 3,711,000 | 150,000 | 16,103,000 |
| Region VIII - Eastern Visayas | 10,899,000 | 3,531,000 | 1,774,000 | 16,204,000 |
| Region IX - Zamboanga Peninsula | 11,699,000 | 3,291,000 | 150,000 | 15,140,000 |
| Region X - Northern Mindanao | 10,756,000 | 3,698,000 | 1,250,000 | 15,704,000 |
| Region XI - Davao | 9,449,000 | 3,467,000 | 3,690,000 | 16,606,000 |
| Region XII - SOCCSKSARGEN | 7,885,000 | 3,321,000 | 16,000,000 | 27,206,000 |
| Region XIII - CARAGA | 6,000,000 | 3,321,000 | 1,774,000 | 11,095,000 |
| TOTAL AGENCY BUDGET | 244,738,000 | 128,142,000 | 80,592,000 | 453,472,000 |

SPECIAL PROVISION(S)

1. 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, by Operating Units

| | | <u>Current Operating Expenditures</u> | | | |
|---|--|---------------------------------------|---|----------------------------|--------------------|
| | | <u>Personnel Services</u> | <u>Maintenance and Other Operating Expenses</u> | <u>Capital Outlays</u> | <u>Total</u> |
| PROGRAMS | | | | | |
| 1000000000000000 | General Administration and Support | <u>44,078,000</u> | <u>44,880,000</u> | <u>8,100,000</u> | <u>97,058,000</u> |
| 100000100001000 | General management and supervision | <u>42,515,000</u> | <u>44,880,000</u> | <u>8,100,000</u> | <u>95,495,000</u> |
| | National Capital Region (NCR) | <u>42,515,000</u> | <u>44,880,000</u> | <u>8,100,000</u> | <u>95,495,000</u> |
| | Central Office | 42,303,000 | 44,880,000 | 8,100,000 | 95,283,000 |
| | Regional Office - NCR | 212,000 | | | 212,000 |
| 100000100002000 | Administration of Personnel Benefits | <u>1,563,000</u> | | | <u>1,563,000</u> |
| | National Capital Region (NCR) | <u>1,563,000</u> | | | <u>1,563,000</u> |
| | Central Office | 1,563,000 | | | 1,563,000 |
| Sub-total, General Administration and Support | | <u>44,078,000</u> | <u>44,880,000</u> | <u>8,100,000</u> | <u>97,058,000</u> |
| 3000000000000000 | Operations | <u>200,660,000</u> | <u>83,262,000</u> | <u>72,492,000</u> | <u>356,414,000</u> |
| 3100000000000000 | 00 : Healthy competitive public telecommunications and broadcast environment fostered and safety in maritime and aeronautical navigation ensured resulting to public safety and satisfaction | <u>200,660,000</u> | <u>83,262,000</u> | <u>72,492,000</u> | <u>356,414,000</u> |
| 3101000000000000 | RADIO COMMUNICATIONS, BROADCAST AND TELECOMMUNICATIONS MANAGEMENT AND ENFORCEMENT PROGRAM | <u>200,660,000</u> | <u>83,262,000</u> | <u>72,492,000</u> | <u>356,414,000</u> |
| 310100100001000 | Regulation of radio communications, broadcast, and telecommunications facilities | <u>174,647,000</u> | <u>74,714,000</u> | <u>72,492,000</u> | <u>321,853,000</u> |
| | National Capital Region (NCR) | <u>27,064,000</u> | <u>24,308,000</u> | <u>4,290,000</u> | <u>55,662,000</u> |
| | Central Office | 15,395,000 | 7,589,000 | 500,000 | 23,484,000 |
| | Regional Office - NCR | 11,669,000 | 16,719,000 | 3,790,000 | 32,178,000 |
| | Region I - Ilocos | <u>9,444,000</u> | <u>3,456,000</u> | <u>16,000,000</u> | <u>28,900,000</u> |
| | Regional Office - I | 9,444,000 | 3,456,000 | 16,000,000 | 28,900,000 |
| | Cordillera Administrative Region (CAR) | <u>10,298,000</u> | <u>4,185,000</u> | <u>1,250,000</u> | <u>15,733,000</u> |
| | Regional Office - CAR | 10,298,000 | 4,185,000 | 1,250,000 | 15,733,000 |

