

XI. DEPARTMENT OF FINANCE

A. OFFICE OF THE SECRETARY

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	2,585,650	1,616,668	1,380,191
General Fund	2,585,650	1,616,668	1,380,191
Automatic Appropriations	92,796	24,306	24,973
Grant Proceeds	71,511		
Retirement and Life Insurance Premiums	21,285	24,306	24,973
Continuing Appropriations	376,700	357,603	
Unreleased Appropriation for MOOE			
R.A. No. 10651	210,579		
Unobligated Releases for Capital Outlays			
R.A. No. 10651	104,043		
R.A. No. 10717		301,385	
Unobligated Releases for MOOE			
R.A. No. 10651	62,078		
R.A. No. 10717		56,218	
Budgetary Adjustment(s)	( 1,449,260)		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	41,979		
Pension and Gratuity Fund	8,761		
Transfer(s) to:			
Department of Finance (DOF)			
Bureau of the Treasury	( 1,500,000)		
Total Available Appropriations	1,605,886	1,998,577	1,405,164
Unused Appropriations	( 656,801)	( 357,603)	
Unreleased Appropriation	( 220,970)		
Unobligated Allotment	( 435,831)	( 357,603)	
TOTAL OBLIGATIONS	949,085	1,640,974	1,405,164

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	277,897,000	534,788,000	182,686,000
Regular	277,897,000	534,788,000	182,686,000
PS	112,114,000	88,848,000	87,787,000
MOOE	87,064,000	107,354,000	94,899,000
CO	78,719,000	338,586,000	
Support to Operations	50,271,000	133,851,000	334,891,000
Regular	50,271,000	133,851,000	334,891,000
PS	18,310,000	22,354,000	45,653,000
MOOE	24,878,000	52,497,000	30,478,000
CO	7,083,000	59,000,000	258,760,000

Operations	400,372,000	621,347,000	887,587,000
Regular	400,372,000	621,347,000	466,127,000
PS	155,312,000	229,371,000	193,248,000
MOOE	231,559,000	390,884,000	271,787,000
CO	13,501,000	1,092,000	1,092,000
Projects / Purpose			421,460,000
MOOE			3,460,000
CO			418,000,000
Projects / Purpose	220,545,000	350,988,000	
MOOE	545,000	222,738,000	
CO	220,000,000	128,250,000	
TOTAL AGENCY BUDGET	949,085,000	1,640,974,000	1,405,164,000

Regular	728,540,000	1,289,986,000	983,704,000
PS	285,736,000	340,573,000	326,688,000
MOOE	343,501,000	550,735,000	397,164,000
CO	99,303,000	398,678,000	259,852,000
Projects / Purpose	220,545,000	350,988,000	421,460,000
MOOE	545,000	222,738,000	3,460,000
CO	220,000,000	128,250,000	418,000,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	810	810	810
Total Number of Filled Positions	384	370	370

Proposed New Appropriations Language

For general administration and support, support to operations and operations, including locally-funded and foreign-assisted projects, as indicated hereunder..... P 1,380,191,000  
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OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	114,077,000	233,915,000	1,092,000	349,084,000
ASSET AND LIABILITY MANAGEMENT PROGRAM	64,872,000	41,332,000	418,000,000	524,204,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	301,715,000	400,624,000	677,852,000	1,380,191,000
National Capital Region (NCR)	301,715,000	400,624,000	677,852,000	1,380,191,000
TOTAL AGENCY BUDGET	301,715,000	400,624,000	677,852,000	1,380,191,000

SPECIAL PROVISION(S)

1. Municipal Development Fund. The Municipal Development Fund (MDF), administered by the Municipal Development Office (MDFO), constituted from the proceeds of foreign loans, grants and assistance shall be used for the loaning and relending operations to LGUs in accordance with P.D. No. 1914, COA-DOF-DBM J.C. No. 6-87 dated August 17, 1987 and E.O. No. 41, s. 1998. Any interest earning of the MDF shall be deposited as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987 and Section 65 of P.D. No. 1445.

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

2. 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
PROGRAMS				
10000000000000000000 General Administration and Support	80,952,000	94,899,000		175,851,000
100000100001000 General Management and Supervision	78,643,000	94,899,000		173,542,000
100000100002000 Administration of Personnel Benefits	2,309,000			2,309,000
Sub-total, General Administration and Support	80,952,000	94,899,000		175,851,000
20000000000000000000 Support to Operations	41,814,000	30,478,000	258,760,000	331,052,000
200000100001000 Legal Services	4,809,000	2,210,000		7,019,000
200000100002000 Management of Information Systems	18,272,000	21,661,000	258,760,000	298,693,000
200000100003000 Revenue Integrity Protection Service (RIPS) activities	18,733,000	6,607,000		25,340,000
Sub-total, Support to Operations	41,814,000	30,478,000	258,760,000	331,052,000

3000000000000000	Operations	178,949,000	275,247,000	419,092,000	873,288,000
3100000000000000	00 : Fiscal sustainability attained	114,077,000	233,915,000	1,092,000	349,084,000
3101000000000000	FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM	114,077,000	233,915,000	1,092,000	349,084,000
3101001000010000	Financial and fiscal planning and programming, consolidation, analysis, generation of reports, project formulation on revenue statistics and policy research	14,640,000	9,197,000		23,837,000
3101001000030000	Philippine Extractive Industries Transparency Initiative (PH-EITI)		17,755,000		17,755,000
3101001000040000	Tax policy research and formulation (Direct Tax)	7,346,000	7,190,000		14,536,000
3101001000050000	Tax policy research and formulation (Indirect Tax)	2,541,000	306,000		2,847,000
3101001000060000	Preparation of inputs of financial and economic policies in various international fora	23,250,000	184,257,000	1,092,000	208,599,000
3101001000070000	Oversight of tax law implementation and processing of tax exemption requests	38,073,000	9,316,000		47,389,000
3101001000080000	Operation of One-Stop Shop Inter-Agency Tax Credit and Duty Draw-Back Center	28,227,000	5,894,000		34,121,000
3200000000000000	00 : Asset and debt effectively managed	64,872,000	41,332,000	418,000,000	524,204,000
3201000000000000	ASSET AND LIABILITY MANAGEMENT PROGRAM	64,872,000	41,332,000	418,000,000	524,204,000
3201001000010000	Privatization Group and Council Secretariat support	19,731,000	4,668,000		24,399,000
3201001000020000	Negotiation of international financing transactions	11,382,000	23,690,000		35,072,000
3201001000030000	Monitoring and evaluation of financial performance of the government corporate sector	16,315,000	5,934,000		22,249,000
3201001000040000	Administration of funds for municipal development	17,444,000	3,580,000		21,024,000
	Project(s)				
	Locally-Funded Project(s)		3,460,000		3,460,000
3201002000010000	Support to the People's Survival Fund		3,460,000		3,460,000
	Foreign-Assisted Project(s)			418,000,000	418,000,000
3201003000010000	Integrated Natural Resources and Environmental Management Project (INREMP)			418,000,000	418,000,000
	Sub-total, Operations	178,949,000	275,247,000	419,092,000	873,288,000
	TOTAL NEW APPROPRIATIONS	P 301,715,000	P 400,624,000	P 677,852,000	P 1,380,191,000

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	2016	2017	2018
<b>Current Operating Expenditures</b>			
<b>Personnel Services</b>			
<b>Civilian Personnel</b>			
Permanent Positions			
Basic Salary	167,980	202,553	208,104
<b>Total Permanent Positions</b>	<b>167,980</b>	<b>202,553</b>	<b>208,104</b>
Other Compensation Common to All			
Personnel Economic Relief Allowance	8,893	9,216	8,880
Representation Allowance	6,787	7,362	6,276
Transportation Allowance	4,799	7,362	6,144
Clothing and Uniform Allowance	1,890	1,920	1,850
Honoraria	6,426		
Overtime Pay	313		
Mid-Year Bonus - Civilian		16,878	17,341
Year End Bonus	29,041	16,878	17,341
Cash Gift	1,904	1,940	1,850
Step Increment		1,062	519
Collective Negotiation Agreement	9,708		
Productivity Enhancement Incentive	1,828	1,920	1,850
Performance Based Bonus	6,990		
<b>Total Other Compensation Common to All</b>	<b>78,579</b>	<b>64,538</b>	<b>62,051</b>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	322	267	248
Overseas Allowance		14,072	8,112
Other Personnel Benefits	4,571	9,429	
<b>Total Other Compensation for Specific Groups</b>	<b>4,893</b>	<b>23,768</b>	<b>8,360</b>
Other Benefits			
Retirement and Life Insurance Premiums	19,990	24,306	24,973
PAG-IBIG Contributions	445	467	444
PhilHealth Contributions	1,250	1,331	1,472
Employees Compensation Insurance Premiums	445	467	444
Retirement Gratuity		8,121	731
Terminal Leave	5,399	1,543	1,578
<b>Total Other Benefits</b>	<b>27,529</b>	<b>36,235</b>	<b>29,642</b>
Non-Permanent Positions	6,755	13,479	18,531
<b>TOTAL PERSONNEL SERVICES</b>	<b>285,736</b>	<b>340,573</b>	<b>326,688</b>
<b>Maintenance and Other Operating Expenses</b>			
Travelling Expenses	34,489	102,154	89,623
Training and Scholarship Expenses	9,301	89,752	18,179
Supplies and Materials Expenses	35,042	38,535	25,840
Utility Expenses	26,135	26,756	16,049
Communication Expenses	13,418	13,060	10,199
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses		1,000	1,000
Extraordinary and Miscellaneous Expenses	2,716	4,227	3,860
Professional Services	132,259	135,210	91,874
General Services	24,964	27,435	13,718
Repairs and Maintenance	12,993	1,188	7,278
Taxes, Insurance Premiums and Other Fees	4,261	4,453	2,419
Other Maintenance and Operating Expenses			
Advertising Expenses	5,023	5,067	2,368
Printing and Publication Expenses	1,476	1,951	1,238
Representation Expenses	1,257	3,705	5,948

Transportation and Delivery Expenses	122	6,990	653
Rent/Lease Expenses	13,538	42,724	66,889
Membership Dues and Contributions to Organizations	15	35	15
Subscription Expenses	3,558	7,318	5,391
Other Maintenance and Operating Expenses	23,479	261,913	38,083
<b>TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES</b>	<b>344,046</b>	<b>773,473</b>	<b>400,624</b>
<b>TOTAL CURRENT OPERATING EXPENDITURES</b>	<b>629,782</b>	<b>1,114,046</b>	<b>727,312</b>
<b>Capital Outlays</b>			
Investment Outlay	220,000		366,400
Property, Plant and Equipment Outlay			
Infrastructure Outlay		121,600	51,600
Buildings and Other Structures	50,894	300,000	200,000
Machinery and Equipment Outlay	22,844	25,542	56,200
Transportation Equipment Outlay	10,158	13,750	
Furniture, Fixtures and Books Outlay	15,407	20,786	252
Intangible Assets Outlay		45,250	3,400
<b>TOTAL CAPITAL OUTLAYS</b>	<b>319,303</b>	<b>526,928</b>	<b>677,852</b>
<b>GRAND TOTAL</b>	<b>949,085</b>	<b>1,640,974</b>	<b>1,405,164</b>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
OUTCOME : Fiscal sustainability attained  
Asset and debt effectively managed

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2016 Actual	2017 Targets
Fiscal sustainability attained		
Improved tax effort	13.8% Figures are based on Tax Revenues Gross of Tax Refund/GDP	17.5%
Sustained country's position at the forefront of international and regional economic finance cooperation, through participation in international meetings/treaty negotiations (e.g. APEC and ASEAN)	6	6
Transparency initiative for mining industry	100%	100%
Asset and debt effectively managed		
Sustained dividend collection from GOCCs	P 27.735 Billion	P10 Billion
Amount of loans with concessional terms increased or amount of concessional loans maximized	Value of foreign loans and grants negotiated (US\$ 634.03 Million) Number of foreign loans and grants negotiated (14)	Values of foreign loans and grants (> or = US\$ 500 Million) Number of foreign loans and grants negotiated (> = 7)

MFO / Performance Indicators	2016 Targets	2016 Actual	2017 GAA Targets
<b>MFO 1: FINANCIAL SECTOR AND FISCAL POLICY SERVICES (DOMESTIC AND INTERNATIONAL)</b>			
Number of plans and policy advisories developed and issued or updated and disseminated	4	9.75	5
Percentage of stakeholders who rate DOF plans/policy advisories as good or better	80%	100%	80%
Percentage of plans and policy advisories that have been updated, issued and disseminated within the last 3 years	80%	100%	80%
<b>MFO 2: PUBLIC SECTOR FINANCIAL RESOURCES MANAGEMENT SERVICES</b>			
<b>Revenue Integrity Protection and Services</b>			
Number of personnel investigated	72	7	108
Number of personnel charged with OMB or CSC	37	20	55
Percentage of personnel charged by appropriate authority over the number of personnel investigated	>50%	286%	51%
Percentage of investigation completed within the prescribed period	100%	100%	100%
<b>GOCC Monitoring</b>			
Amount collected as dividend from GOCCs	P6.0 Billion	P 27.735 B	P 10.0 Billion
Percentage of dividend collected over target dividend	100%	462%	100%
Dividend from GOCCs collected within the prescribed period	100% collection by 4th Q	462%	100% collection by 4th Q
<b>Negotiation of International Loans</b>			
Value of foreign loans and grants negotiated	> or = US\$500M	US\$ 634.03 M	> = US\$ 500 M
Number of foreign loans and grants negotiated	> or = 5	14	> = 7
Percentage of ODA loans obtained annually compliant to the Weighted Average Grant Element as set under the law	100%	100%	100%
<b>MFO 3: MUNICIPAL DEVELOPMENT FUND ADMINISTRATION SERVICES</b>			
Number of applications for grants and loans acted upon	15	80	40
Number of grants and loans approved	10	26	30
Number of loans and grants under management	273	529	170
Value of loans and grants under management	P842.14 Million	P1,952.96 M	P850.82 Million
Percentage of loans with one or more interest payments in arrears by 30 days or more	10%	8.72%	10%
Percentage of applications acted upon within 2 weeks	80%	100%	100%
Percentage of borrowers that are default on an interest or principal repayment after one (1) month grace period	10%	6.17%	10%

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Fiscal sustainability attained		
FINANCIAL SUSTAINABILITY AND REVENUE STRENGTHENING PROGRAM		
Outcome Indicator(s)		
1. Improved tax effort	FY 2011-12.4%, FY 2012-12.9%, FY 2013-13.3%, FY 2014-13.6%, FY 2015-13.7%*, FY 2016-13.8%* *Figures are based on Tax Revenues Gross of Tax Refund/ GDP	15.70%
2. Improved government system that ensure transparency in all extractive industry transactions	FY 2014-100%, FY 2015-100%, FY 2016-100%	100%
3. Sustained country's position at the forefront of international and regional economic finance cooperation	FY 2011-4, FY 2012-4, FY 2013-4, FY 2014-4, FY 2015-5, FY 2016-6	5
Output Indicator(s)		
1. Number of plans and policy advisories developed and issued or updated and disseminated	FY 2014-10, FY 2015-6.5, FY 2016-9.75	5
2. Recommended policies on information disclosure and to address barriers to the full implementation of EITI	FY 2014-1, FY 2015-1, FY 2016-1	4
3. Number of offers provided by the Philippines in various fora/ international agreements	FY 2014-2, FY 2015-2, FY 2016-2	2
Asset and debt effectively managed		
ASSET AND LIABILITY MANAGEMENT PROGRAM		
Outcome Indicator(s)		
1. Percentage of dividends collected from GOCC/ collection targets	FY 2014-436%, FY 2015-524%, FY 2016-462%	100%
2. Percentage of foreign loans and grants negotiated over targets	FY 2014-434%, FY 2015-956%, FY 2016-127%	+15% to 20% of Target (subject to change depending on DBCC targets/NG financial requirements)
3. Percentage of released fund over the target	FY 2014-303.30%, FY 2015-105.94%, FY 2016-131.90%	105%
Output Indicator(s)		
1. Amount collected as dividend from GOCCs	FY 2014- P 23.966 B, FY 2015- P 31.458 B, FY 2016- P 27.735 B	P 10.0 B
2. Value of foreign loans and grants negotiated	FY 2014-US\$ 3,038.97 M, FY 2015-US\$ 4,780 M, FY 2016-US\$ 634.03 M	> or = US\$ 500 M
3. Number of grants and loans approved	FY 2014-40, FY 2015-108, FY 2016-26	40



B. BUREAU OF CUSTOMS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	2,629,509	3,822,964	3,105,857
General Fund	2,629,509	3,822,964	3,105,857
Automatic Appropriations	479,455	444,303	450,002
Retirement and Life Insurance Premiums	105,951	96,875	102,574
Special Account	373,504	347,428	347,428
Continuing Appropriations	1,110,315	585,384	
Unreleased Appropriation for Capital Outlays			
R.A. No. 10651	280,884		
Unobligated Releases for Capital Outlays			
R.A. No. 10651	56,215		
R.A. No. 10717		1,400	
Unobligated Releases for MOOE			
R.A. No. 10651	773,216		
R.A. No. 10717		583,984	
Budgetary Adjustment(s)	156,608		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	116,343		
Pension and Gratuity Fund	40,265		
Total Available Appropriations	4,375,887	4,852,651	3,555,859
Unused Appropriations	( 1,025,096)	( 585,384)	
Unreleased Appropriation	( 189,571)		
Unobligated Allotment	( 835,525)	( 585,384)	
TOTAL OBLIGATIONS	3,350,791	4,267,267	3,555,859

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	762,366,000	766,035,000	621,935,000
Regular	762,366,000	766,035,000	621,935,000
P5	453,105,000	487,172,000	360,322,000
MODE	306,367,000	221,889,000	230,338,000
CD	2,894,000	56,974,000	31,275,000
Operations	2,438,425,000	2,766,582,000	2,933,924,000
Regular	2,438,425,000	2,766,582,000	2,878,924,000
P5	1,077,518,000	1,026,729,000	1,076,359,000
MODE	1,225,727,000	1,102,062,000	939,731,000
CO	135,180,000	637,791,000	862,834,000

Projects / Purpose			55,000,000
CO			55,000,000
Projects / Purpose	150,000,000	734,650,000	
CO	150,000,000	734,650,000	
TOTAL AGENCY BUDGET	3,350,791,000	4,267,267,000	3,555,859,000
Regular	3,200,791,000	3,532,617,000	3,500,859,000
PS	1,530,623,000	1,513,901,000	1,436,681,000
MOOE	1,532,094,000	1,323,951,000	1,170,069,000
CO	138,074,000	694,765,000	894,109,000
Projects / Purpose	150,000,000	734,650,000	55,000,000
CO	150,000,000	734,650,000	55,000,000

## STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	6,264	6,264	6,264
Total Number of Filled Positions	3,031	3,031	3,031

## Proposed New Appropriations Language

For general administration and support and operations, including locally-funded projects, as indicated hereunder.....  
 ..... P 3,105,857,000  
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OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
CUSTOMS REVENUE ENHANCEMENT PROGRAM	718,522,000	406,170,000	61,521,000	1,186,213,000
CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM	269,811,000	186,133,000	856,313,000	1,312,257,000

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

REGION	PS	MOOE	CO	TOTAL
CENTRAL OFFICE	546,426,000	670,752,000	926,400,000	2,143,578,000
Regional Allocation	787,681,000	151,889,000	22,709,000	962,279,000
National Capital Region (NCR)	537,948,000	67,041,000		604,989,000
Region I - Ilocos	15,813,000	4,883,000		20,696,000
Region II - Cagayan Valley	2,034,000	1,755,000		3,789,000
Region III - Central Luzon	28,443,000	8,712,000		37,155,000
Region IVA - CALABARZON	17,567,000	8,877,000	6,746,000	33,190,000

Region V - Bicol	10,397,000	3,319,000	3,290,000	17,006,000
Region VI - Western Visayas	14,858,000	4,486,000		19,344,000
Region VII - Central Visayas	41,552,000	14,216,000	12,673,000	68,441,000
Region VIII - Eastern Visayas	13,929,000	3,534,000		17,463,000
Region IX - Zamboanga Peninsula	16,141,000	3,513,000		19,654,000
Region X - Northern Mindanao	36,927,000	7,084,000		44,011,000
Region XI - Davao	37,452,000	19,433,000		56,885,000
Region XIII - CARAGA	14,620,000	5,036,000		19,656,000
<b>TOTAL AGENCY BUDGET</b>	<b>1,334,107,000</b>	<b>822,641,000</b>	<b>949,109,000</b>	<b>3,105,857,000</b>
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**SPECIAL PROVISION(S)**

1. Super Green Lane Fund. In addition to the amounts appropriated herein, Fifty Million Pesos (P50,000,000) shall be used for the maintenance and improvement of the operations of the Super Green Lane Facility, including the Automated Customs Operation System and related computer systems sourced from service fees collected from importers utilizing the Facility.

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 BOC 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 financial and physical accomplishments. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

2. Non-Intrusive Container Inspection System Project Fund. In addition to the amounts appropriated herein, Two Hundred Ninety Seven Million Four Hundred Twenty Eight Thousand Pesos (P297,428,000) shall be used for the maintenance, improvement and upgrading of the Non-Intrusive Container Inspection System sourced from the mandatory container security fee imposed on every 40 and 20-footer container or twenty equivalent units under the System.

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 BOC 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 financial and physical accomplishments. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

3. Tax Refund. The amount of Six Billion Five Hundred Thirty Two Million Four Hundred Seventy Five Thousand Pesos (P6,532,475,000) shall be used for the:

(a) Refund of input value-added tax (VAT) on importations attributable to zero-rated transactions in accordance with Section 112 of R.A. No. 8424, as amended, including legal interest thereon treated as related expense; and

(b) Monetization of the VAT component of outstanding Duty Drawback Tax Credit Certificates (TCCs) as part of the TCC Monetization Program.

Said amount, sourced from the current year's revenue tax collections of the BOC, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338, s. 1996, subject to the: (i) COA audit for payment of tax refunds; (ii) adjustment of the report on the current year's revenue tax collections of the BOC equivalent to the tax refunds for current and prior years; and (iii) reversion of any unutilized amount at the end of the year to the unappropriated surplus of the General Fund pursuant to Section 45, Chapter S, Book VI of E.O. No. 292.

The BOC 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 amount of tax refunds and the recipient taxpayers. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

4. Informer's Reward. A reward of twenty percent (20%) of the actual proceeds from the sale of smuggled and confiscated goods or actual collection of additional revenues may be given as informer's reward to persons instrumental in the actual collection of additional revenues in accordance with Section 1512 of R.A. No. 10863.

Said amount, sourced from the proceeds of sale of smuggled and confiscated goods or collection of additional revenues, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338, s. 1996.

The BOC 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 amount of informer's reward paid and the list of beneficiaries. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BOC website.

Implementation of this provision shall be subject to guidelines to be issued by the Secretary of Finance.

5. Disposition of Forfeited Motor Transport Equipment and Other Articles. Motor transport equipment and other articles forfeited or abandoned in favor of the government shall be sold at public auction by the BOC upon approval by the DOF. The proceeds of the sale shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292.

Any government agency participating in said auction shall pay out of its programmed budget for the purpose, subject to the rules and regulations on the acquisition and use of government motor vehicles.

The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that the list of forfeited or abandoned motor transport equipment and other articles that have been sold in auction are posted on the BOC website.

6. 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	345,774,000	230,338,000	31,275,000	607,387,000
100000100001000	General management and supervision	178,211,000	230,338,000	31,275,000	439,824,000
	National Capital Region (NCR)	100,938,000	182,985,000	18,000,000	301,923,000
	Central Office	68,146,000	159,154,000	18,000,000	245,300,000
	Collection District II - A - Port of Manila	13,090,000	8,929,000		22,019,000
	Collection District II - B - Manila International Container Port	8,266,000	8,418,000		16,684,000
	Collection District III - Ninoy Aquino International Airport	11,436,000	6,484,000		17,920,000
	Region I - Ilocos	4,359,000	2,971,000		7,330,000
	Collection District I - Port of San Fernando	4,359,000	2,971,000		7,330,000
	Region II - Cagayan Valley	1,210,000	1,163,000		2,373,000
	Collection District XV - Port of Aparri	1,210,000	1,163,000		2,373,000
	Region III - Central Luzon	21,214,000	3,466,000		24,680,000
	Collection District XIII - Port of Subic	5,618,000	2,205,000		7,823,000
	Collection District XIV - Port of Clark	11,943,000	949,000		12,892,000
	Collection District XVI - Port of Limay	3,653,000	312,000		3,965,000

Region IVA - CALABARZON	<u>5,515,000</u>	<u>4,204,000</u>	<u>4,713,000</u>	<u>14,432,000</u>
Collection District IV - Port of Batangas	5,515,000	4,204,000	4,713,000	14,432,000
Region V - Bicol	<u>4,106,000</u>	<u>1,530,000</u>	<u>1,379,000</u>	<u>7,015,000</u>
Collection District V - Port of Legaspi	4,106,000	1,530,000	1,379,000	7,015,000
Region VI - Western Visayas	<u>2,320,000</u>	<u>2,143,000</u>		<u>4,463,000</u>
Collection District VI - Port of Iloilo	2,320,000	2,143,000		4,463,000
Region VII - Central Visayas	<u>5,296,000</u>	<u>5,513,000</u>	<u>7,183,000</u>	<u>17,992,000</u>
Collection District VII - Port of Cebu	5,296,000	5,513,000	7,183,000	17,992,000
Region VIII - Eastern Visayas	<u>4,260,000</u>	<u>2,844,000</u>		<u>7,104,000</u>
Collection District VIII - Port of Tacloban	4,260,000	2,844,000		7,104,000
Region IX - Zamboanga Peninsula	<u>4,609,000</u>	<u>2,458,000</u>		<u>7,067,000</u>
Collection District XI - Port of Zamboanga	4,609,000	2,458,000		7,067,000
Region X - Northern Mindanao	<u>6,990,000</u>	<u>3,415,000</u>		<u>10,405,000</u>
Collection District X - Port of Cagayan de Oro	6,990,000	3,415,000		10,405,000
Region XI - Davao	<u>11,727,000</u>	<u>14,121,000</u>		<u>25,848,000</u>
Collection District XII - Port of Davao	11,727,000	14,121,000		25,848,000
Region XIII - CARAGA	<u>5,667,000</u>	<u>3,525,000</u>		<u>9,192,000</u>
Collection District IX - Port of Surigao	5,667,000	3,525,000		9,192,000
100000100002000 Administration of Personnel Benefits	<u>167,563,000</u>			<u>167,563,000</u>
National Capital Region (NCR)	<u>167,563,000</u>			<u>167,563,000</u>
Central Office	167,563,000			167,563,000
Sub-total, General Administration and Support	<u>345,774,000</u>	<u>230,338,000</u>	<u>31,275,000</u>	<u>607,387,000</u>
3000000000000000 Operations	<u>988,333,000</u>	<u>592,303,000</u>	<u>917,834,000</u>	<u>2,498,470,000</u>
3100000000000000 00 : Revenue collection improved	<u>718,522,000</u>	<u>406,170,000</u>	<u>61,521,000</u>	<u>1,186,213,000</u>
3101000000000000 CUSTOMS REVENUE ENHANCEMENT PROGRAM	<u>718,522,000</u>	<u>406,170,000</u>	<u>61,521,000</u>	<u>1,186,213,000</u>
310100100001000 Legal Services	<u>106,069,000</u>	<u>59,212,000</u>	<u>403,000</u>	<u>165,684,000</u>
National Capital Region (NCR)	<u>102,060,000</u>	<u>57,330,000</u>		<u>159,390,000</u>
Central Office	99,784,000	55,975,000		155,759,000
Collection District II - A - Port of Manila		495,000		495,000
Collection District II - B - Manila International Container Port		467,000		467,000

	Collection District III - Ninoy Aquino International Airport	2,276,000	393,000	2,669,000
	Region I - Ilocos		<u>125,000</u>	<u>125,000</u>
	Collection District I - Port of San Fernando		125,000	125,000
	Region III - Central Luzon	<u>2,797,000</u>	<u>143,000</u>	<u>2,940,000</u>
	Collection District XIII - Port of Subic	2,797,000	143,000	2,940,000
	Region IVA - CALABARZON		<u>535,000</u>	<u>535,000</u>
	Collection District IV - Port of Batangas		535,000	535,000
	Region VII - Central Visayas		<u>260,000</u>	<u>403,000</u>
	Collection District VII - Port of Cebu		260,000	403,000
	Region VIII - Eastern Visayas		<u>259,000</u>	<u>259,000</u>
	Collection District VIII - Port of Tacloban		259,000	259,000
	Region X - Northern Mindanao	<u>606,000</u>	<u>184,000</u>	<u>790,000</u>
	Collection District X - Port of Cagayan de Oro	606,000	184,000	790,000
	Region XI - Davao	<u>606,000</u>	<u>291,000</u>	<u>897,000</u>
	Collection District XII - Port of Davao	606,000	291,000	897,000
	Region XIII - CARAGA		<u>85,000</u>	<u>85,000</u>
	Collection District IX - Port of Surigao		85,000	85,000
310100100002000	Information communication and technology support services	<u>39,405,000</u>	<u>125,579,000</u>	<u>164,984,000</u>
	National Capital Region (NCR)	<u>39,405,000</u>	<u>125,579,000</u>	<u>164,984,000</u>
	Central Office	39,405,000	125,579,000	164,984,000
310100100003000	Examination and appraisal of imports	<u>445,050,000</u>	<u>104,281,000</u>	<u>6,118,000</u>
	National Capital Region (NCR)	<u>359,489,000</u>	<u>74,328,000</u>	<u>433,817,000</u>
	Central Office	35,910,000	38,034,000	73,944,000
	Collection District II - A - Port of Manila	132,748,000	24,406,000	157,154,000
	Collection District II - B - Manila International Container Port	63,575,000	5,316,000	68,891,000
	Collection District III - Ninoy Aquino International Airport	127,256,000	6,572,000	133,828,000
	Region I - Ilocos	<u>4,674,000</u>	<u>1,560,000</u>	<u>6,234,000</u>
	Collection District I - Port of San Fernando	4,674,000	1,560,000	6,234,000

Region II - Cagayan Valley		<u>592,000</u>		<u>592,000</u>
Collection District XV - Port of Aparri		592,000		592,000
Region III - Central Luzon	<u>1,737,000</u>	<u>4,527,000</u>		<u>6,264,000</u>
Collection District XIII - Port of Subic	857,000	1,863,000		2,720,000
Collection District XIV - Port of Clark		2,141,000		2,141,000
Collection District XVI - Port of Limay	880,000	523,000		1,403,000
Region IVA - CALABARZON	<u>3,166,000</u>	<u>3,524,000</u>	<u>1,063,000</u>	<u>7,753,000</u>
Collection District IV - Port of Batangas	3,166,000	3,524,000	1,063,000	7,753,000
Region V - Bicol	<u>3,012,000</u>	<u>1,092,000</u>	<u>1,171,000</u>	<u>5,275,000</u>
Collection District V - Port of Legaspi	3,012,000	1,092,000	1,171,000	5,275,000
Region VI - Western Visayas	<u>7,827,000</u>	<u>2,168,000</u>		<u>9,995,000</u>
Collection District VI - Port of Iloilo	7,827,000	2,168,000		9,995,000
Region VII - Central Visayas	<u>21,391,000</u>	<u>7,050,000</u>	<u>3,884,000</u>	<u>32,325,000</u>
Collection District VII - Port of Cebu	21,391,000	7,050,000	3,884,000	32,325,000
Region VIII - Eastern Visayas	<u>6,647,000</u>	<u>431,000</u>		<u>7,078,000</u>
Collection District VIII - Port of Tacloban	6,647,000	431,000		7,078,000
Region IX - Zamboanga Peninsula	<u>8,572,000</u>	<u>773,000</u>		<u>9,345,000</u>
Collection District XI - Port of Zamboanga	8,572,000	773,000		9,345,000
Region X - Northern Mindanao	<u>11,348,000</u>	<u>3,156,000</u>		<u>14,504,000</u>
Collection District X - Port of Cagayan de Oro	11,348,000	3,156,000		14,504,000
Region XI - Davao	<u>12,498,000</u>	<u>3,916,000</u>		<u>16,414,000</u>
Collection District XII - Port of Davao	12,498,000	3,916,000		16,414,000
Region XIII - CARAGA	<u>4,689,000</u>	<u>1,164,000</u>		<u>5,853,000</u>
Collection District IX - Port of Surigao	4,689,000	1,164,000		5,853,000
310100100004000 Coordination of the activities of the export control units of various ports	<u>11,882,000</u>	<u>112,932,000</u>		<u>124,814,000</u>
National Capital Region (NCR)	<u>11,882,000</u>	<u>112,932,000</u>		<u>124,814,000</u>
Central Office	11,882,000	112,932,000		124,814,000
310100100005000 Evaluation and classification of importation	<u>8,170,000</u>			<u>8,170,000</u>
National Capital Region (NCR)	<u>8,170,000</u>			<u>8,170,000</u>
Central Office	8,170,000			8,170,000

310100100006000 Warehousing Services	<u>107,946,000</u>	<u>4,166,000</u>	<u>112,112,000</u>
National Capital Region (NCR)	<u>79,504,000</u>	<u>2,343,000</u>	<u>81,847,000</u>
Collection District II - A - Port of Manila	53,819,000	1,049,000	54,868,000
Collection District II - B - Manila International Container Port	8,647,000	385,000	9,032,000
Collection District III - Ninoy Aquino International Airport	17,038,000	909,000	17,947,000
Region I - Ilocos		<u>87,000</u>	<u>87,000</u>
Collection District I - Port of San Fernando		87,000	87,000
Region III - Central Luzon	<u>758,000</u>	<u>236,000</u>	<u>994,000</u>
Collection District XIII - Port of Subic	758,000	160,000	918,000
Collection District XIV - Port of Clark		76,000	76,000
Region IVA - CALABARZON	<u>3,283,000</u>	<u>98,000</u>	<u>3,381,000</u>
Collection District IV - Port of Batangas	3,283,000	98,000	3,381,000
Region V - Bicol	<u>587,000</u>	<u>222,000</u>	<u>809,000</u>
Collection District V - Port of Legaspi	587,000	222,000	809,000
Region VII - Central Visayas	<u>6,724,000</u>	<u>356,000</u>	<u>7,080,000</u>
Collection District VII - Port of Cebu	6,724,000	356,000	7,080,000
Region VIII - Eastern Visayas	<u>240,000</u>		<u>240,000</u>
Collection District VIII - Port of Tacloban	240,000		240,000
Region IX - Zamboanga Peninsula	<u>964,000</u>	<u>221,000</u>	<u>1,185,000</u>
Collection District XI - Port of Zamboanga	964,000	221,000	1,185,000
Region X - Northern Mindanao	<u>6,999,000</u>	<u>146,000</u>	<u>7,145,000</u>
Collection District X - Port of Cagayan de Oro	6,999,000	146,000	7,145,000
Region XI - Davao	<u>7,561,000</u>	<u>352,000</u>	<u>7,913,000</u>
Collection District XII - Port of Davao	7,561,000	352,000	7,913,000
Region XIII - CARAGA	<u>1,326,000</u>	<u>105,000</u>	<u>1,431,000</u>
Collection District IX - Port of Surigao	1,326,000	105,000	1,431,000



Project(s)				
	Locally-Funded Project(s)		<u>55,000,000</u>	<u>55,000,000</u>
310100200001000	Cybersecurity		<u>55,000,000</u>	<u>55,000,000</u>
	National Capital Region (NCR)		<u>55,000,000</u>	<u>55,000,000</u>
	Central Office		55,000,000	55,000,000
3200000000000000	00 : Secured trade facilitation by international standards achieved	<u>269,811,000</u>	<u>186,133,000</u>	<u>856,313,000</u>
3201000000000000	CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM	<u>269,811,000</u>	<u>186,133,000</u>	<u>856,313,000</u>
320100100001000	Surveillance and prevention of smuggling	<u>269,811,000</u>	<u>186,133,000</u>	<u>856,313,000</u>
	National Capital Region (NCR)	<u>215,363,000</u>	<u>182,296,000</u>	<u>853,400,000</u>
	Central Office	115,566,000	179,078,000	1,148,044,000
	Collection District II - A - Port of Manila	71,213,000	1,061,000	72,274,000
	Collection District II - B - Manila International Container Port	13,987,000	1,391,000	15,378,000
	Collection District III - Ninoy Aquino International Airport	14,597,000	766,000	15,363,000
	Region I - Ilocos	<u>6,780,000</u>	<u>140,000</u>	<u>6,920,000</u>
	Collection District I - Port of San Fernando	6,780,000	140,000	6,920,000
	Region II - Cagayan Valley	<u>824,000</u>		<u>824,000</u>
	Collection District XV - Port of Aparri	824,000		824,000
	Region III - Central Luzon	<u>1,937,000</u>	<u>340,000</u>	<u>2,277,000</u>
	Collection District XIII - Port of Subic	723,000	199,000	922,000
	Collection District XIV - Port of Clark		141,000	141,000
	Collection District XVI - Port of Limay	1,214,000		1,214,000
	Region IVA - CALABARZON	<u>5,603,000</u>	<u>516,000</u>	<u>970,000</u>
	Collection District IV - Port of Batangas	5,603,000	516,000	7,089,000
	Region V - Bicol	<u>2,692,000</u>	<u>475,000</u>	<u>740,000</u>
	Collection District V - Port of Legaspi	2,692,000	475,000	3,907,000
	Region VI - Western Visayas	<u>4,711,000</u>	<u>175,000</u>	<u>4,886,000</u>
	Collection District VI - Port of Iloilo	4,711,000	175,000	4,886,000
	Region VII - Central Visayas	<u>8,141,000</u>	<u>1,037,000</u>	<u>1,203,000</u>
	Collection District VII - Port of Cebu	8,141,000	1,037,000	10,381,000