| | | | | |
|---|--------------------|-------------------|-------------------|--------------------|
| Region II - Cagayan Valley | <u>10,885,000</u> | <u>3,381,000</u> | <u>1,250,000</u> | <u>15,516,000</u> |
| Regional Office - II | 10,885,000 | 3,381,000 | 1,250,000 | 15,516,000 |
| Region III - Central Luzon | <u>10,782,000</u> | <u>3,779,000</u> | <u>2,874,000</u> | <u>17,435,000</u> |
| Regional Office - III | 10,782,000 | 3,779,000 | 2,874,000 | 17,435,000 |
| Region IVA - CALABARZON | <u>14,372,000</u> | <u>3,805,000</u> | <u>17,100,000</u> | <u>35,277,000</u> |
| Regional Office - IVA | 14,372,000 | 3,805,000 | 17,100,000 | 35,277,000 |
| Region V - Bicol | <u>11,425,000</u> | <u>3,676,000</u> | <u>150,000</u> | <u>15,251,000</u> |
| Regional Office - V | 11,425,000 | 3,676,000 | 150,000 | 15,251,000 |
| Region VI - Western Visayas | <u>11,447,000</u> | <u>3,784,000</u> | <u>4,790,000</u> | <u>20,021,000</u> |
| Regional Office - VI | 11,447,000 | 3,784,000 | 4,790,000 | 20,021,000 |
| Region VII - Central Visayas | <u>12,242,000</u> | <u>3,711,000</u> | <u>150,000</u> | <u>16,103,000</u> |
| Regional Office - VII | 12,242,000 | 3,711,000 | 150,000 | 16,103,000 |
| Region VIII - Eastern Visayas | <u>10,899,000</u> | <u>3,531,000</u> | <u>1,774,000</u> | <u>16,204,000</u> |
| Regional Office - VIII | 10,899,000 | 3,531,000 | 1,774,000 | 16,204,000 |
| Region IX - Zamboanga Peninsula | <u>11,699,000</u> | <u>3,291,000</u> | <u>150,000</u> | <u>15,140,000</u> |
| Regional Office - IX | 11,699,000 | 3,291,000 | 150,000 | 15,140,000 |
| Region X - Northern Mindanao | <u>10,756,000</u> | <u>3,698,000</u> | <u>1,250,000</u> | <u>15,704,000</u> |
| Regional Office - X | 10,756,000 | 3,698,000 | 1,250,000 | 15,704,000 |
| Region XI - Davao | <u>9,449,000</u> | <u>3,467,000</u> | <u>3,690,000</u> | <u>16,606,000</u> |
| Regional Office - XI | 9,449,000 | 3,467,000 | 3,690,000 | 16,606,000 |
| Region XII - SOCCSKSARGEN | <u>7,885,000</u> | <u>3,321,000</u> | <u>16,000,000</u> | <u>27,206,000</u> |
| Regional Office - XII | 7,885,000 | 3,321,000 | 16,000,000 | 27,206,000 |
| Region XIII - CARAGA | <u>6,000,000</u> | <u>3,321,000</u> | <u>1,774,000</u> | <u>11,095,000</u> |
| Regional Office - XIII | 6,000,000 | 3,321,000 | 1,774,000 | 11,095,000 |
| 310100100002000 Adjudication of cases and applications for Certificates of Public Convenience and Necessity (CPCN) for telecom service providers and Certificates of Public Convenience (CPC) for broadcast service providers | <u>26,013,000</u> | <u>8,548,000</u> | | <u>34,561,000</u> |
| National Capital Region (NCR) | <u>26,013,000</u> | <u>8,548,000</u> | | <u>34,561,000</u> |
| Central Office | <u>26,013,000</u> | <u>8,548,000</u> | | <u>34,561,000</u> |
| Sub-total, Operations | <u>200,660,000</u> | <u>83,262,000</u> | <u>72,492,000</u> | <u>356,414,000</u> |
| TOTAL NEW APPROPRIATIONS | P 244,738,000 P | 128,142,000 P | 80,592,000 P | 453,472,000 P |
| | ===== | ===== | ===== | ===== |