Region VIII - Eastern Visayas	<u>2,782,000</u>		<u>2,782,000</u>
Collection District VIII - Port of Tacloban	2,782,000		2,782,000
Region IX - Zamboanga Peninsula	<u>1,996,000</u>	<u>61,000</u>	<u>2,057,000</u>
Collection District XI - Port of Zamboanga	1,996,000	61,000	2,057,000
Region X - Northern Mindanao	<u>10,984,000</u>	<u>183,000</u>	<u>11,167,000</u>
Collection District X - Port of Cagayan de Oro	10,984,000	183,000	11,167,000
Region XI - Davao	<u>5,060,000</u>	<u>753,000</u>	<u>5,813,000</u>
Collection District XII - Port of Davao	5,060,000	753,000	5,813,000
Region XIII - CARAGA	<u>2,938,000</u>	<u>157,000</u>	<u>3,095,000</u>
Collection District IX - Port of Surigao	2,938,000	157,000	3,095,000
Sub-total, Operations	<u>988,333,000</u>	<u>592,303,000</u>	<u>917,834,000</u>
TOTAL NEW APPROPRIATIONS	<u>P 1,334,107,000</u>	<u>P 822,641,000</u>	<u>P 949,109,000</u>
	<u>=====</u>	<u>=====</u>	<u>=====</u>

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	889,340	807,265	854,788
Total Permanent Positions	<u>889,340</u>	<u>807,265</u>	<u>854,788</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	83,496	72,744	72,744
Representation Allowance	7,242	5,130	5,130
Transportation Allowance	7,242	5,130	5,130
Clothing and Uniform Allowance	17,395	15,155	15,155
Mid-Year Bonus - Civilian		67,268	71,233
Year End Bonus	133,187	67,268	71,233
Cash Gift	17,395	15,155	15,155
Step Increment	2,568	6,486	2,136
Collective Negotiation Agreement	79,150		
Productivity Enhancement Incentive	17,395	15,155	15,155
Total Other Compensation Common to All	<u>365,070</u>	<u>269,491</u>	<u>273,071</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	245	155	245
Magna Carta for Public Social Workers		90	
Quarters Allowance	8,251	8,251	8,251
Total Other Compensation for Specific Groups	<u>8,496</u>	<u>8,496</u>	<u>8,496</u>

Other Benefits			
Retirement and Life Insurance Premiums	105,951	96,875	102,574
PAG-IBIG Contributions	4,177	3,639	3,639
PhilHealth Contributions	9,007	8,222	9,038
Employees Compensation Insurance Premiums	4,169	3,639	3,639
Retirement Gratuity		67,729	48,925
Terminal Leave	133,241	237,373	118,638
Total Other Benefits	<u>256,545</u>	<u>417,477</u>	<u>286,453</u>
Non-Permanent Positions	<u>2,502</u>	<u>2,502</u>	<u>5,203</u>
Military/Uniformed Personnel			
Other Compensation Common to All Subsistence Allowance	8,670	8,670	8,670
Total Other Compensation Common to All	<u>8,670</u>	<u>8,670</u>	<u>8,670</u>
TOTAL PERSONNEL SERVICES	<u>1,530,623</u>	<u>1,513,901</u>	<u>1,436,681</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	28,114	35,235	24,715
Training and Scholarship Expenses	8,611	56,543	31,559
Supplies and Materials Expenses	230,976	109,590	139,945
Utility Expenses	95,557	114,515	96,075
Communication Expenses	64,101	143,531	29,625
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	14,625	19,500	19,500
Extraordinary and Miscellaneous Expenses	21,684	16,597	14,782
Professional Services	195,065	243,383	302,126
General Services	46,836	64,991	43,195
Repairs and Maintenance	779,800	473,562	353,592
Taxes, Insurance Premiums and Other Fees	6,728	11,960	6,559
Other Maintenance and Operating Expenses			
Advertising Expenses	712	3,004	1,123
Printing and Publication Expenses	564	3,317	2,557
Transportation and Delivery Expenses	554	2,982	1,013
Rent/Lease Expenses	10,123	16,102	10,697
Subscription Expenses	365	1,951	64,406
Other Maintenance and Operating Expenses	27,679	7,188	28,600
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>1,532,094</u>	<u>1,323,951</u>	<u>1,170,069</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>3,062,717</u>	<u>2,837,852</u>	<u>2,606,750</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Buildings and Other Structures	100,000	320,000	
Machinery and Equipment Outlay	188,033	603,432	915,590
Transportation Equipment Outlay		454,700	
Furniture, Fixtures and Books Outlay	41	51,283	15,519
Intangible Assets Outlay			18,000
TOTAL CAPITAL OUTLAYS	<u>288,074</u>	<u>1,429,415</u>	<u>949,109</u>
GRAND TOTAL	<u>3,350,791</u>	<u>4,267,267</u>	<u>3,555,859</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
 OUTCOME : Revenue collection improved  
 Secured trade facilitation by international standards achieved

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2016 Actual	2017 Targets
Revenue collection improved Collection targets increased	8% increase in the actual cash collection over last year  13% decrease in the proceeds of sale from forfeited and abandoned goods over last year	10% increase in the actual cash collection over last year  40% increase in the proceeds of sale from forfeited and abandoned goods over last year
Secured trade facilitation by international standards achieved Ranking/Rating in cargo clearance process improved	Number of documents on exports and imports decreased: 3 export docs; 4 import docs  Run After the Smugglers (RATS) 6 cases filed annually	Number of documents on exports and imports decreased: < /=5 export docs; < /=6 import docs  Run After the Smugglers (RATS) cases filed annually

MFO / Performance Indicators	2016 Targets	2016 Actual	2017 GAA Targets
<b>MFO 1: COLLECTION OF DUTIES AND TAXES</b>			
<b>Collection Performance</b>			
Amount of duties and taxes	P456,458M	P398,411M	P467,896M
Number of entries filed containing commercial goods	670,000	858,040	750,000
Estimated potential customs tax effort	3.5%	2.8%	3.3%
Percentage of inspections resulting in 10% or greater increase in assessment of duties or taxes	2%	2%	2%
Percentage of customers whose goods are cleared that rate the service as good or better	100%	100%	100%
% of prosecutions that result in a favorable judgment for Government	-	-	80%
Percentage of imported goods cleared within 10 days from filing of import declaration	100%	100%	100%
<b>Passenger Processing</b>			
Number of inspections that result in detection of one or more irregularities	6,000	6,259	6,000
Percentage of passengers and crew who rate the service as good or better	90%	99%	90%
Percentage of prosecutions that result in a favorable judgment for Government	80%	99%	80%
Percentage of arriving international passengers and crew processed within 30 minutes of baggage presentation to customs	90%	100%	90%

Enforcement			
Number of enforcement actions (alerts) undertaken	240	852	450
Percentage of actions that result in favorable judgement	85%	60%	85%
Percentage of shipment selected and physically examined or x-rayed resulting to seizures	15%	39%	15%
Percentage of enforcement actions (alerts) completed within 30 days from issuance of alert orders	100%	71%	100%
Exports and Warehousing Operations			
Volume of imported goods entered for warehousing and to special economic zones	210,000MT	857,955MT	310,000MT
Percentage of customers who report irregularities with respect to their stored goods	0%	0%	0%
Percentage of customers who rate the service as good or better	85%	90%	90%
Percentage of customers who rate timeliness of access to facilities as good or better	90%	90%	95%
Percentage of shipments entered for warehousing legally withdrawn for various purposes within the prescribed period	10%	100%	100%

NOTE : Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Revenue collection improved		
CUSTOMS REVENUE ENHANCEMENT PROGRAM		
Outcome Indicator(s)		
1. Percentage increase in revenue collection	N/A	59.9%
2. Proper/efficient examination and appraisal of imported goods resulted to additional revenues	N/A	4.65%
3. Apprehension of smuggling activities	N/A	60
Output Indicator(s)		
1. Amount of duties and taxes collected and percentage to BESF targets	398,411M	637,079M
2. Percentage of imported goods cleared within ten (10) days from filing of import declaration	96.61%	96.61%
3. Number of cases filed under the Bureau's Action Team Against Smugglers (BATAS) Program within fifteen (15) days	N/A	24 cases
Secured trade facilitation by international standards achieved		
CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM		
Outcome Indicator(s)		
1. Percentage of enforcement actions undertaken resulting to seizures	N/A	2%
2. Percentage of cargo clearance process improved	N/A	6%

3. Apprehension of anti-social goods from illegal drugs, counterfeit goods, product of environment crimes, etc.	N/A	50
Output Indicator(s)		
1. Number of enforcement actions (alerts) undertaken	852	878
2. Percentage of shipment selected and physically examined or x-rayed	N/A	2%
3. Number of cases of anti-social goods seized	N/A	50

## C. BUREAU OF INTERNAL REVENUE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	<u>10,584,635</u>	<u>8,565,390</u>	<u>8,041,204</u>
General Fund	10,584,635	8,565,390	8,041,204
Automatic Appropriations	<u>330,175</u>	<u>761,368</u>	<u>801,531</u>
Retirement and Life Insurance Premiums	330,175	344,232	384,395
Special Account		417,136	417,136
Continuing Appropriations	<u>1,208,714</u>	<u>4,381,021</u>	
Unreleased Appropriation for MOOE			
R.A. No. 10651	50,000		
R.A. No. 10717		50,000	
Unobligated Releases for Capital Outlays			
R.A. No. 10651	125,248		
R.A. No. 10717		2,856,159	
Unobligated Releases for MOOE			
R.A. No. 10651	1,031,546		
R.A. No. 10717		1,474,772	
Unobligated Releases for FinEx			
R.A. No. 10651	1,920		
R.A. No. 10717		90	
Budgetary Adjustment(s)	<u>675,507</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	623,530		
Pension and Gratuity Fund	51,977		
Total Available Appropriations	<u>12,799,031</u>	<u>13,707,779</u>	<u>8,842,735</u>
Unused Appropriations	<u>( 5,295,902)</u>	<u>( 4,381,021)</u>	
Unreleased Appropriation	( 200,529)	( 50,000)	
Unobligated Allotment	( 5,095,373)	( 4,331,021)	
TOTAL OBLIGATIONS	<u>7,503,129</u>	<u>9,326,758</u>	<u>8,842,735</u>

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	2016 Actual	2017 Current	2018 Proposed
General Administration and Support	2,334,164,000	2,554,049,000	2,124,406,000
Regular	2,334,164,000	2,554,049,000	2,124,406,000
PS	730,001,000	951,289,000	906,079,000
MOOE	566,375,000	628,061,000	653,162,000
FinEx	152,204,000	137,852,000	122,197,000
CO	885,584,000	836,847,000	442,968,000
Operations	5,168,965,000	6,772,709,000	6,718,329,000
Regular	5,168,965,000	6,772,709,000	6,718,329,000
PS	3,499,378,000	3,612,746,000	3,871,123,000
MOOE	1,575,126,000	2,916,109,000	2,704,790,000
CO	94,461,000	243,854,000	142,416,000
TOTAL AGENCY BUDGET	7,503,129,000	9,326,758,000	8,842,735,000
Regular	7,503,129,000	9,326,758,000	8,842,735,000
PS	4,229,379,000	4,564,035,000	4,777,202,000
MOOE	2,141,501,000	3,544,170,000	3,357,952,000
FinEx	152,204,000	137,852,000	122,197,000
CO	980,045,000	1,080,701,000	585,384,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	21,635	21,644	21,644
Total Number of Filled Positions	9,855	10,044	10,044

Proposed New Appropriations Language  
For general administration and support and operations, as indicated hereunder.....P 8,041,204,000  
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PROPOSED 2018

OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
REVENUE ADMINISTRATION PROGRAM	3,548,631,000	2,704,790,000	142,416,000	6,395,837,000

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

REGION	P5	MOOE	FinEx	CO	TOTAL
CENTRAL OFFICE	1,180,124,000	1,697,793,000	122,097,000	143,932,000	3,143,946,000
Regional Allocation	3,212,683,000	1,660,159,000	100,000	24,316,000	4,897,258,000
National Capital Region (NCR)	1,012,444,000	646,283,000	20,000	5,080,000	1,663,827,000
Region I - Ilocos	176,624,000	69,431,000	5,000	1,829,000	247,889,000
Cordillera Administrative Region (CAR)	122,668,000	39,722,000	5,000	3,090,000	165,485,000
Region II - Cagayan Valley	100,066,000	54,154,000	5,000	3,763,000	157,988,000
Region III - Central Luzon	204,911,000	101,777,000	5,000	1,356,000	308,049,000
Region IVA - CALABARZON	281,124,000	203,809,000	10,000		484,943,000
Region V - Bicol	139,490,000	46,058,000	5,000		185,553,000
Region VI - Western Visayas	248,881,000	106,554,000	10,000	8,503,000	363,948,000
Region VII - Central Visayas	168,631,000	72,814,000	5,000		241,450,000
Region VIII - Eastern Visayas	134,817,000	52,510,000	5,000	250,000	187,582,000
Region IX - Zamboanga Peninsula	118,709,000	47,894,000	5,000	445,000	167,053,000
Region X - Northern Mindanao	144,050,000	61,255,000	5,000		205,310,000
Region XI - Davao	132,523,000	84,279,000	5,000		216,807,000
Region XII - SOCCSKSARGEN	136,781,000	37,036,000	5,000		173,822,000
Region XIII - CARAGA	90,964,000	36,583,000	5,000		127,552,000
TOTAL AGENCY BUDGET	4,392,807,000	3,357,952,000	122,197,000	168,248,000	8,041,204,000

SPECIAL PROVISION(S)

- One Percent (1%) Share in Taxes on Locally-Manufactured Virginia-type Cigarettes. In addition to the amounts appropriated herein, Three Hundred Fifteen Million Four Hundred Thirty One Thousand Pesos (P315,431,000) shall be used for the purchase of materials, apparatus and equipment for the efficient enforcement of tax laws and collection of taxes sourced from one percent (1%) share in the taxes on locally-manufactured Virginia-type cigarettes in accordance with R.A. No. 5447.

Release of funds shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter S, Book VI of E.O. No. 292.

The BIR 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. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

- Bank Penalties. In addition to the amounts appropriated herein, One Hundred One Million Seven Hundred Five Thousand Pesos (P101,705,000) shall be used for programs, activities and projects of the BIR to improve its tax collections sourced from penalties for delayed remittances by banks.

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 BIR 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 financial and physical accomplishments. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

- Tax Refund. The amount of Eight Billion Five Hundred Million Pesos (P8,500,000,000) shall be used for the:
  - Refund of excess or erroneous collection of value-added tax (VAT) and other internal revenue taxes in accordance with Section 229 of R.A. No. 8424, including legal interest thereon treated as related expense;
  - Cash conversion of valid and unexpired Tax Credit Certificates (TCCs) in accordance with Section 204 of R.A. No. 8424;
  - Refund of input taxes attributable to zero-rated or effectively zero-rated transactions under Section 112 of R.A. No. 8424, as amended; and
  - Monetization of VAT TCCs as part of the TCC Monetization Program.



Said amount, sourced from the current year's revenue tax collections of the BIR, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338, subject to the following: (i) COA audit for payment of tax refunds; (ii) adjustment of the report on the current year's revenue tax collections of the BIR equivalent to the tax refunds for current and prior years; and (iii) reversion of any unutilized amount at the end of the year to the unappropriated surplus of the General Fund in accordance with Section 45, Chapter 5, Book VI of E.O. No. 292.

The BIR 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 amount of tax refunds and the recipient taxpayers. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

4. Informer's Reward. A reward of ten percent (10%) of the revenues, surcharges or fees recovered and/or fines or penalties imposed for violations of R.A. No. 8424 or One Million Pesos (P1,000,000) per case, whichever is lower, may be given as informer's reward to persons instrumental in the discovery and seizure of such goods, except all public officials, whether incumbent or retired, who acquired the information in the course of the performance of their duties during their incumbency and their relatives within the sixth degree of consanguinity in accordance with Section 282 (A) of R.A. No. 8424.

Said amount, sourced from the revenues, surcharges or fees recovered and/or fines or penalties imposed shall be deposited with the National Treasury and recorded as trust receipts in accordance with E. O. No. 338.

The BIR 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 amount of informer's reward paid and the list of beneficiaries. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BIR website.

5. 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>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>						
1000000000000000	General Administration and Support	844,176,000	653,162,000	122,197,000	25,832,000	1,645,367,000
100000100001000	General Management and Supervision	630,782,000	606,374,000	122,197,000	25,832,000	1,385,185,000
National Capital Region (NCR)		275,137,000	319,451,000	122,117,000	24,772,000	741,477,000
	Central Office	182,153,000	154,585,000	122,097,000	24,772,000	483,607,000
	Revenue Regional Office V - Caloocan City	23,657,000	14,416,000	5,000		38,078,000
	Revenue Regional Office VI - Manila	21,031,000	56,639,000	5,000		77,675,000
	Revenue Regional Office VII - Quezon City	32,769,000	27,156,000	5,000		59,930,000
	Revenue Regional Office VIII - Makati City	15,527,000	66,655,000	5,000		82,187,000
Region I - Ilocos		18,626,000	11,004,000	5,000		29,635,000
	Revenue Regional Office I - Calasiao, Pangasinan	18,626,000	11,004,000	5,000		29,635,000
Cordillera Administrative Region (CAR)		19,371,000	10,384,000	5,000		29,760,000
	Revenue Regional Office II - Cordillera Administrative Region	19,371,000	10,384,000	5,000		29,760,000

Region II - Cagayan Valley	<u>17,575,000</u>	<u>19,778,000</u>	<u>5,000</u>	<u>1,060,000</u>	<u>38,418,000</u>
Revenue Regional Office III - Tuguegarao, Cagayan	17,575,000	19,778,000	5,000	1,060,000	38,418,000
Region III - Central Luzon	<u>15,058,000</u>	<u>34,873,000</u>	<u>5,000</u>		<u>49,936,000</u>
Revenue Regional Office IV - San Fernando, Pampanga	15,058,000	34,873,000	5,000		49,936,000
Region IVA - CALABARZON	<u>100,538,000</u>	<u>44,100,000</u>	<u>10,000</u>		<u>144,648,000</u>
Revenue Regional Office IXA - Cavite, Batangas, Mindoro and Romblon (CaBaMiRo)	72,244,000	27,195,000	5,000		99,444,000
Revenue Regional Office IXB - Laguna, Quezon and Marinduque (LaQueMar)	28,294,000	16,905,000	5,000		45,204,000
Region V - Bicol	<u>17,790,000</u>	<u>9,827,000</u>	<u>5,000</u>		<u>27,622,000</u>
Revenue Regional Office X - Legaspi City	17,790,000	9,827,000	5,000		27,622,000
Region VI - Western Visayas	<u>31,343,000</u>	<u>35,764,000</u>	<u>10,000</u>		<u>67,117,000</u>
Revenue Regional Office XI - Iloilo City	14,577,000	16,786,000	5,000		31,368,000
Revenue Regional Office XII - Bacolod City	16,766,000	18,978,000	5,000		35,749,000
Region VII - Central Visayas	<u>25,409,000</u>	<u>28,311,000</u>	<u>5,000</u>		<u>53,725,000</u>
Revenue Regional Office XIII - Cebu City	25,409,000	28,311,000	5,000		53,725,000
Region VIII - Eastern Visayas	<u>19,488,000</u>	<u>12,764,000</u>	<u>5,000</u>		<u>32,257,000</u>
Revenue Regional Office XIV - Tacloban City	19,488,000	12,764,000	5,000		32,257,000
Region IX - Zamboanga Peninsula	<u>15,156,000</u>	<u>22,900,000</u>	<u>5,000</u>		<u>38,061,000</u>
Revenue Regional Office XV - Zamboanga City	15,156,000	22,900,000	5,000		38,061,000
Region X - Northern Mindanao	<u>21,796,000</u>	<u>10,828,000</u>	<u>5,000</u>		<u>32,629,000</u>
Revenue Regional Office XVI - Cagayan de Oro City	21,796,000	10,828,000	5,000		32,629,000
Region XI - Davao	<u>20,561,000</u>	<u>26,960,000</u>	<u>5,000</u>		<u>47,526,000</u>
Revenue Regional Office XIX - Davao City	20,561,000	26,960,000	5,000		47,526,000
Region XII - SOCCSKSARGEN	<u>17,986,000</u>	<u>9,937,000</u>	<u>5,000</u>		<u>27,928,000</u>
Revenue Regional Office XVIII - Koronadal City	17,986,000	9,937,000	5,000		27,928,000
Region XIII - CARAGA	<u>14,948,000</u>	<u>9,493,000</u>	<u>5,000</u>		<u>24,446,000</u>
Revenue Regional Office XVII - Butuan City	14,948,000	9,493,000	5,000		24,446,000

100000100002000	Human Resource Development	<u>49,611,000</u>	<u>15,957,000</u>		<u>65,568,000</u>
	National Capital Region (NCR)	<u>49,611,000</u>	<u>15,957,000</u>		<u>65,568,000</u>
	Central Office	49,611,000	15,957,000		65,568,000
100000100003000	Investigation and prosecution of Administrative cases filed against revenue personnel and the security program	<u>10,024,000</u>	<u>30,831,000</u>		<u>40,855,000</u>
	National Capital Region (NCR)	<u>10,024,000</u>	<u>30,831,000</u>		<u>40,855,000</u>
	Central Office	10,024,000	30,831,000		40,855,000
100000100004000	Administration of Personnel Benefits	<u>153,759,000</u>			<u>153,759,000</u>
	National Capital Region (NCR)	<u>153,759,000</u>			<u>153,759,000</u>
	Central Office	153,759,000			153,759,000
Sub-total, General Administration and Support		<u>844,176,000</u>	<u>653,162,000</u>	<u>122,197,000</u>	<u>25,832,000</u>
					<u>1,645,367,000</u>
3000000000000000	Operations	<u>3,548,631,000</u>	<u>2,704,790,000</u>		<u>142,416,000</u>
3100000000000000	00 : Improved Internal Revenue Collections	<u>3,548,631,000</u>	<u>2,704,790,000</u>		<u>142,416,000</u>
3101000000000000	REVENUE ADMINISTRATION PROGRAM	<u>3,548,631,000</u>	<u>2,704,790,000</u>		<u>142,416,000</u>
310100100001000	Formulation, coordination, monitoring and evaluation of registration, collection and assessment services, including tax formulation of procedures and policies on tax fraud investigations and intelligence operations	<u>131,786,000</u>	<u>42,763,000</u>		<u>174,549,000</u>
	National Capital Region (NCR)	<u>131,786,000</u>	<u>42,763,000</u>		<u>174,549,000</u>
	Central Office	131,786,000	42,763,000		174,549,000
310100100002000	Issuance of tax rulings, decisions on appealed cases and assistance in the prosecution of civil and criminal cases	<u>88,515,000</u>	<u>20,858,000</u>		<u>109,373,000</u>
	National Capital Region (NCR)	<u>88,515,000</u>	<u>20,858,000</u>		<u>109,373,000</u>
	Central Office	88,515,000	20,858,000		109,373,000
310100100003000	Implementation of the tax information and education program	<u>37,114,000</u>	<u>38,640,000</u>		<u>75,754,000</u>
	National Capital Region (NCR)	<u>37,114,000</u>	<u>38,640,000</u>		<u>75,754,000</u>
	Central Office	37,114,000	38,640,000		75,754,000
310100100004000	Enforcement of Internal Revenue Laws	<u>3,085,320,000</u>	<u>1,661,120,000</u>		<u>100,831,000</u>
	National Capital Region (NCR)	<u>1,240,726,000</u>	<u>934,167,000</u>		<u>82,655,000</u>
	Central Office	321,266,000	452,750,000		77,575,000
	Revenue Regional Office V - Caloocan City	152,422,000	75,252,000		367,000
	Revenue Regional Office VI - Manila	211,568,000	119,518,000		331,086,000
	Revenue Regional Office VII - Quezon City	314,731,000	192,726,000		2,742,000
	Revenue Regional Office VIII - Makati City	240,739,000	93,921,000		1,971,000

Region I - Ilocos	<u>157,998,000</u>	<u>58,427,000</u>	<u>1,829,000</u>	<u>218,254,000</u>
Revenue Regional Office I - Calasiao, Pangasinan	157,998,000	58,427,000	1,829,000	218,254,000
Cordillera Administrative Region (CAR)	<u>103,297,000</u>	<u>29,338,000</u>	<u>3,090,000</u>	<u>135,725,000</u>
Revenue Regional Office II - Cordillera Administrative Region	103,297,000	29,338,000	3,090,000	135,725,000
Region II - Cagayan Valley	<u>82,491,000</u>	<u>34,376,000</u>	<u>2,703,000</u>	<u>119,570,000</u>
Revenue Regional Office III - Tuguegarao, Cagayan	82,491,000	34,376,000	2,703,000	119,570,000
Region III - Central Luzon	<u>189,853,000</u>	<u>66,904,000</u>	<u>1,356,000</u>	<u>258,113,000</u>
Revenue Regional Office IV - San Fernando, Pampanga	189,853,000	66,904,000	1,356,000	258,113,000
Region IVA - CALABARZON	<u>180,586,000</u>	<u>159,709,000</u>		<u>340,295,000</u>
Revenue Regional Office IXA - Cavite, Batangas, Mindoro and Romblon (CaBaMiRo)	96,692,000	106,490,000		203,182,000
Revenue Regional Office IXB - Laguna, Quezon and Marinduque (LaQueMar)	83,894,000	53,219,000		137,113,000
Region V - Bicol	<u>121,700,000</u>	<u>36,231,000</u>		<u>157,931,000</u>
Revenue Regional Office X - Legaspi City	121,700,000	36,231,000		157,931,000
Region VI - Western Visayas	<u>217,538,000</u>	<u>70,790,000</u>	<u>8,503,000</u>	<u>296,831,000</u>
Revenue Regional Office XI - Iloilo City	122,011,000	29,205,000	8,503,000	159,719,000
Revenue Regional Office XII - Bacolod City	95,527,000	41,585,000		137,112,000
Region VII - Central Visayas	<u>143,222,000</u>	<u>44,503,000</u>		<u>187,725,000</u>
Revenue Regional Office XIII - Cebu City	143,222,000	44,503,000		187,725,000
Region VIII - Eastern Visayas	<u>115,329,000</u>	<u>39,746,000</u>	<u>250,000</u>	<u>155,325,000</u>
Revenue Regional Office XIV - Tacloban City	115,329,000	39,746,000	250,000	155,325,000
Region IX - Zamboanga Peninsula	<u>103,553,000</u>	<u>24,994,000</u>	<u>445,000</u>	<u>128,992,000</u>
Revenue Regional Office XV - Zamboanga City	103,553,000	24,994,000	445,000	128,992,000
Region X - Northern Mindanao	<u>122,254,000</u>	<u>50,427,000</u>		<u>172,681,000</u>
Revenue Regional Office XVI - Cagayan de Oro City	122,254,000	50,427,000		172,681,000
Region XI - Davao	<u>111,962,000</u>	<u>57,319,000</u>		<u>169,281,000</u>
Revenue Regional Office XIX - Davao City	111,962,000	57,319,000		169,281,000

	Region XII - SOCCSKSARGEN	<u>118,795,000</u>	<u>27,099,000</u>		<u>145,894,000</u>
	Revenue Regional Office XVIII - Koronadal City	118,795,000	27,099,000		145,894,000
	Region XIII - CARAGA	<u>76,016,000</u>	<u>27,090,000</u>		<u>103,106,000</u>
	Revenue Regional Office XVII - Butuan City	76,016,000	27,090,000		103,106,000
310100100005000	Revenue Information Systems Development/ and Infrastructure Support	<u>174,921,000</u>	<u>936,358,000</u>	<u>41,585,000</u>	<u>1,152,864,000</u>
	National Capital Region (NCR)	<u>174,921,000</u>	<u>936,358,000</u>	<u>41,585,000</u>	<u>1,152,864,000</u>
	Central Office	174,921,000	936,358,000	41,585,000	1,152,864,000
310100100006000	Planning and Policy Formulation	<u>22,899,000</u>	<u>3,884,000</u>		<u>26,783,000</u>
	National Capital Region (NCR)	<u>22,899,000</u>	<u>3,884,000</u>		<u>26,783,000</u>
	Central Office	22,899,000	3,884,000		26,783,000
310100100007000	Collation, analysis, monitoring, generation and development of internal revenue statistics	<u>8,076,000</u>	<u>1,167,000</u>		<u>9,243,000</u>
	National Capital Region (NCR)	<u>8,076,000</u>	<u>1,167,000</u>		<u>9,243,000</u>
	Central Office	8,076,000	1,167,000		9,243,000
	Sub-total, Operations	<u>3,548,631,000</u>	<u>2,704,790,000</u>	<u>142,416,000</u>	<u>6,395,837,000</u>
TOTAL NEW APPROPRIATIONS		P 4,392,807,000	P 3,357,952,000	P 122,197,000	P 168,248,000
		=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	2,730,643	2,868,610	3,203,291
Total Permanent Positions	<u>2,730,643</u>	<u>2,868,610</u>	<u>3,203,291</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	224,116	223,920	241,056
Representation Allowance	25,937	15,522	14,892
Transportation Allowance	13,772	15,522	14,892
Clothing and Uniform Allowance	47,660	46,650	50,220
Productivity Incentive Allowance	2		
Overtime Pay	8,136		
Mid-Year Bonus - Civilian	218,036	239,049	266,941
Year End Bonus	235,971	239,049	266,941
Cash Gift	47,475	46,650	50,220
Step Increment		20,920	8,009
Productivity Enhancement Incentive	51,910	46,650	50,220
Performance Based Bonus	80,273		
Total Other Compensation Common to All	<u>953,288</u>	<u>893,932</u>	<u>963,391</u>

Other Compensation for Specific Groups			
Other Personnel Benefits	62,765	13,966	
Anniversary Bonus - Civilian	9		
Total Other Compensation for Specific Groups	<u>62,774</u>	<u>13,966</u>	
Other Benefits			
Retirement and Life Insurance Premiums	324,394	344,232	384,395
PAG-IBIG Contributions	11,407	11,198	12,051
PhilHealth Contributions	31,758	29,361	34,298
Employees Compensation Insurance Premiums	11,329	11,198	12,051
Retirement Gratuity	860	73,967	16,095
Loyalty Award - Civilian	9,271		13,966
Terminal Leave	93,655	317,571	137,664
Total Other Benefits	<u>482,674</u>	<u>787,527</u>	<u>610,520</u>
TOTAL PERSONNEL SERVICES	<u>4,229,379</u>	<u>4,564,035</u>	<u>4,777,202</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	224,658	227,451	261,807
Training and Scholarship Expenses	47,193	55,447	56,967
Supplies and Materials Expenses	340,591	633,932	638,073
Utility Expenses	251,935	262,180	295,762
Communication Expenses	101,052	145,682	122,842
Confidential, Intelligence and Extraordinary Expenses			
Confidential Expenses	10,000	10,000	10,000
Extraordinary and Miscellaneous Expenses	3,839	3,919	4,018
Professional Services	215,895	241,284	406,336
General Services	414,775	588,643	442,028
Repairs and Maintenance	52,105	61,960	74,032
Taxes, Insurance Premiums and Other Fees	15,530	27,280	29,303
Other Maintenance and Operating Expenses			
Advertising Expenses	10,994	43,290	52,447
Printing and Publication Expenses	7,542	7,896	11,379
Transportation and Delivery Expenses	6,638	4,844	7,583
Rent/Lease Expenses	376,733	919,392	689,769
Membership Dues and Contributions to Organizations	78	147	69
Subscription Expenses	23,587	289,479	144,985
Other Maintenance and Operating Expenses	38,356	21,344	110,552
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>2,141,501</u>	<u>3,544,170</u>	<u>3,357,952</u>
Financial Expenses			
Interest Expenses	152,170	137,692	121,937
Bank Charges	23	160	260
Other Financial Charges	11		
TOTAL FINANCIAL EXPENSES	<u>152,204</u>	<u>137,852</u>	<u>122,197</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>6,523,084</u>	<u>8,246,057</u>	<u>8,257,351</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Land Outlay		22,750	
Buildings and Other Structures	773,998	590,338	275,527
Machinery and Equipment Outlay	17,225	173,885	137,931
Transportation Equipment Outlay	106	23,900	41,780
Furniture, Fixtures and Books Outlay	14,836	145,463	93,784
Other Property Plant and Equipment Outlay	12,898	5,283	
Intangible Assets Outlay	160,982	119,082	36,362
TOTAL CAPITAL OUTLAYS	<u>980,045</u>	<u>1,080,701</u>	<u>585,384</u>
GRAND TOTAL	<u>7,503,129</u>	<u>9,326,758</u>	<u>8,842,735</u>

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
OUTCOME : Improved Internal Revenue Collections

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	2016 Actual	2017 Targets
Improved Internal Revenue Collections Collection Target Attained	P1,575 B	+ / - 2% (P1.723B) (based on Medium Term Revenue Program as of December 18, 2013)
Percentage in number of New Registered Business Tax Payers (TPs) Increased (Individual and Non-Individual)	7.88% increase	10%
Frequency of Filing of Run After Tax Evaders (RATE) Cases with the Department of Justice (DOJ)	72 cases filed	3 cases filed per month (36 cases filed for the year)

MFO / Performance Indicators	2016 Targets	2016 Actual	2017 GAA Targets
MFO 1: TAX COLLECTION SERVICES			
Collection Performance	P2,025 B	P1,575 B	P1,829 B
Collection Growth	19.57%	9.31%	12.9%

NOTE : Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Improved Internal Revenue Collections		
REVENUE ADMINISTRATION PROGRAM		
Outcome Indicator(s)		
1. Percentage increase in the number of registered business tax payers	3,171,594 business tax payers registered in CY 2016	5% increase in the number of registered tax payers
Output Indicator(s)		
1. Filing of Run After Tax Evaders (RATE) cases at DOJ	2016: 72 cases filed	36 cases filed at DOJ
2. Audit effort	2016: P31.679 B collected or 2.01%	3% of total collection goal
3. Collection performance	2016: P1.58 T	+/-2% of DBCC approved goal of P2,005 B

## D. BUREAU OF LOCAL GOVERNMENT FINANCE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	214,525	263,106	305,125
General Fund	214,525	263,106	305,125
Automatic Appropriations	11,821	12,720	13,784
Retirement and Life Insurance Premiums	11,821	12,720	13,784
Continuing Appropriations	2,482	13,775	
Unobligated Releases for Capital Outlays R.A. No. 10717		1,859	
Unobligated Releases for MOOE R.A. No. 10651	2,482		
R.A. No. 10717		11,916	
Budgetary Adjustment(s)	21,506		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	19,273		
Pension and Gratuity Fund	2,233		
Total Available Appropriations	250,334	289,601	318,909
Unused Appropriations	( 23,825)	( 13,775)	
Unreleased Appropriation	( 6,541)		
Unobligated Allotment	( 17,284)	( 13,775)	
TOTAL OBLIGATIONS	226,509	275,826	318,909

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
General Administration and Support	54,121,000	67,367,000	115,999,000
Regular	54,121,000	67,367,000	115,999,000
PS	18,119,000	34,818,000	83,221,000
MOOE	19,482,000	30,549,000	32,778,000
CO	16,520,000	2,000,000	
Support to Operations			27,995,000
Regular			27,995,000
PS			4,433,000
MOOE			23,562,000



Operations	172,388,000	208,459,000	174,915,000
Regular	172,388,000	208,459,000	174,915,000
PS	130,365,000	128,965,000	97,279,000
MOOE	42,023,000	57,687,000	43,686,000
CO		21,807,000	33,950,000
TOTAL AGENCY BUDGET	226,509,000	275,826,000	318,909,000
Regular	226,509,000	275,826,000	318,909,000
PS	148,484,000	163,783,000	184,933,000
MDDE	61,505,000	88,236,000	100,026,000
CO	16,520,000	23,807,000	33,950,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	440	440	440
Total Number of Filled Positions	269	269	269

Proposed New Appropriations Language  
 For general administration and support, support to operations and operations, as indicated hereunder.....P 305,125,000  
 =====

OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
LOCAL FINANCE ADMINISTRATION PROGRAM	88,854,000	43,686,000	33,950,000	166,490,000

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

REGION	PS	MOOE	CO	TOTAL
CENTRAL OFFICE	69,895,000	59,106,000		129,001,000
Regional Allocation	101,254,000	40,920,000	33,950,000	176,124,000
Region I - Ilocos	9,680,000	3,149,000	1,100,000	13,929,000
Cordillera Administrative Region (CAR)	5,166,000	3,379,000		8,545,000
Region II - Cagayan Valley	7,048,000	2,189,000		9,237,000
Region III - Central Luzon	7,319,000	2,374,000		9,693,000
Region IVA - CALABARZON	7,657,000	3,134,000		10,791,000
Region IVB - MIMAROPA	2,934,000	2,189,000		5,123,000
Region V - Bicol	7,140,000	2,404,000	17,850,000	27,394,000
Region VI - Western Visayas	6,411,000	2,653,000		9,064,000
Region VII - Central Visayas	7,693,000	3,463,000		11,156,000
Region VIII - Eastern Visayas	7,626,000	3,057,000		10,683,000
Region IX - Zamboanga Peninsula	5,346,000	2,510,000		7,856,000
Region X - Northern Mindanao	6,914,000	2,064,000		8,978,000
Region XI - Davao	6,627,000	2,875,000		9,502,000
Region XII - SOCCSKSARGEN	6,632,000	2,810,000	15,000,000	24,442,000
Region XIII - CARAGA	7,061,000	2,670,000		9,731,000
TOTAL AGENCY BUDGET	171,149,000	100,026,000	33,950,000	305,125,000

## SPECIAL PROVISION(S)

1. Assessment Loan Revolving Fund. The Assessment Loan Revolving Fund, constituted from the unallocated surplus of IRAs, shall be used for interest-free lending purposes to provinces, cities and municipalities, tax-mapping projects, periodic revisions of assessments, and other real property assessment programs in accordance with Section 94 of P.D. No. 464, as amended by P.D. No. 1002.

Disbursements or expenditures by the Bureau of Local Government Finance (BLGF) 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 BLGF 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 income and expenditure. The Executive Director of BLGF and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the BLGF website.