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

| | 2016 | 2017 | 2018 |
|---|----------------|----------------|----------------|
| Current Operating Expenditures | | | |
| Personnel Services | | | |
| Civilian Personnel | | | |
| Permanent Positions | | | |
| Basic Salary | 158,139 | 171,386 | 182,485 |
| Total Permanent Positions | 158,139 | 171,386 | 182,485 |
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 12,047 | 12,072 | 11,952 |
| Representation Allowance | 5,186 | 4,404 | 4,152 |
| Transportation Allowance | 4,465 | 3,684 | 3,432 |
| Clothing and Uniform Allowance | 2,524 | 2,515 | 2,490 |
| Productivity Incentive Allowance | 300 | | |
| Mid-Year Bonus - Civilian | 8,853 | 14,282 | 15,209 |
| Year End Bonus | 17,303 | 14,282 | 15,209 |
| Cash Gift | 2,514 | 2,515 | 2,490 |
| Step Increment | | 1,171 | 455 |
| Collective Negotiation Agreement | 14,160 | | |
| Productivity Enhancement Incentive | 2,328 | 2,515 | 2,490 |
| Performance Based Bonus | 4,354 | | |
| Total Other Compensation Common to All | 74,034 | 57,440 | 57,879 |
| Other Compensation for Specific Groups | | | |
| Other Personnel Benefits | 1,390 | | |
| Total Other Compensation for Specific Groups | 1,390 | | |
| Other Benefits | | | |
| Retirement and Life Insurance Premiums | 18,929 | 20,569 | 21,897 |
| PAG-IBIG Contributions | 604 | 601 | 598 |
| PhilHealth Contributions | 1,594 | 1,454 | 1,615 |
| Employees Compensation Insurance Premiums | 611 | 601 | 598 |
| Loyalty Award - Civilian | 175 | | |
| Terminal Leave | 2,815 | 6,702 | 1,563 |
| Total Other Benefits | 24,728 | 29,927 | 26,271 |
| TOTAL PERSONNEL SERVICES | 258,291 | 258,753 | 266,635 |
| Maintenance and Other Operating Expenses | | | |
| Travelling Expenses | 15,003 | 14,895 | 15,811 |
| Training and Scholarship Expenses | 7,823 | 5,305 | 6,581 |
| Supplies and Materials Expenses | 17,772 | 24,327 | 20,557 |
| Utility Expenses | 14,552 | 18,001 | 17,288 |
| Communication Expenses | 9,032 | 15,423 | 8,112 |
| Confidential, Intelligence and Extraordinary Expenses | | | |
| Extraordinary and Miscellaneous Expenses | 1,877 | 1,525 | 1,582 |
| Professional Services | 1,498 | 3,684 | 8,281 |
| General Services | 27,379 | 27,009 | 24,842 |
| Repairs and Maintenance | 6,353 | 5,972 | 11,751 |
| Taxes, Insurance Premiums and Other Fees | 21,510 | 1,236 | 4,653 |
| Other Maintenance and Operating Expenses | | | |
| Advertising Expenses | 496 | 525 | 382 |
| Printing and Publication Expenses | 159 | 206 | 11 |
| Representation Expenses | 4,141 | 2,625 | 2,380 |
| Transportation and Delivery Expenses | 4 | | 24 |
| Rent/Lease Expenses | 2,436 | 2,148 | 2,472 |
| Membership Dues and Contributions to Organizations | 62 | 20 | 80 |
| Subscription Expenses | 512 | 4,331 | 279 |

| | | | |
|---|----------------|----------------|----------------|
| Donations | 1 | 19 | 6 |
| Other Maintenance and Operating Expenses | 2,276 | | 3,050 |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES | 132,886 | 127,251 | 128,142 |
| TOTAL CURRENT OPERATING EXPENDITURES | 391,177 | 386,004 | 394,777 |
| Capital Outlays | | | |
| Property, Plant and Equipment Outlay | | | |
| Buildings and Other Structures | 31,786 | | 7,000 |
| Machinery and Equipment Outlay | 41,047 | 4,600 | 62,592 |
| Transportation Equipment Outlay | 9,600 | | 11,000 |
| Intangible Assets Outlay | 5,695 | | |
| TOTAL CAPITAL OUTLAYS | 88,128 | 4,600 | 80,592 |
| GRAND TOTAL | 479,305 | 390,604 | 475,369 |

STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1. Technology adopted, promoted and accelerated
2. Innovation stimulated

ORGANIZATIONAL OUTCOME : Healthy competitive public telecommunications and broadcast environment fostered and safety in maritime and aeronautical navigation ensured resulting to public safety and satisfaction