2. 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	78,230,000	32,778,000		111,008,000
100000100001000	General management and supervision	55,736,000	32,778,000		88,514,000
	National Capital Region (NCR)	21,746,000	11,515,000		33,261,000
	Central Office	21,746,000	11,515,000		33,261,000
	Region I - Ilocos	3,278,000	1,957,000		5,235,000
	Regional Office - I	3,278,000	1,957,000		5,235,000
	Cordillera Administrative Region (CAR)	2,104,000	2,171,000		4,275,000
	Regional Office - CAR	2,104,000	2,171,000		4,275,000
	Region II - Cagayan Valley	1,684,000	1,039,000		2,723,000
	Regional Office - II	1,684,000	1,039,000		2,723,000
	Region III - Central Luzon	2,608,000	810,000		3,418,000
	Regional Office - III	2,608,000	810,000		3,418,000
	Region IVA - CALABARZON	3,801,000	1,706,000		5,507,000
	Regional Office - IVA	3,801,000	1,706,000		5,507,000

Region IVB - MIMAROPA	<u>289,000</u>	<u>750,000</u>	<u>1,039,000</u>
Regional Office - IVB	289,000	750,000	1,039,000
Region V - Bicol	<u>2,942,000</u>	<u>1,082,000</u>	<u>4,024,000</u>
Regional Office - V	2,942,000	1,082,000	4,024,000
Region VI - Western Visayas	<u>1,536,000</u>	<u>1,349,000</u>	<u>2,885,000</u>
Regional Office - VI	1,536,000	1,349,000	2,885,000
Region VII - Central Visayas	<u>2,170,000</u>	<u>2,194,000</u>	<u>4,364,000</u>
Regional Office - VII	2,170,000	2,194,000	4,364,000
Region VIII - Eastern Visayas	<u>2,568,000</u>	<u>1,555,000</u>	<u>4,123,000</u>
Regional Office - VIII	2,568,000	1,555,000	4,123,000
Region IX - Zamboanga Peninsula	<u>2,107,000</u>	<u>921,000</u>	<u>3,028,000</u>
Regional Office - IX	2,107,000	921,000	3,028,000
Region X - Northern Mindanao	<u>2,459,000</u>	<u>836,000</u>	<u>3,295,000</u>
Regional Office - X	2,459,000	836,000	3,295,000
Region XI - Davao	<u>2,443,000</u>	<u>1,835,000</u>	<u>4,278,000</u>
Regional Office - XI	2,443,000	1,835,000	4,278,000
Region XII - SOCCSKSARGEN	<u>1,922,000</u>	<u>1,529,000</u>	<u>3,451,000</u>
Regional Office - XII	1,922,000	1,529,000	3,451,000
Region XIII - CARAGA	<u>2,079,000</u>	<u>1,529,000</u>	<u>3,608,000</u>
Regional Office - XIII	2,079,000	1,529,000	3,608,000
100000100002000 Administration of Personnel Benefits	<u>22,494,000</u>		<u>22,494,000</u>
National Capital Region (NCR)	<u>22,494,000</u>		<u>22,494,000</u>
Central Office	22,494,000		22,494,000
Sub-total, General Administration and Support	<u>78,230,000</u>	<u>32,778,000</u>	<u>111,008,000</u>
2000000000000000 Support to Operations	<u>4,065,000</u>	<u>23,562,000</u>	<u>27,627,000</u>
200000100001000 Agency strategic planning, management information system and public information and legal services	<u>4,065,000</u>	<u>23,562,000</u>	<u>27,627,000</u>
National Capital Region (NCR)	<u>4,065,000</u>	<u>23,562,000</u>	<u>27,627,000</u>
Central Office	4,065,000	23,562,000	27,627,000
Sub-total, Support to Operations	<u>4,065,000</u>	<u>23,562,000</u>	<u>27,627,000</u>

3000000000000000	Operations	<u>88,854,000</u>	<u>43,686,000</u>	<u>33,950,000</u>	<u>166,490,000</u>
3100000000000000	00 : Fiscal sustainability of LGUs strengthened	<u>88,854,000</u>	<u>43,686,000</u>	<u>33,950,000</u>	<u>166,490,000</u>
3101000000000000	LOCAL FINANCE ADMINISTRATION PROGRAM	<u>88,854,000</u>	<u>43,686,000</u>	<u>33,950,000</u>	<u>166,490,000</u>
3101010000000000	LOCAL FINANCE POLICY REFORMS AND FISCAL PERFORMANCE MONITORING AND EVALUATION SUB-PROGRAM	<u>46,113,000</u>	<u>22,443,000</u>		<u>68,556,000</u>
310101100001000	Development of LGU treasury and assessment operating policies, guidelines, systems and procedures including the promulgation of rulings/ opinions for the proper implementation thereof	<u>7,820,000</u>	<u>2,415,000</u>		<u>10,235,000</u>
	National Capital Region (NCR)	<u>7,820,000</u>	<u>2,415,000</u>		<u>10,235,000</u>
	Central Office	<u>7,820,000</u>	<u>2,415,000</u>		<u>10,235,000</u>
310101100002000	Conduct of revenue and assessment performance evaluation and management, evaluation and monitoring of special projects on local government finance	<u>34,977,000</u>	<u>18,934,000</u>		<u>53,911,000</u>
	National Capital Region (NCR)	<u>7,313,000</u>	<u>7,026,000</u>		<u>14,339,000</u>
	Central Office	<u>7,313,000</u>	<u>7,026,000</u>		<u>14,339,000</u>
	Region I - Ilocos	<u>2,824,000</u>	<u>712,000</u>		<u>3,536,000</u>
	Regional Office - I	<u>2,824,000</u>	<u>712,000</u>		<u>3,536,000</u>
	Cordillera Administrative Region (CAR)	<u>907,000</u>	<u>726,000</u>		<u>1,633,000</u>
	Regional Office - CAR	<u>907,000</u>	<u>726,000</u>		<u>1,633,000</u>
	Region II - Cagayan Valley	<u>1,651,000</u>	<u>663,000</u>		<u>2,314,000</u>
	Regional Office - II	<u>1,651,000</u>	<u>663,000</u>		<u>2,314,000</u>
	Region III - Central Luzon	<u>1,740,000</u>	<u>1,011,000</u>		<u>2,751,000</u>
	Regional Office - III	<u>1,740,000</u>	<u>1,011,000</u>		<u>2,751,000</u>
	Region IVA - CALABARZON	<u>1,463,000</u>	<u>906,000</u>		<u>2,369,000</u>
	Regional Office - IVA	<u>1,463,000</u>	<u>906,000</u>		<u>2,369,000</u>
	Region IVB - MIMAROPA	<u>907,000</u>	<u>878,000</u>		<u>1,785,000</u>
	Regional Office - IVB	<u>907,000</u>	<u>878,000</u>		<u>1,785,000</u>
	Region V - Bicol	<u>2,368,000</u>	<u>792,000</u>		<u>3,160,000</u>
	Regional Office - V	<u>2,368,000</u>	<u>792,000</u>		<u>3,160,000</u>
	Region VI - Western Visayas	<u>1,904,000</u>	<u>792,000</u>		<u>2,696,000</u>
	Regional Office - VI	<u>1,904,000</u>	<u>792,000</u>		<u>2,696,000</u>
	Region VII - Central Visayas	<u>1,922,000</u>	<u>759,000</u>		<u>2,681,000</u>
	Regional Office - VII	<u>1,922,000</u>	<u>759,000</u>		<u>2,681,000</u>

Region VIII - Eastern Visayas	<u>2,584,000</u>	<u>937,000</u>		<u>3,521,000</u>
Regional Office - VIII	2,584,000	937,000		3,521,000
Region IX - Zamboanga Peninsula	<u>1,450,000</u>	<u>997,000</u>		<u>2,447,000</u>
Regional Office - IX	1,450,000	997,000		2,447,000
Region X - Northern Mindanao	<u>2,442,000</u>	<u>728,000</u>		<u>3,170,000</u>
Regional Office - X	2,442,000	728,000		3,170,000
Region XI - Davao	<u>1,792,000</u>	<u>579,000</u>		<u>2,371,000</u>
Regional Office - XI	1,792,000	579,000		2,371,000
Region XII - SOCCSKSARGEN	<u>1,750,000</u>	<u>768,000</u>		<u>2,518,000</u>
Regional Office - XII	1,750,000	768,000		2,518,000
Region XIII - CARAGA	<u>1,960,000</u>	<u>660,000</u>		<u>2,620,000</u>
Regional Office - XIII	1,960,000	660,000		2,620,000
310101100003000 Issuance of certificate of LGU net debt service ceiling and net borrowing capacity	<u>3,316,000</u>	<u>1,094,000</u>		<u>4,410,000</u>
National Capital Region (NCR)	<u>3,316,000</u>	<u>1,094,000</u>		<u>4,410,000</u>
Central Office	3,316,000	1,094,000		4,410,000
310102000000000 LOCAL FINANCE CAPACITY DEVELOPMENT SUB-PROGRAM	<u>42,741,000</u>	<u>21,243,000</u>	<u>33,950,000</u>	<u>97,934,000</u>
310102100001000 LGU training on policies, procedures and other competency requirements of local treasurers and assessors	<u>42,741,000</u>	<u>21,243,000</u>	<u>33,950,000</u>	<u>97,934,000</u>
National Capital Region (NCR)	<u>3,141,000</u>	<u>13,494,000</u>		<u>16,635,000</u>
Central Office	3,141,000	13,494,000		16,635,000
Region I - Ilocos	<u>3,578,000</u>	<u>480,000</u>	<u>1,100,000</u>	<u>5,158,000</u>
Regional Office - I	3,578,000	480,000	1,100,000	5,158,000
Cordillera Administrative Region (CAR)	<u>2,155,000</u>	<u>482,000</u>		<u>2,637,000</u>
Regional Office - CAR	2,155,000	482,000		2,637,000
Region II - Cagayan Valley	<u>3,713,000</u>	<u>487,000</u>		<u>4,200,000</u>
Regional Office - II	3,713,000	487,000		4,200,000
Region III - Central Luzon	<u>2,971,000</u>	<u>553,000</u>		<u>3,524,000</u>
Regional Office - III	2,971,000	553,000		3,524,000
Region IVA - CALABARZON	<u>2,393,000</u>	<u>522,000</u>		<u>2,915,000</u>
Regional Office - IVA	2,393,000	522,000		2,915,000

Region IVB - MIMAROPA	<u>1,738,000</u>	<u>561,000</u>		<u>2,299,000</u>
Regional Office - IVB	1,738,000	561,000		2,299,000
Region V - Bicol	<u>1,830,000</u>	<u>530,000</u>	<u>17,850,000</u>	<u>20,210,000</u>
Regional Office - V	1,830,000	530,000	17,850,000	20,210,000
Region VI - Western Visayas	<u>2,971,000</u>	<u>512,000</u>		<u>3,483,000</u>
Regional Office - VI	2,971,000	512,000		3,483,000
Region VII - Central Visayas	<u>3,601,000</u>	<u>510,000</u>		<u>4,111,000</u>
Regional Office - VII	3,601,000	510,000		4,111,000
Region VIII - Eastern Visayas	<u>2,474,000</u>	<u>565,000</u>		<u>3,039,000</u>
Regional Office - VIII	2,474,000	565,000		3,039,000
Region IX - Zamboanga Peninsula	<u>1,789,000</u>	<u>592,000</u>		<u>2,381,000</u>
Regional Office - IX	1,789,000	592,000		2,381,000
Region X - Northern Mindanao	<u>2,013,000</u>	<u>500,000</u>		<u>2,513,000</u>
Regional Office - X	2,013,000	500,000		2,513,000
Region XI - Davao	<u>2,392,000</u>	<u>461,000</u>		<u>2,853,000</u>
Regional Office - XI	2,392,000	461,000		2,853,000
Region XII - SOCCSKSARGEN	<u>2,960,000</u>	<u>513,000</u>	<u>15,000,000</u>	<u>18,473,000</u>
Regional Office - XII	2,960,000	513,000	15,000,000	18,473,000
Region XIII - CARAGA	<u>3,022,000</u>	<u>481,000</u>		<u>3,503,000</u>
Regional Office - XIII	3,022,000	481,000		3,503,000
Sub-total, Operations	<u>88,854,000</u>	<u>43,686,000</u>	<u>33,950,000</u>	<u>166,490,000</u>
 TOTAL NEW APPROPRIATIONS	 P 171,149,000	 P 100,026,000	 P 33,950,000	 P 305,125,000
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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			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	93,815	105,996	114,845
Total Permanent Positions	<u>93,815</u>	<u>105,996</u>	<u>114,845</u>

Other Compensation Common to All			
Personnel Economic Relief Allowance	6,264	6,480	6,456
Representation Allowance	1,843	1,122	1,122
Transportation Allowance	1,287	1,122	1,122
Clothing and Uniform Allowance	1,323	1,350	1,345
Honoraria	204		
Overtime Pay	16		
Mid-Year Bonus - Civilian	8,156	8,834	9,570
Year End Bonus	12,007	8,834	9,570
Cash Gift	1,296	1,350	1,345
Step Increment		663	290
Collective Negotiation Agreement	5,608		
Productivity Enhancement Incentive	1,292	1,350	1,345
<b>Total Other Compensation Common to All</b>	<b>39,296</b>	<b>31,105</b>	<b>32,165</b>
Other Compensation for Specific Groups			
Longevity Pay	80		
Provident/Welfare Fund Contributions	1		
Other Personnel Benefits	24		
<b>Total Other Compensation for Specific Groups</b>	<b>105</b>		
Other Benefits			
Retirement and Life Insurance Premiums	11,312	12,720	13,784
PAG-IBIG Contributions	309	324	324
PhilHealth Contributions	984	868	997
Employees Compensation Insurance Premiums	310	324	324
Retirement Gratuity		9,070	17,117
Loyalty Award - Civilian	120		
Terminal Leave	2,233	3,376	5,377
<b>Total Other Benefits</b>	<b>15,268</b>	<b>26,682</b>	<b>37,923</b>
<b>TOTAL PERSONNEL SERVICES</b>	<b>148,484</b>	<b>163,783</b>	<b>184,933</b>
Maintenance and Other Operating Expenses			
Travelling Expenses	10,553	15,526	13,264
Training and Scholarship Expenses	14,172	21,552	40,302
Supplies and Materials Expenses	6,687	6,057	8,533
Utility Expenses	3,090	3,453	2,829
Communication Expenses	4,565	7,715	3,001
Awards/Rewards and Prizes	41		40
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	1,643	1,830	1,785
Professional Services	6,300	12,604	13,782
General Services	3,385	5,164	4,232
Repairs and Maintenance	1,755	1,778	1,546
Taxes, Insurance Premiums and Other Fees	419	624	575
Other Maintenance and Operating Expenses			
Advertising Expenses	123	989	200
Printing and Publication Expenses	51	66	170
Representation Expenses	275		999
Transportation and Delivery Expenses	146		
Rent/Lease Expenses	7,896	9,753	8,244
Membership Dues and Contributions to Organizations	47	44	40
Subscription Expenses	62	953	484
Other Maintenance and Operating Expenses	295	128	
<b>TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES</b>	<b>61,505</b>	<b>88,236</b>	<b>100,026</b>
<b>TOTAL CURRENT OPERATING EXPENDITURES</b>	<b>209,989</b>	<b>252,019</b>	<b>284,959</b>

## Capital Outlays

Property, Plant and Equipment Outlay			
Buildings and Other Structures		21,807	32,850
Machinery and Equipment Outlay	6,783	2,000	
Transportation Equipment Outlay			1,100
Intangible Assets Outlay	9,737		
TOTAL CAPITAL OUTLAYS	<u>16,520</u>	<u>23,807</u>	<u>33,950</u>
GRAND TOTAL	<u>226,509</u>	<u>275,826</u>	<u>318,909</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
OUTCOME : Fiscal sustainability of LGUs strengthened

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2016 Actual</u>	<u>2017 Targets</u>
Fiscal sustainability of LGUs strengthened		
Ratio of LGU expenditures over total income	0.77	Ratio is < or = .1
Percentage of total actual collections of LGUs from local taxes and other locally generated revenue sources versus targets	99.39%	Collection efficiency is > or = 95%
Number of LGUs not exceeding 20% of their regular income for debt servicing (Sec. 324 (b) of RA 7160)	99.36% (1,703 LGUs)	No. of LGUs is > or = 95% of the total number of provinces, cities and municipalities nationwide

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT			
Number of directives, guidance notes, policies and procedures issued	459	1,385	459
Number of compliance reviews carried out	2,763	3,106	2,763
% of LGUs that breach one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	20%	4.13%	20%
% of LGUs over the last three years with two or more breaches on one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	15%	0.52%	15%
% of LGUs subject to three or more compliance reviews in the last two years	10%	42%	10%



ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Fiscal sustainability of LGUs strengthened		
LOCAL FINANCE ADMINISTRATION PROGRAM		
LOCAL FINANCE POLICY REFORMS AND FISCAL PERFORMANCE MONITORING AND EVALUATION SUB-PROGRAM		
Outcome Indicator(s)		
1. Ratio of LGU expenditures over total income	0.77	< or = 1
2. Percentage of actual collections of LGU from local taxes and other locally-generated revenue sources versus targets	78%	> or = 83%
3. Number of LGUs not exceeding 20% of their regular income for debt servicing	1662	> or = 1662
Output Indicator(s)		
1. Percentage of requests for policy opinions and consultations provided in a timely manner	85%	> or = 90%
2. Percentage of LGU assessed on revenue and assessment performance	60%	> or = 60%
3. Percentage of LGUs evaluated for the issuance of certificate of net debt service ceiling and net borrowing capacity	95%	> or = 95%
LOCAL FINANCE CAPACITY DEVELOPMENT SUB-PROGRAM		
Outcome Indicator(s)		
1. Percentage of training satisfaction for training programs	90%	> or = 90%
Output Indicator(s)		
1. Percentage of treasurers and assessors trained over the total number of treasurers/ assessors	95%	> or = 95%
2. Percentage of LGU capacitated/ informed on local finance policies	95%	> or = 95%
3. Number of trainings conducted for LGUs	47	> or = 60

## E. BUREAU OF THE TREASURY

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	1,666,415	6,461,190	4,358,954
General Fund	1,666,415	6,461,190	4,358,954
Automatic Appropriations	3,663,178	36,128	39,449
Grant Proceeds	31,646		
Customs Duties and Taxes, including Tax Expenditures	3,595,961		
Retirement and Life Insurance Premiums	35,571	36,128	39,449

Continuing Appropriations	204,899	232,112	
Unobligated Releases for Capital Outlays			
R.A. No. 10651	39,420		
R.A. No. 10717		10,910	
Unobligated Releases for MOOE			
R.A. No. 10651	91,312		
R.A. No. 10717		91,041	
Unobligated Releases for FinEx			
R.A. No. 10651	74,167		
R.A. No. 10717		130,161	
Budgetary Adjustment(s)	<u>2,969,213</u>		
Transfer(s) from:			
Department of Finance (DOF)			
Office of the Secretary	1,500,000		
Contingent Fund	360,000		
International Commitments Fund	1,016,666		
Miscellaneous Personnel Benefits Fund	54,485		
Pension and Gratuity Fund	35,062		
General Fund Adjustments	<u>3,000</u>		
Total Available Appropriations	8,503,705	6,729,430	4,398,403
Unused Appropriations	( 1,347,984)	( 232,112)	
Unreleased Appropriation	( 43,272)		
Unobligated Allotment	( 1,304,712)	( 232,112)	
TOTAL OBLIGATIONS	<u>7,155,721</u>	<u>6,497,318</u>	<u>4,398,403</u>
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EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	2016 Actual	2017 Current	2018 Proposed
General Administration and Support	<u>230,586,000</u>	<u>202,548,000</u>	<u>268,563,000</u>
Regular	<u>230,586,000</u>	<u>202,548,000</u>	<u>268,563,000</u>
PS	115,213,000	84,884,000	120,390,000
MOOE	112,137,000	114,408,000	134,973,000
CO	3,236,000	3,256,000	13,200,000
Support to Operations	<u>86,244,000</u>	<u>129,096,000</u>	<u>188,747,000</u>
Regular	<u>86,244,000</u>	<u>129,096,000</u>	<u>188,747,000</u>
PS	18,094,000	20,633,000	42,594,000
MOOE	68,150,000	106,593,000	106,631,000
CO		1,870,000	39,522,000
Operations	<u>6,168,858,000</u>	<u>5,447,603,000</u>	<u>3,941,093,000</u>
Regular	<u>6,168,858,000</u>	<u>5,447,603,000</u>	<u>3,224,731,000</u>
PS	345,491,000	365,826,000	374,519,000
MOOE	3,705,683,000	161,869,000	141,181,000
FinEx		90,496,000	
CO	2,117,684,000	4,829,412,000	2,709,031,000
Projects / Purpose			<u>716,362,000</u>
MOOE			16,362,000
FinEx			700,000,000

Projects / Purpose	670,033,000	718,071,000	
MOOE	26,028,000	18,071,000	
FinEx	644,005,000	700,000,000	
TOTAL AGENCY BUOGET	7,155,721,000	6,497,318,000	4,398,403,000
Regular	6,485,688,000	5,779,247,000	3,682,041,000
PS	478,798,000	471,343,000	537,503,000
MOOE	3,885,970,000	382,870,000	382,785,000
FinEx		90,496,000	
CO	2,120,920,000	4,834,538,000	2,761,753,000
Projects / Purpose	670,033,000	718,071,000	716,362,000
MOOE	26,028,000	18,071,000	16,362,000
FinEx	644,005,000	700,000,000	700,000,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	1,283	1,283	1,283
Total Number of Filled Positions	695	695	695

Proposed New Appropriations Language

For general administration and support, support to operations and operations, including locally-funded project, as indicated hereunder.....P 4,358,954,000  
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PROPOSED 2018

OPERATIONS BY PROGRAM	PS	MOOE	FinEx	CO	TOTAL
FINANCIAL ASSET MANAGEMENT PROGRAM	29,778,000	37,680,000	700,000,000	2,703,085,000	3,470,543,000
DEBT AND RISK MANAGEMENT PROGRAM	25,990,000	25,658,000			51,648,000
NG ACCOUNTING PROGRAM	287,143,000	94,205,000		5,946,000	387,294,000

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

REGION	PS	MOOE	FinEx	CO	TOTAL
CENTRAL OFFICE	498,054,000	399,147,000	700,000,000	2,761,753,000	4,358,954,000
TOTAL AGENCY BUDGET	498,054,000	399,147,000	700,000,000	2,761,753,000	4,358,954,000
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## SPECIAL PROVISION(S)

1. Equity Contribution to International Organizations. The amount of Two Billion Seven Hundred Three Million Eighty Five Thousand Pesos (P2,703,085,000) appropriated herein shall be used for capital or quota subscription and revaluation or maintenance of value to foreign financial institutions that has been reviewed by the DFA and the International Commitments Fund Panel, and approved by the President of the Philippines in accordance with M.C. No. 194 dated June 11, 2010.
2. 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>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>						
1000000000000000	General Administration and Support	116,155,000	134,973,000		13,200,000	264,328,000
100000100001000	General Management and Supervision	46,506,000	134,973,000		13,200,000	194,679,000
	National Capital Region (NCR)	46,506,000	134,973,000		13,200,000	194,679,000
	Central Office	46,506,000	134,973,000		13,200,000	194,679,000
100000100002000	Administration of Personnel Benefits	69,649,000				69,649,000
	National Capital Region (NCR)	69,649,000				69,649,000
	Central Office	69,649,000				69,649,000
	Sub-total, General Administration and Support	116,155,000	134,973,000		13,200,000	264,328,000
2000000000000000	Support to Operations	38,988,000	106,631,000		39,522,000	185,141,000
200000100001000	Provision of legal services including the conduct of research and investigation	9,930,000	11,230,000			21,160,000
	National Capital Region (NCR)	9,930,000	11,230,000			21,160,000
	Central Office	9,930,000	11,230,000			21,160,000
200000100002000	Information systems and IT support services	9,354,000	83,930,000		39,522,000	132,806,000
	National Capital Region (NCR)	9,354,000	83,930,000		39,522,000	132,806,000
	Central Office	9,354,000	83,930,000		39,522,000	132,806,000
200000100003000	Research and technical support services	19,704,000	11,471,000			31,175,000
	National Capital Region (NCR)	19,704,000	11,471,000			31,175,000
	Central Office	19,704,000	11,471,000			31,175,000
	Sub-total, Support to Operations	38,988,000	106,631,000		39,522,000	185,141,000

3000000000000000	Operations	<u>342,911,000</u>	<u>157,543,000</u>	<u>700,000,000</u>	<u>2,709,031,000</u>	<u>3,909,485,000</u>
3100000000000000	00 : Efficiency in cash management improved	<u>29,778,000</u>	<u>37,680,000</u>	<u>700,000,000</u>	<u>2,703,085,000</u>	<u>3,470,543,000</u>
3101000000000000	FINANCIAL ASSET MANAGEMENT PROGRAM	<u>29,778,000</u>	<u>37,680,000</u>	<u>700,000,000</u>	<u>2,703,085,000</u>	<u>3,470,543,000</u>
310100100001000	Cash management funding and investment of excess funds	<u>29,778,000</u>	<u>21,318,000</u>		<u>2,703,085,000</u>	<u>2,754,181,000</u>
	National Capital Region (NCR)	<u>29,778,000</u>	<u>21,318,000</u>		<u>2,703,085,000</u>	<u>2,754,181,000</u>
	Central Office	<u>29,778,000</u>	<u>21,318,000</u>		<u>2,703,085,000</u>	<u>2,754,181,000</u>
	Project(s)					
	Locally-Funded Project(s)		<u>16,362,000</u>	<u>700,000,000</u>		<u>716,362,000</u>
310100200001000	Development of the Treasury Single Account (TSA)		<u>16,362,000</u>	<u>700,000,000</u>		<u>716,362,000</u>
	National Capital Region (NCR)		<u>16,362,000</u>	<u>700,000,000</u>		<u>716,362,000</u>
	Central Office		<u>16,362,000</u>	<u>700,000,000</u>		<u>716,362,000</u>
3200000000000000	00 : Efficiency in debt management achieved	<u>25,990,000</u>	<u>25,658,000</u>			<u>51,648,000</u>
3201000000000000	DEBT AND RISK MANAGEMENT PROGRAM	<u>25,990,000</u>	<u>25,658,000</u>			<u>51,648,000</u>
320100100001000	Securities Origination	<u>3,338,000</u>	<u>13,608,000</u>			<u>16,946,000</u>
	National Capital Region (NCR)	<u>3,338,000</u>	<u>13,608,000</u>			<u>16,946,000</u>
	Central Office	<u>3,338,000</u>	<u>13,608,000</u>			<u>16,946,000</u>
320100100002000	Debt monitoring and servicing	<u>17,323,000</u>	<u>2,700,000</u>			<u>20,023,000</u>
	National Capital Region (NCR)	<u>17,323,000</u>	<u>2,700,000</u>			<u>20,023,000</u>
	Central Office	<u>17,323,000</u>	<u>2,700,000</u>			<u>20,023,000</u>
320100100003000	Risk Management	<u>5,329,000</u>	<u>9,350,000</u>			<u>14,679,000</u>
	National Capital Region (NCR)	<u>5,329,000</u>	<u>9,350,000</u>			<u>14,679,000</u>
	Central Office	<u>5,329,000</u>	<u>9,350,000</u>			<u>14,679,000</u>
3300000000000000	00 : Efficiency in accounting of NG financial transactions enhanced	<u>287,143,000</u>	<u>94,205,000</u>		<u>5,946,000</u>	<u>387,294,000</u>
3301000000000000	NG ACCOUNTING PROGRAM	<u>287,143,000</u>	<u>94,205,000</u>		<u>5,946,000</u>	<u>387,294,000</u>
330100100001000	Recording of NG financial transactions	<u>37,640,000</u>	<u>13,611,000</u>			<u>51,251,000</u>
	National Capital Region (NCR)	<u>37,640,000</u>	<u>13,611,000</u>			<u>51,251,000</u>
	Central Office	<u>37,640,000</u>	<u>13,611,000</u>			<u>51,251,000</u>
330100100002000	Reconciliation of NGAs books of accounts	<u>1,580,000</u>	<u>1,426,000</u>			<u>3,006,000</u>
	National Capital Region (NCR)	<u>1,580,000</u>	<u>1,426,000</u>			<u>3,006,000</u>
	Central Office	<u>1,580,000</u>	<u>1,426,000</u>			<u>3,006,000</u>

330100100003000 Release of Allotment to Local Government Units (ALGU)	247,923,000	79,168,000	5,946,000	333,037,000
	<u>247,923,000</u>	<u>79,168,000</u>	<u>5,946,000</u>	<u>333,037,000</u>
National Capital Region (NCR)	247,923,000	79,168,000	5,946,000	333,037,000
Central Office	247,923,000	79,168,000	5,946,000	333,037,000
	<u>247,923,000</u>	<u>79,168,000</u>	<u>5,946,000</u>	<u>333,037,000</u>
Sub-total, Operations	342,911,000	157,543,000	700,000,000	2,709,031,000
	<u>342,911,000</u>	<u>157,543,000</u>	<u>700,000,000</u>	<u>2,709,031,000</u>
 TOTAL NEW APPROPRIATIONS	 P 498,054,000	 P 399,147,000	 P 700,000,000	 P 2,761,753,000
	=====	=====	=====	=====

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	277,158	301,076	328,735
Total Permanent Positions	<u>277,158</u>	<u>301,076</u>	<u>328,735</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	16,719	16,848	16,680
Representation Allowance	8,851	6,642	6,360
Transportation Allowance	6,809	6,510	6,228
Clothing and Uniform Allowance	3,500	3,510	3,475
Honoraria	125		
Overtime Pay	6,063		
Mid-Year Bonus - Civilian		25,090	27,395
Year End Bonus	46,243	25,090	27,395
Cash Gift	3,499	3,510	3,475
Step Increment		1,787	821
Collective Negotiation Agreement	17,566		
Productivity Enhancement Incentive	3,458	3,510	3,475
Performance Based Bonus	7,418		
Total Other Compensation Common to All	<u>120,251</u>	<u>92,497</u>	<u>95,304</u>
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	53		
Magna Carta for Public Social Workers		38	
Hazard Duty Pay	218		
Longevity Pay	601		
Allowance of Attorney's de Officio	10		
Other Personnel Benefits	26,178	647	
Total Other Compensation for Specific Groups	<u>27,060</u>	<u>685</u>	
Other Benefits			
Retirement and Life Insurance Premiums	33,219	36,128	39,449
PAG-IBIG Contributions	838	842	834
PhilHealth Contributions	2,310	2,328	2,698
Employees Compensation Insurance Premiums	841	842	834
Retirement Gratuity	2,824	24,123	47,140
Terminal Leave	14,297	12,822	22,509
Total Other Benefits	<u>54,329</u>	<u>77,085</u>	<u>113,464</u>
 TOTAL PERSONNEL SERVICES	 <u>478,798</u>	 <u>471,343</u>	 <u>537,503</u>

## Maintenance and Other Operating Expenses

Travelling Expenses	13,812	20,517	21,857
Training and Scholarship Expenses	17,872	30,845	20,245
Supplies and Materials Expenses	17,483	35,096	26,230
Utility Expenses	36,856	50,920	45,251
Communication Expenses	10,195	21,512	25,896
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	2,856	2,878	2,878
Professional Services	57,800	66,176	67,006
General Services	18,467	32,019	33,759
Repairs and Maintenance	58,257	89,195	111,686
Taxes, Insurance Premiums and Other Fees	3,654,618	24,345	15,245
Other Maintenance and Operating Expenses			
Advertising Expenses	924	1,285	1,285
Printing and Publication Expenses	490	515	1,000
Representation Expenses	1,853	1,639	1,639
Transportation and Delivery Expenses	586	1,105	1,000
Rent/Lease Expenses	18,217	19,832	21,282
Membership Dues and Contributions to Organizations	982	955	1,042
Subscription Expenses	293	1,746	1,746
Other Maintenance and Operating Expenses	437	361	100
<b>TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES</b>	<b>3,911,998</b>	<b>400,941</b>	<b>399,147</b>
<b>Financial Expenses</b>			
Interest Expenses		90,496	
Other Financial Charges	644,005	700,000	700,000
<b>TOTAL FINANCIAL EXPENSES</b>	<b>644,005</b>	<b>790,496</b>	<b>700,000</b>
<b>TOTAL CURRENT OPERATING EXPENDITURES</b>	<b>5,034,801</b>	<b>1,662,780</b>	<b>1,636,650</b>
<b>Capital Outlays</b>			
Investment Outlay	2,085,283	4,783,216	2,703,085
Property, Plant and Equipment Outlay			
Buildings and Other Structures	29,628	35,462	
Machinery and Equipment Outlay	2,773	7,470	58,668
Furniture, Fixtures and Books Outlay	3,236	8,390	
<b>TOTAL CAPITAL OUTLAYS</b>	<b>2,120,920</b>	<b>4,834,538</b>	<b>2,761,753</b>
<b>GRAND TOTAL</b>	<b>7,155,721</b>	<b>6,497,318</b>	<b>4,398,403</b>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
OUTCOME : Efficiency in cash management improved  
Efficiency in debt management achieved  
Efficiency in accounting of NG financial transactions enhanced

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	2016 Actual	2017 Targets
Efficiency in cash management improved Adequacy of cash holdings ensured	106,948	Maintain a sufficient cash buffer to cover deviations from the cash forecast
Yield/returns on cash balances of NG maximized	NG Weighted Average Interest Rate (As of End-December 2016) (Year, USD Rate, PHP Rate); [2014, 0.06645%, 1.50901%]; [2015, 0.11745%, 2.51672%]; [2016, 0.39602%, 2.72887%]	Earn at the rate of 1.5% per annum on NG cash balances NG Average Interest Rate: (Year, USD Rate, PHP Rate): [2012, - , 2.3018%]; [2013, - , 1.5957%]; [2014, 0.0614%, 1.73%]; [Jan 1-May 7, 2015, 0.09%, 2.00%]
Efficiency in debt management improved Interest payments relative to program maintained	Interest Savings for 2014 - 2016 2014 - 8.90% 2015 - 14.50% 2016 - 7.00%	Actual Interest payments < or = latest approved program Interest Savings for 2012-2014 2012 - 1.53% 2013 - 2.65% 2014 - 8.90%
Average Time to Maturity (ATM) maintained	Average Maturity (residual, in years); 2014-2016 2014 - 9.90 2015 - 10.04 2016 - 10.05	ATM of NG debt portfolio maintained above 7 years Average Maturity (residual, in years) ; 2012 - 2014 2012 - 10.96 2013 - 10.89 2014 - 11.13 As of March 2015 - 11.77
% of foreign borrowings to total borrowing requirements	2014 - 26.8% 2015 - 31.1% 2016 - 29.49%	< /= 25% Foreign Financing (% of total); 2012 - 2014 2012 - 16.4 2013 - 6.1 2014 - 26.8

MFO / Performance Indicators	2016 Targets	2016 Actual	2017 GAA Targets
<b>MFO 1: CASH MANAGEMENT SERVICES</b>			
Fund the budgetary and non-budgetary expenses of NG			
% of paid MDS checks replenished within the set schedule	daily before cut-off time		daily before cut-off time
Interest income on deposits and BSF/SSF investment (In Million Pesos)	29,343	38,932	27,368
NG income remitted to BTr (In Million Pesos)	21,725	56,367	22,983
% of replenishment of validated paid MDS checks	100% replenishment	100% replenishment	100% replenishment
NG income reports submitted within the prescribed schedule	On time submission	On time submission	On time submission
<b>MFO 2: MANAGEMENT OF PUBLIC DEBTS</b>			
Monitor and service NG Debt			
Amount of debt service (In Million Pesos)	816,987	789,965	649,231
% of matured NG debt paid	100% of matured NG debt paid	100% of matured NG debt paid	100% of matured NG debt paid



NG debt paid prior to due date	as NG debt fall due	NG debt paid on due dates	as NG debt fall due
Issuance of government securities			
Volume of government securities issued and redeemed (In Million Pesos)	643,228	396,309	520,817
Average interest rate for the 364-day T-bills maintained over the last three(3) years	3%	1.75%	3%
Auction of government securities conducted as scheduled	as scheduled	as scheduled	as scheduled

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)Baseline2018 Targets

Efficiency in cash management improved

## FINANCIAL ASSET MANAGEMENT PROGRAM

## Outcome Indicator(s)

1. Income from investing of excess cash balance and other managed funds earned (In Million Pesos)

N/A

22,263

2. Percentage of total government cash requirement met

N/A

100%

3. Percentage yield/return on cash surplus

N/A

1.5% per annum on NG cash balance

## Output Indicator(s)

1. Percentage availability of daily cash balance in the TSA and MDS (In Million Pesos)

N/A

TSA - 50,000 MOS - 5,000

Efficiency in debt management achieved

## DEBT AND RISK MANAGEMENT PROGRAM

## Outcome Indicator(s)

1. Government financing requirement met (In Million Pesos)

N/A

888,227

2. Refinancing risk efficiently managed

N/A

100% efficiency

3. Efficient debt monitoring and servicing

N/A

100% efficiency

## Output Indicator(s)

1. Issuance of government securities consistent with auction schedule/calendar

N/A

At least 5 working days before first quarter auction

2. Percentage of debt maturing in one year to total outstanding debt

N/A

Less than or equal to 15% ATM should be at least 7 yrs

3. Amount and percentage of debt service payment paid on or before due date

N/A

100% paid on time

Efficiency in accounting of NG financial transactions enhanced

## NG ACCOUNTING PROGRAM

## Outcome Indicator(s)

1. Efficient release of Internal Revenue Allotment (IRA) and other shares to Local Government Units (LGUs)

N/A

100% efficiency

2. Percentage of reconciled active cash balances

N/A

80%

3. Timely release of subsidy and equity to Government-Owned and Controlled Corporation (GOCCs)

N/A

3 working days upon receipt of NCA from DBM

Output Indicator(s)		
1. Percentage of Journal Entry Voucher submitted to COA on time	N/A	80%
2. Percentage of Bank Reconciliation Statement submitted to COA on time	N/A	80%
3. Release of Internal Revenue Allotment (IRA) and other shares to Local Government Units (LGUs) consistent with Release Schedule	N/A	IRA- 10th day of the month Other shares-upon receipt of complete docs from DBM