PERFORMANCE INFORMATION

| ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs) | 2016 Actual | 2017 Targets |
|---|--|---|
| Access to telecommunications developed or enhanced | | |
| Increased access to reliable telecom service providers at just and reasonable rates | 96.63% (CMTS coverage) 65% (Broadband coverage) | All municipalities and barangays are covered with CMTS services All municipalities and barangays have broadband connection All public high schools have broadband connection 22.23% of public elementary schools have broadband connection |
| Increased broadband speed at just and reasonable rates | 1 Mbps minimum broadband speed (download and upload) | Minimum broadband speed of 15 Mbps (download) and 10 Mbps (upload) |

| MFO / Performance Indicators | 2016 Targets | 2016 Actual | 2017 GAA Targets |
|---|--------------|-------------|------------------|
| MFO 1: REGULATORY AND ENFORCEMENT SERVICES | | | |
| Licensing | | | |
| Percentage of licenses, permits, registrations and certificates processed rated good or better | 100% | 100% | 100% |
| Percentage of licenses, permits, registrations and certificates issued within the prescribed time | 100% | 100% | 100% |
| Number of licenses, permits, registrations and certificates issued | 2,256,000 | 7,395,058 | 2,256,000 |
| Monitoring | | | |
| Number of frequency channel assignments made | 26,000 | 90,354 | 26,000 |
| Percentage of complaints received against frequency channel assignments made | <2% | 0% | <2% |
| Percentage of frequency channel assignments made within the prescribed time | 100% | 100% | 100% |

Enforcement

| | | | |
|---|---------|---------|---------|
| Number of authorization cases disposed | 360 | 567 | 360 |
| Number of administrative cases disposed | 1,670 | 5,779 | 1,670 |
| Percentage of disputes received against cases disposed | <3% | 0% | <3% |
| Percentage of administrative cases disposed | >89% | 246.05% | >89% |
| Percentage of authorization cases disposed within the prescribed time | 100% | 100% | 100% |
| Percentage of administrative cases disposed within the prescribed time | 100% | 100% | 100% |
| Number of radio stations inspected | 136,500 | 194,962 | 136,500 |
| Percentage of improvement in radio stations inspected over last year | >5% | 25.40% | >5% |
| Percentage of inspection reports submitted within twenty-four (24) hours after inspection | >89% | 99.63% | >89% |

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)

Baseline

2018 Targets

Healthy competitive public telecommunications and broadcast environment fostered and safety in maritime and aeronautical navigation ensured resulting to public safety and satisfaction

RADIO COMMUNICATIONS, BROADCAST AND TELECOMMUNICATIONS MANAGEMENT AND ENFORCEMENT PROGRAM

Outcome Indicators

| | | |
|---|---|---|
| 1. Percentage increase with access to reliable telecommunication service providers at just and reasonable rates | 5,700 Issued New Radio Station License (CMTS) | 6,000 Issued New Radio Station License (CMTS) |
| 2. Increased broadband speed at just and reasonable rates | 5.5 Mbps | 7 Mbps |
| 3. Percentage of consumer satisfaction in broadcast and telecommunications services | | 85% |

Output Indicators

| | | |
|---|-----|------|
| 1. Percentage of authorization cases acted upon within the prescribed time | 90% | 100% |
| 2. Percentage of complaints received against frequency channel assignments made acted upon within the prescribed time | 90% | 100% |
| 3. Percentage of licenses, permits, registrations and certificates issued within the prescribed time | 90% | 100% |
| 4. Percentage of consumer complaints acted upon within the prescribed time | | 100% |

GENERAL SUMMARY
 DEPARTMENT OF INFORMATION AND COMMUNICATIONS TECHNOLOGY

| | <u>Current Operating Expenditures</u> | | | |
|---|---------------------------------------|---|--------------------------|--------------------------|
| | <u>Personnel Services</u> | <u>Maintenance and Other Operating Expenses</u> | <u>Capital Outlays</u> | <u>Total</u> |
| A. OFFICE OF THE SECRETARY | P 527,601,000 | P 3,486,864,000 | P 2,231,858,000 | P 6,246,323,000 |
| B. CYBERCRIME INVESTIGATION AND COORDINATION CENTER | 8,461,000 | 11,261,000 | | 19,722,000 |
| C. NATIONAL PRIVACY COMMISSION | 49,746,000 | 101,080,000 | | 150,826,000 |
| D. NATIONAL TELECOMMUNICATIONS COMMISSION | <u>244,738,000</u> | <u>128,142,000</u> | <u>80,592,000</u> | <u>453,472,000</u> |
| TOTAL NEW APPROPRIATIONS, DEPARTMENT OF INFORMATION AND COMMUNICATIONS TECHNOLOGY | P 830,546,000 ===== | P 3,727,347,000 ===== | P 2,312,450,000 ===== | P 6,870,343,000 ===== |