## F. CENTRAL BOARD OF ASSESSMENT APPEALS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	7,268	19,115	18,633
General Fund	7,268	19,115	18,633
Automatic Appropriations	895	1,161	1,264
Retirement and Life Insurance Premiums	895	1,161	1,264
Continuing Appropriations	27	11	
Unobligated Releases for Capital Outlays R.A. No. 10717		11	
Unobligated Releases for MOOE R.A. No. 10651	27		
Budgetary Adjustment(s)	7,627		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	6,946		
Pension and Gratuity Fund	681		
Total Available Appropriations	15,817	20,287	19,897
Unused Appropriations	( 67)	( 11)	
Unobligated Allotment	( 67)	( 11)	
<b>TOTAL OBLIGATIONS</b>	<b>15,750</b>	<b>20,276</b>	<b>19,897</b>

EXPENDITURE PROGRAM  
(in pesos)

<u>GAS / STO / OPERATIONS / PROJECTS</u>	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
Operations	15,750,000	20,276,000	19,897,000
Regular	15,750,000	20,276,000	19,897,000
PS	13,929,000	14,503,000	16,923,000
MOOE	1,313,000	3,872,000	2,619,000
CO	508,000	1,901,000	355,000
<b>TOTAL AGENCY BUDGET</b>	<b>15,750,000</b>	<b>20,276,000</b>	<b>19,897,000</b>
Regular	15,750,000	20,276,000	19,897,000
PS	13,929,000	14,503,000	16,923,000
MOOE	1,313,000	3,872,000	2,619,000
CO	508,000	1,901,000	355,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	26	26	26
Total Number of Filled Positions	23	22	22

Proposed New Appropriations Language  
 For operations, as indicated hereunder.....P 18,633,000  
 =====

PROPOSED 2018

OPERATIONS BY PROGRAM	PS	MOOE	CO	TOTAL
REAL PROPERTY TAX ADJUDICATION PROGRAM	15,659,000	2,619,000	355,000	18,633,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	15,659,000	2,619,000	355,000	18,633,000
National Capital Region (NCR)	15,659,000	2,619,000	355,000	18,633,000
TOTAL AGENCY BUDGET	15,659,000	2,619,000	355,000	18,633,000

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

	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
3000000000000000 Operations	15,659,000	2,619,000	355,000	18,633,000
3100000000000000 00 : Due process for fair and equitable real property tax assessment improved	15,659,000	2,619,000	355,000	18,633,000
3101000000000000 REAL PROPERTY TAX ADJUDICATION PROGRAM	15,659,000	2,619,000	355,000	18,633,000
310100100001000 Adjudication of appealed cases on real property tax assessment	15,659,000	2,619,000	355,000	18,633,000
Sub-total, Operations	15,659,000	2,619,000	355,000	18,633,000
TOTAL NEW APPROPRIATIONS	P 15,659,000	P 2,619,000	P 355,000	P 18,633,000

## Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	2016	2017	2018
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	8,779	9,678	10,534
Total Permanent Positions	8,779	9,678	10,534
Other Compensation Common to All			
Personnel Economic Relief Allowance	552	552	528
Representation Allowance	492	486	486
Transportation Allowance	491	486	486
Clothing and Uniform Allowance	115	115	110
Mid-Year Bonus - Civilian	728	806	878
Year End Bonus	728	806	878
Cash Gift	115	115	110
Step Increment	15	58	26
Productivity Enhancement Incentive	115	115	110
Performance Based Bonus	155		
Total Other Compensation Common to All	3,506	3,539	3,612
Other Benefits			
Retirement and Life Insurance Premiums	840	1,161	1,264
PAG-IBIG Contributions	27	28	26
PhilHealth Contributions	71	69	75
Employees Compensation Insurance Premiums	25	28	26
Terminal Leave	681		
Total Other Benefits	1,644	1,286	1,391
Non-Permanent Positions			1,386
TOTAL PERSONNEL SERVICES	13,929	14,503	16,923

## Maintenance and Other Operating Expenses

Travelling Expenses	204	237	75
Training and Scholarship Expenses	57	1,538	1,174
Supplies and Materials Expenses	256	379	282
Utility Expenses	29	50	50
Communication Expenses	120	175	125
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	154	175	110
General Services	139	805	280
Repairs and Maintenance	10	70	50
Taxes, Insurance Premiums and Other Fees	23	50	62
Other Maintenance and Operating Expenses			
Advertising Expenses		6	
Printing and Publication Expenses		16	14
Transportation and Delivery Expenses	2		
Rent/Lease Expenses	306	356	385
Subscription Expenses	9	15	12
Other Maintenance and Operating Expenses	4		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>1,313</u>	<u>3,872</u>	<u>2,619</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>15,242</u>	<u>18,375</u>	<u>19,542</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	472	701	355
Transportation Equipment Outlay		1,200	
Furniture, Fixtures and Books Outlay	36		
TOTAL CAPITAL OUTLAYS	<u>508</u>	<u>1,901</u>	<u>355</u>
GRAND TOTAL	<u>15,750</u>	<u>20,276</u>	<u>19,897</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL  
OUTCOME : Due process for fair and equitable real property tax assessment improved

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2016 Actual</u>	<u>2017 Targets</u>
Due process for fair and equitable real property tax assessment improved		
Percentage of cases reviewed during the year that were elevated to the higher court and overturned reduced	0%	0%

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
<b>MFO 1: ADJUDICATION SERVICES</b>			
Number of cases reviewed	32	40	35
Percentage of cases reviewed over the last five years whose decisions are overturned by a higher court	0%	6%	0%
Percentage of cases received for adjudication that are resolved within 30 days of receipt of complete documentation	90%	100%	90%

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (Pis)</u>	<u>Baseline</u>	<u>2018 Targets</u>
Due process for fair and equitable real property tax assessment improved		
<b>REAL PROPERTY TAX ADJUDICATION PROGRAM</b>		
Outcome Indicator(s)		
1. Percentage of cases reviewed over the last five years (5) whose decisions are overturned by a higher court	6%	0%
Output Indicator(s)		
1. Percentage of new cases received on appeal from the LBAA that are given due course / acted upon within 30 days after receipt of complete documentation	100%	100%
2. Number of case events / hearings conducted	40	40
3. Percentage of cases submitted for decision that are resolved / decided within 90 days from submission	N/A	90%

**G. INSURANCE COMMISSION**Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	7	7	6
General Fund	7	7	6
Automatic Appropriations	381,981	350,216	387,976
Special Account	381,981	350,216	387,976
Total Available Appropriations	381,988	350,223	387,982
Unused Appropriations	( 11,654)		
Unreleased Appropriation	( 7)		
Unobligated Allotment	( 11,647)		
<b>TOTAL OBLIGATIONS</b>	<b>370,334</b>	<b>350,223</b>	<b>387,982</b>

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	2016 Actual	2017 Current	2018 Proposed
General Administration and Support	177,704,000	169,252,000	194,085,000
Regular	177,704,000	169,252,000	194,085,000
PS	86,596,000	64,377,000	67,805,000
MOOE	67,459,000	103,875,000	108,526,000
FinEx	1,000		
CO	23,648,000	1,000,000	17,754,000
Operations	192,630,000	180,971,000	193,897,000
Regular	192,630,000	180,971,000	193,897,000
PS	163,324,000	149,035,000	161,291,000
MOOE	29,306,000	31,936,000	32,606,000
TOTAL AGENCY BUDGET	370,334,000	350,223,000	387,982,000
Regular	370,334,000	350,223,000	387,982,000
PS	249,920,000	213,412,000	229,096,000
MOOE	96,765,000	135,811,000	141,132,000
FinEx	1,000		
CO	23,648,000	1,000,000	17,754,000

Proposed New Appropriations Language

For general administration and support and operations, as indicated hereunder.....P 6,000  
=====

OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM	5,000			5,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	6,000			6,000
National Capital Region (NCR)	6,000			6,000
TOTAL AGENCY BUDGET	6,000			6,000
	=====	=====	=====	=====

## SPECIAL PROVISION(S)

1. Insurance Fund. In addition to the amounts appropriated herein, One Hundred Fifty Eight Million Eight Hundred Eighty Six Thousand Pesos (P158,886,000) shall be used to cover the MOOE and Capital Outlay requirements of the Insurance Commission (IC) sourced from the proceeds of premium taxes, constituted into the Insurance Fund in accordance with Section 286 of R.A. No. 8424.

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

2. Funding for Personnel Services. The Personnel Services of the IC shall be sourced from the Pre-need Fund in accordance with Section 5 of R.A. No. 9829. Any deficiency therefrom may be augmented by the Insurance Fund.

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 IC 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. The Commissioner of IC and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted in the IC 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			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
<b>PROGRAMS</b>				
1000000000000000 General Administration and Support	1,000			1,000
100000100001000 General management and supervision	1,000			1,000
Sub-total, General Administration and Support	1,000			1,000
3000000000000000 Operations	5,000			5,000
3100000000000000 00 : Insurance, Pre-Need, and HMO Industries' growth and stability improved	5,000			5,000
3101000000000000 INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM	5,000			5,000
310100100001000 Promulgation and implementation of policies, rules and regulations	1,000			1,000
310100100002000 Licensing of insurance, pre-need, and HMO entities and related services	1,000			1,000
310100100003000 Examination of insurance, pre-need, and HMO entities and evaluation of financial reports	1,000			1,000
310100100004000 Review and approval of premium rates, investments, reinsurance treaties, facultative placements, and products	1,000			1,000



310100100005000 Adjudication of claims/complaints and mediation of disputes	1,000	1,000
Sub-total, Operations	<u>5,000</u>	<u>5,000</u>
TOTAL NEW APPROPRIATIONS	P <u>6,000</u> =====	P <u>6,000</u> =====

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	167,391	166,945	169,885
Total Permanent Positions	<u>167,391</u>	<u>166,945</u>	<u>169,885</u>
Other Compensation Common to All			
Personnel Economic Relief Allowance	5,081	5,040	5,136
Representation Allowance	2,096	2,052	2,052
Transportation Allowance	1,711	2,052	2,052
Clothing and Uniform Allowance	1,075	1,050	1,070
Mid-Year Bonus - Civilian	13,685		
Year End Bonus	14,096	13,913	14,156
Cash Gift	1,067	1,050	1,070
Productivity Enhancement Incentive	1,053		
Performance Based Bonus	2,388		
Total Other Compensation Common to All	<u>42,252</u>	<u>25,157</u>	<u>25,536</u>
Other Compensation for Specific Groups			
Longevity Pay	19		
Other Personnel Benefits	5,009		
Total Other Compensation for Specific Groups	<u>5,028</u>		
Other Benefits			
Retirement and Life Insurance Premiums	20,523	20,033	20,382
PAG-IBIG Contributions	276	251	256
PhilHealth Contributions	1,057	775	791
Employees Compensation Insurance Premiums	234	251	256
Terminal Leave	13,159		11,990
Total Other Benefits	<u>35,249</u>	<u>21,310</u>	<u>33,675</u>
TOTAL PERSONNEL SERVICES	<u>249,920</u>	<u>213,412</u>	<u>229,096</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	7,899	16,608	9,885
Training and Scholarship Expenses	10,605	15,211	12,439
Supplies and Materials Expenses	10,099	14,824	6,952
Utility Expenses	8,161	11,602	7,727
Communication Expenses	5,357	11,870	13,935
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	664	710	715
Professional Services			120
General Services	18,953	32,357	20,275
Repairs and Maintenance	11,657	8,837	5,824
Taxes, Insurance Premiums and Other Fees	1,153	4,541	1,219

Other Maintenance and Operating Expenses			
Advertising Expenses	377	5,726	600
Printing and Publication Expenses	368	1,650	598
Representation Expenses	2,374	4,326	2,012
Rent/Lease Expenses	1,299	1,550	1,155
Membership Dues and Contributions to Organizations	2,675	3,975	1,603
Subscription Expenses	1,443	1,674	41,819
Other Maintenance and Operating Expenses	13,681	350	14,254
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>96,765</u>	<u>135,811</u>	<u>141,132</u>
Financial Expenses			
Bank Charges	1		
TOTAL FINANCIAL EXPENSES	<u>1</u>		
TOTAL CURRENT OPERATING EXPENDITURES	<u>346,686</u>	<u>349,223</u>	<u>370,228</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Infrastructure Outlay	824		
Machinery and Equipment Outlay	13,395		17,754
Furniture, Fixtures and Books Outlay	8,662		
Other Property Plant and Equipment Outlay	767	1,000	
TOTAL CAPITAL OUTLAYS	<u>23,648</u>	<u>1,000</u>	<u>17,754</u>
GRAND TOTAL	<u>370,334</u>	<u>350,223</u>	<u>387,982</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL OUTCOME : Insurance, Pre-Need, and HMO Industries' growth and stability improved

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2016 Actual</u>	<u>2017 Targets</u>
Insurance, Pre-Need, and HMO Industries' growth and stability improved		
Percentage contribution of the Insurance Industry to the Gross Domestic Product increased	1.6%	2.5% contribution of the Insurance Industry to the Gross Domestic Product by 2017
Net Worth of Insurance Companies increased	P550M	> or = P550M in Net Worth for each Insurance Company by 2017
Percentage of Insurance Companies and MBAs compliant with Risk Based Capital (RBC) framework increased	N/A	80% of Insurance Companies and MBAs are compliant with the required RBC hurdle rate by 2017

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
<b>MFO 1: INSURANCE REGULATION SERVICES</b>			
<b>Insurance Licensing Services</b>			
Percentage of applications processed with complete documentation	90%	100%	90%
Percentage of license or permit applications processed within 14 days of receipt	80%	100%	80%
Number of licenses and permits issued	54,905	56,855	54,905
<b>Monitoring</b>			
Number of target entities/reports/disclosures monitored	2,504	2,570	2,504
Percentage of target entities/reports/disclosures monitored for compliance to tariff rules and investment requirements	90%	100%	90%
Percentage of monitored target entities/reports/disclosures reviewed within the year	90%	100%	90%
<b>Enforcement</b>			
Number of entities/reports/disclosures inspected	46,585	46,735	46,585
Number of violations of tariff rules and investment requirements detected in the last 3 years	238	264	238
Percentage of entities/reports/disclosures that have been inspected within the prescribed schedule	90%	98%	90%

NOTE : Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2018 Targets</u>
Insurance, Pre-Need, and HMD Industries' growth and stability improved		
<b>INSURANCE, PRE-NEED, AND HMO REGULATORY AND SUPERVISORY PROGRAM</b>		
<b>Outcome Indicator(s)</b>		
1. Percentage of supervised / regulated entities meeting the net worth requirements	N/A	100%
2. Percentage of supervised / regulated entities complying with Risk Based Capital (RBC) requirements	N/A	100%
<b>Output Indicator(s)</b>		
1. Percentage of supervised / regulated entities examined, verified or monitored	N/A	100%
2. Percentage of received application for new and renewal of licenses processed within the prescribed period	N/A	100%
3. Percentage of applications for premium rates, insurance products, investments, contract forms, policies, reinsurance treaties, facultative placements processed within the prescribed period	N/A	100%

## H. NATIONAL TAX RESEARCH CENTER

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	47,036	51,203	57,433
General Fund	47,036	51,203	57,433
Automatic Appropriations	3,179	3,330	3,837
Retirement and Life Insurance Premiums	3,179	3,330	3,837
Continuing Appropriations	407	138	
Unobligated Releases for Capital Outlays R.A. No. 10717		138	
Unobligated Releases for MOOE R.A. No. 10651	407		
Budgetary Adjustment(s)	7,397		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	6,424		
Pension and Gratuity Fund	973		
Total Available Appropriations	58,019	54,671	61,270
Unused Appropriations	( 167)	( 138)	
Unobligated Allotment	( 167)	( 138)	
TOTAL OBLIGATIONS	57,852	54,533	61,270

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	28,328,000	20,426,000	20,911,000
Regular	28,328,000	20,426,000	20,911,000
PS	20,794,000	14,637,000	14,840,000
MOOE	5,597,000	5,789,000	6,071,000
CO	1,937,000		
Operations	29,524,000	34,107,000	40,359,000
Regular	29,524,000	34,107,000	40,359,000
PS	21,023,000	26,283,000	31,182,000
MOOE	7,201,000	7,824,000	8,152,000
CO	1,300,000		1,025,000
TOTAL AGENCY BUDGET	57,852,000	54,533,000	61,270,000
Regular	57,852,000	54,533,000	61,270,000
PS	41,817,000	40,920,000	46,022,000
MOOE	12,798,000	13,613,000	14,223,000
CO	3,237,000		1,025,000

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	152	152	152
Total Number of Filled Positions	81	81	81

Proposed New Appropriations Language  
 For general administration and support and operations, as indicated hereunder.....P 57,433,000  
 =====

OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
NATIONAL TAX ADVISORY PROGRAM	28,557,000	8,152,000	1,025,000	37,734,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	42,185,000	14,223,000	1,025,000	57,433,000
National Capital Region (NCR)	42,185,000	14,223,000	1,025,000	57,433,000
TOTAL AGENCY BUDGET	42,185,000	14,223,000	1,025,000	57,433,000

SPECIAL PROVISION(S)

- 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

PROGRAMS	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
1000000000000000 General Administration and Support	13,628,000	6,071,000		19,699,000
100000100001000 General management and supervision	13,628,000	6,071,000		19,699,000
Sub-total, General Administration and Support	13,628,000	6,071,000		19,699,000

30000000000000000000	Operations	28,557,000	8,152,000	1,025,000	37,734,000
31000000000000000000	00 : Philippine Tax System Improved	28,557,000	8,152,000	1,025,000	37,734,000
31010000000000000000	NATIONAL TAX ADVISORY PROGRAM	28,557,000	8,152,000	1,025,000	37,734,000
3101001000010000	Tax System and Tax Policy Structure Studies and Surveys	28,557,000	8,025,000	1,025,000	37,607,000
3101001000020000	Evaluation of Tax Subsidy Requests from Government-Owned and Controlled Corporations (GOCCs)		127,000		127,000
Sub-total, Operations		28,557,000	8,152,000	1,025,000	37,734,000
TOTAL NEW APPROPRIATIONS		P 42,185,000	P 14,223,000	P 1,025,000	P 57,433,000

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	2016	2017	2018
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	23,000	27,749	31,971
Creation of New Positions	1,796		
Total Permanent Positions	24,796	27,749	31,971
Other Compensation Common to All			
Personnel Economic Relief Allowance	1,848	1,920	1,944
Representation Allowance	565	570	570
Transportation Allowance	356	570	570
Clothing and Uniform Allowance	400	400	405
Honoraria	23		
Mid-Year Bonus - Civilian	2,140	2,312	2,664
Year End Bonus	1,907	2,312	2,664
Cash Gift	385	400	405
Step Increment		188	80
Collective Negotiation Agreement	1,846		
Productivity Enhancement Incentive	385	400	405
Performance Based Bonus	570		
Total Other Compensation Common to All	10,425	9,072	9,707
Other Compensation for Specific Groups			
Magna Carta for Public Health Workers	15		23
Magna Carta for Public Social Workers		25	
Laundry Allowance	2		2
Lump-sum for Compensation Adjustment	1,870		
Other Personnel Benefits	174		
Total Other Compensation for Specific Groups	2,061	25	25

Other Benefits			
Retirement and Life Insurance Premiums	3,158	3,330	3,837
PAG-IBIG Contributions	92	96	98
PhilHealth Contributions	220	239	286
Employees Compensation Insurance Premiums	92	96	98
Retirement Gratuity	826		
Terminal Leave	147	313	
Total Other Benefits	<u>4,535</u>	<u>4,074</u>	<u>4,319</u>
TOTAL PERSONNEL SERVICES	<u>41,817</u>	<u>40,920</u>	<u>46,022</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	305	368	368
Training and Scholarship Expenses	1,154	863	863
Supplies and Materials Expenses	1,098	1,556	1,773
Utility Expenses	2,276	3,038	3,100
Communication Expenses	499	800	800
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	118	110	118
Professional Services		300	504
General Services	418	450	450
Repairs and Maintenance	103	339	339
Taxes, Insurance Premiums and Other Fees	110	80	100
Other Maintenance and Operating Expenses			
Advertising Expenses		7	
Printing and Publication Expenses	129	280	200
Representation Expenses	102	88	88
Rent/Lease Expenses	4,782	5,274	5,460
Membership Dues and Contributions to Organizations	16	20	20
Subscription Expenses	28	40	40
Other Maintenance and Operating Expenses	1,660		
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>12,798</u>	<u>13,613</u>	<u>14,223</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>54,615</u>	<u>54,533</u>	<u>60,245</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	1,937		1,025
Transportation Equipment Outlay	1,300		
TOTAL CAPITAL OUTLAYS	<u>3,237</u>		<u>1,025</u>
GRAND TOTAL	<u>57,852</u>	<u>54,533</u>	<u>61,270</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL

OUTCOME : Philippine Tax System Improved

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2016 Actual</u>	<u>2017 Targets</u>
Philippine Tax System Improved		
Findings and recommendations considered in tax policy reforms	8 Tax studies supportive of tax policy reforms	5 tax studies supportive of tax policy reforms
Monitoring of compliance to AO 31 re Revision of Fees and Charges Improved	59 Agencies have already complied to AO 31	P6.65 Billion projected additional collection from revised fees and charges [P30.54 Billion + (20% X P30.54 Billion) = P36.65 Billion
Applications for Tax Subsidies of GOCCs Evaluated	5 GOCCs applied for tax Subsidy (P9.6 Billion Tax subsidy granted )	4 GOCCs will apply for tax subsidy (P8 Billion Estimated Tax Subsidy Granted)
Tax Information Dissemination and Taxpayer Awareness Enhanced	1,200 recipients of NTRC publications	1,000 Recipients of NTRC publications

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
MFO 1: TECHNICAL ADVISORY SERVICES			
Number of evaluations, studies, tax proposals/tax assessments	45, 37, 16 respectively	77, 48, 23 respectively	45, 37, 16 respectively
Percentage of recommendations adopted	90%	90%	90%
Percentage of reviews, evaluations and studies delivered on or before the requested date	100%	100%	100%

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2018 Targets</u>
Philippine Tax System Improved		
NATIONAL TAX ADVISORY PROGRAM		
Outcome Indicator(s)		
1. Percentage/Number of National Government Agencies monitored and rendered technical assistance in fee revision within the prescribed timeframe	Monitored- 35 NGAs Rendered tech. assistance- 13	Monitored- 37 NGAs Rendered tech. assistance- 15
2. Percentage of tax research recommendations considered in tax policy reforms	90%	90%
Output Indicator(s)		
1. Number of tax research studies conducted and publications completed	37 tax studies conducted 12 publications completed	37 tax studies conducted 12 publications completed
2. Percentage of tax related legislative bills evaluated / commented within the prescribed timeframe	80%	80%
3. Percentage/Number of GOCCs' tax subsidy requests evaluated and processed within the prescribed timeframe	4 GOCCs (depends on the number of applicants for tax subsidy)	5 GOCCs/commissary-applicants for tax subsidy



I. PRIVATIZATION AND MANAGEMENT OFFICE

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	42,554	54,225	76,010
General Fund	42,554	54,225	76,010
Budgetary Adjustment(s)	712		
Transfer(s) from: Miscellaneous Personnel Benefits Fund	712		
Total Available Appropriations	43,266	54,225	76,010
Unused Appropriations	( 443)		
Unobligated Allotment	( 443)		
TOTAL OBLIGATIONS	42,823	54,225	76,010

EXPENDITURE PROGRAM  
(in pesos)

<u>GA5 / STO / OPERATIONS / PROJECTS</u>	<u>2016 Actual</u>	<u>2017 Current</u>	<u>2018 Proposed</u>
General Administration and Support	22,289,000	25,749,000	45,113,000
Regular	22,289,000	25,749,000	45,113,000
PS	22,289,000	25,749,000	28,646,000
MOOE			16,142,000
CO			325,000
Operations	20,534,000	28,476,000	30,897,000
Regular	20,534,000	28,476,000	30,897,000
PS	20,534,000	28,476,000	30,897,000
TOTAL AGENCY BUDGET	42,823,000	54,225,000	76,010,000
Regular	42,823,000	54,225,000	76,010,000
PS	42,823,000	54,225,000	59,543,000
MOOE			16,142,000
CO			325,000

Proposed New Appropriations Language

For general administration and support and operations, as indicated hereunder.....P 76,010,000  
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OPERATIONS BY PROGRAM	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM	30,897,000			30,897,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	59,543,000	16,142,000	325,000	76,010,000
National Capital Region (NCR)	59,543,000	16,142,000	325,000	76,010,000
TOTAL AGENCY BUDGET	59,543,000	16,142,000	325,000	76,010,000

SPECIAL PROVISION(S)

1. Revolving Fund for the Conservation and Disposition of Assets. The revolving fund shall be used for selling expenses incurred by the Privatization and Management Office (PMO) in the conservation and disposition of assets, including fees of financial advisers, constituted from:

(a) Commissions, due diligence fees and sale of bidding documents;

(b) Not more than ten percent (10%) of the proceeds from the disposition of GOCCs, assets and idle properties, as approved by the Privatization Council in accordance with Proclamation No. 50 dated December 15, 1986 and E.O. No. 323, s. 2000; and

(c) Not more than ten percent (10%) of the proceeds realized from the disposition of properties of abolished government corporations and former enemy-owned entities of the Board of Liquidators beginning FY 2007 and succeeding years in accordance with E.O. No. 471, s. 2005: PROVIDED, That ninety percent (90%) of said proceeds shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292 and Section 65 of P.D. No. 1445.

In no case shall the revolving fund be used for any other purpose.

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

2. 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

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS				
1000000000000000 General Administration and Support	28,646,000	16,142,000	325,000	45,113,000
100000100001000 General management and supervision	28,646,000	16,142,000	325,000	45,113,000
Sub-total, General Administration and Support	28,646,000	16,142,000	325,000	45,113,000
3000000000000000 Operations	30,897,000			30,897,000
3100000000000000 00 : Effective management and disposition of transferred assets and other government properties	30,897,000			30,897,000
3101000000000000 PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM	30,897,000			30,897,000
310100100001000 Conservation, Sale/Disposition of Assets and Other Properties	30,897,000			30,897,000
Sub-total, Operations	30,897,000			30,897,000
TOTAL NEW APPROPRIATIONS	P 59,543,000	P 16,142,000	P 325,000	P 76,010,000

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Other Compensation for Specific Groups Other Personnel Benefits	712		
Total Other Compensation for Specific Groups	712		
Non-Permanent Positions	42,111	54,225	59,543
TOTAL PERSONNEL SERVICES	42,823	54,225	59,543
Maintenance and Other Operating Expenses			
Travelling Expenses			300
Training and Scholarship Expenses			800
Supplies and Materials Expenses			2,363
Utility Expenses			1,360
Communication Expenses			1,316
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses			1,505
Professional Services			840

General Services			5,682
Repairs and Maintenance			600
Taxes, Insurance Premiums and Other Fees			120
Other Maintenance and Operating Expenses			
Advertising Expenses			200
Representation Expenses			206
Rent/Lease Expenses			800
Membership Dues and Contributions to Organizations			50
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES			<u>16,142</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>42,823</u>	<u>54,225</u>	<u>75,685</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay			325
TOTAL CAPITAL OUTLAYS			<u>325</u>
GRAND TOTAL	<u>42,823</u>	<u>54,225</u>	<u>76,010</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

## ORGANIZATIONAL

OUTCOME : Effective management and disposition of transferred assets and other government properties

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u>	<u>2016 Actual</u>	<u>2017 Targets</u>
Effective management and disposition of transferred assets and other government properties		
Percentage of remittance over the fair market value of the assets disposed increased	0	% increase of remittance over the fair market value of the assets disposed

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS			
Sale/Disposition of assets and other properties assigned by the Privatization Council			
Number of assets sales completed	5	2	6
Actual asset sale proceeds	P529,534,000	P85,781,000	P740,375,000
Actual asset sale proceeds less the estimated market value of assets	0	0	0
Average number of days from date of Council approval of asset disposition to date of receipt of sale proceeds or date of transfer of ownership (whichever is later)	60	60	60

## Management of Assets Held in Trust Prior to Privatization

Number of assets under management	131	131	129
Value of assets under management	P52,000,000,000	P52,000,000,000	P51,960,539,000
Average change in estimated value of assets under management from beginning of year to end of year or earlier date of sale	0	0	0
Percentage of assets for which the financial accounts are produced within 30 days of the end of the financial year	8	8	8

ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)Baseline2018 Targets

Effective management and disposition of transferred assets and other government properties

## PRIVATIZATION OF GOVERNMENT ASSETS PROGRAM

Outcome Indicator(s)		
1. Remittance to the Bureau of Treasury	P331,171,364	P659,000,000
2. Privatization proceeds collected	P302,028,390	P732,111,000
3. Average value of privatized assets sold over appraised value	N/A	0
Output Indicator(s)		
1. Number of assets / entities currently being managed	131	135
2. Number & value of assets/properties being prepared for disposition for the year (a. include custodianship and pre-selling activities, eg. Inventory, appraisal, etc.; b. the privatization plan should be submitted to the Privatization Council and approval should be implemented, such as the conduct of public bidding)	N/A	7 P391,983,600
3. Percentage of privatization plan adopted by the the Privatization Council	N/A	50%

## J. SECURITIES AND EXCHANGE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
New General Appropriations	<u>635,451</u>	<u>646,864</u>	<u>629,874</u>
General Fund	635,451	646,864	629,874
Automatic Appropriations	<u>29,090</u>	<u>31,050</u>	<u>31,989</u>
Retirement and Life Insurance Premiums	29,090	31,050	31,989
Continuing Appropriations	<u>143,859</u>	<u>75,845</u>	
Unobligated Releases for Capital Outlays			
R.A. No. 10651	56,910		
R.A. No. 10717		1,901	

Unobligated Releases for MOOE			
R.A. No. 10651	86,949		
R.A. No. 10717		73,944	
Budgetary Adjustment(s)	<u>32,501</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	4,455		
Pension and Gratuity Fund	<u>28,046</u>		
Total Available Appropriations	840,901	753,759	661,863
Unused Appropriations	( 129,665)	( 75,845)	
Unreleased Appropriation	( 445)		
Unobligated Allotment	( 129,220)	( 75,845)	
TOTAL OBLIGATIONS	<u>711,236</u>	<u>677,914</u>	<u>661,863</u>

EXPENDITURE PROGRAM  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	2016 Actual	2017 Current	2018 Proposed
General Administration and Support	<u>460,482,000</u>	<u>326,436,000</u>	<u>328,296,000</u>
Regular	<u>460,482,000</u>	<u>326,436,000</u>	<u>328,296,000</u>
PS	267,650,000	139,704,000	140,676,000
MOOE	168,532,000	186,732,000	187,620,000
CO	24,300,000		
Support to Operations	<u>92,448,000</u>	<u>71,061,000</u>	<u>44,256,000</u>
Regular	<u>92,448,000</u>	<u>71,061,000</u>	<u>44,256,000</u>
PS	4,004,000	9,871,000	14,659,000
MOOE	14,692,000	29,190,000	29,597,000
CO	73,752,000	32,000,000	
Operations	<u>158,306,000</u>	<u>280,417,000</u>	<u>289,311,000</u>
Regular	<u>158,306,000</u>	<u>280,417,000</u>	<u>289,311,000</u>
PS	122,859,000	213,787,000	221,314,000
MOOE	35,276,000	66,630,000	67,997,000
CO	171,000		
TOTAL AGENCY BUDGET	<u>711,236,000</u>	<u>677,914,000</u>	<u>661,863,000</u>
Regular	<u>711,236,000</u>	<u>677,914,000</u>	<u>661,863,000</u>
PS	394,513,000	363,362,000	376,649,000
MOOE	218,500,000	282,552,000	285,214,000
CO	98,223,000	32,000,000	

STAFFING SUMMARY

	2016	2017	2018
TOTAL STAFFING			
Total Number of Authorized Positions	523	475	491
Total Number of Filled Positions	393	400	423

Proposed New Appropriations Language

For general administration and support, support to operations and operations, as indicated hereunder.....P 629,874,000  
 =====

OPERATIONS BY PROGRAM

	PROPOSED 2018			
	PS	MOOE	CO	TOTAL
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		36,443,000		36,443,000
CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	202,587,000	31,554,000		234,141,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	344,660,000	285,214,000		629,874,000
National Capital Region (NCR)	344,660,000	285,214,000		629,874,000
TOTAL AGENCY BUDGET	344,660,000	285,214,000		629,874,000

SPECIAL PROVISION(S)

1. Registration and Filing Fees. In addition to the amounts appropriated herein, the amount of One Hundred Million Pesos (P100,000,000) sourced from registration and filing fees collected by the Securities and Exchange Commission (SEC) shall be used to augment its MOOE and Capital Outlay requirements in accordance with Section 75 of R.A. No. 8799.

Disbursements or expenditures by the SEC 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 SEC 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, separate quarterly reports on financial and physical accomplishments. The Chairperson of SEC and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the SEC website.

2. Submission of Annual Operating Budget for Retained Income and Audited Financial Statement. The SEC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current fiscal year covering its retained income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year.

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

		<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	128,649,000	187,620,000		316,269,000
100000100001000	General management and supervision	128,267,000	187,620,000		315,887,000
100000100002000	Administration of Personnel Benefits	382,000			382,000
Sub-total, General Administration and Support		128,649,000	187,620,000		316,269,000
2000000000000000	Support to Operations	13,424,000	29,597,000		43,021,000
200000100001000	Development, maintenance and administration of information systems, databases and website	13,424,000	21,285,000		34,709,000
200000100002000	Conduct of public seminars and related activities for investment-promotion and investor protection		6,469,000		6,469,000
200000100003000	Planning and research services		1,843,000		1,843,000
Sub-total, Support to Operations		13,424,000	29,597,000		43,021,000
3000000000000000	Operations	202,587,000	67,997,000		270,584,000
3100000000000000	00 : Corporate and Capital Market Infrastructure strengthened	202,587,000	67,997,000		270,584,000
3101000000000000	CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		36,443,000		36,443,000
310100100001000	Formulation of policies, plans and programs for capital market		34,443,000		34,443,000
310100100002000	Provision of technical assistance and inter-agency activities		1,463,000		1,463,000
310100100003000	Rendering of opinions and interpretative issuances		537,000		537,000
3102000000000000	CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	202,587,000	31,554,000		234,141,000
310200100001000	Registration/licensing of corporations, capital market participants, securities and investment instruments	153,084,000	24,000,000		177,084,000
310200100002000	Conduct of audits, inspection, verification and/or examination of operations/activities, including the corporate reports, financial records, and disclosures by regulated entities		1,883,000		1,883,000



310200100003000	Imposition of enforcement actions against errant entities subjected to compliance-monitoring and investigative activities	49,503,000	5,671,000	55,174,000
Sub-total, Operations		202,587,000	67,997,000	270,584,000
TOTAL NEW APPROPRIATIONS		P 344,660,000 P	285,214,000	P 629,874,000

Obligations, by Object of Expenditures

CYs 2016-2018  
(In Thousand Pesos)

	2016	2017	2018
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	254,242	258,745	266,574
Total Permanent Positions	254,242	258,745	266,574
Other Compensation Common to All			
Personnel Economic Relief Allowance	9,545	9,600	10,152
Representation Allowance	4,673	4,092	3,390
Transportation Allowance	8,089	9,324	9,246
Clothing and Uniform Allowance	1,920	2,000	2,115
Overtime Pay	1,449		
Year End Bonus	21,295	21,563	22,214
Cash Gift	1,998	2,000	2,115
Productivity Enhancement Incentive	1,978		2,115
Performance Based Bonus	4,455		
Total Other Compensation Common to All	55,402	48,579	51,347
Other Compensation for Specific Groups			
Allowance of Attorney's de Officio	800		
Provident/Welfare Fund Contributions	12,622	12,937	13,329
Other Personnel Benefits	9,805	9,600	10,152
Anniversary Bonus - Civilian	1,119		
Total Other Compensation for Specific Groups	24,346	22,537	23,481
Other Benefits			
Retirement and Life Insurance Premiums	29,090	31,050	31,989
PAG-IBIG Contributions	479	480	508
PhilHealth Contributions	1,483	1,491	1,860
Employees Compensation Insurance Premiums	476	480	508
Terminal Leave	28,995		382
Total Other Benefits	60,523	33,501	35,247
TOTAL PERSONNEL SERVICES	394,513	363,362	376,649
Maintenance and Other Operating Expenses			
Travelling Expenses	4,491	3,883	3,999
Training and Scholarship Expenses	7,702	5,056	5,208
Supplies and Materials Expenses	16,209	14,627	15,066
Utility Expenses	21,912	25,777	26,550
Communication Expenses	13,550	13,263	13,661
Awards/Rewards and Prizes	39		

Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	4,836	4,215	4,215
Professional Services	29,343	23,808	23,808
General Services	31,552	30,908	30,908
Repairs and Maintenance	16,129	19,204	19,780
Taxes, Insurance Premiums and Other Fees	1,515	2,646	2,646
Other Maintenance and Operating Expenses			
Advertising Expenses	3,210	4,649	4,788
Printing and Publication Expenses	297	137	141
Representation Expenses	35	23	24
Rent/Lease Expenses	62,579	130,545	130,545
Membership Dues and Contributions to Organizations	1,148	820	820
Subscription Expenses	1,215	872	872
Other Maintenance and Operating Expenses	2,738	2,119	2,183
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>218,500</u>	<u>282,552</u>	<u>285,214</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>613,013</u>	<u>645,914</u>	<u>661,863</u>
Capital Outlays			
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	9,612		
Transportation Equipment Outlay	12,100		
Furniture, Fixtures and Books Outlay	6,511		
Intangible Assets Outlay	70,000	32,000	
TOTAL CAPITAL OUTLAYS	<u>98,223</u>	<u>32,000</u>	
GRAND TOTAL	<u>711,236</u>	<u>677,914</u>	<u>661,863</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

ORGANIZATIONAL OUTCOME : Corporate and Capital Market Infrastructure strengthened

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2016 Actual	2017 Targets
Corporate and Capital Market Infrastructure strengthened		
Volume and value of IPOs, securities and corporate bonds registered and value of authorized capital stock and foreign direct investments increased	P 418.9B	5% increase from the average of the last three (3) years
Total number of applications for registration, licensure and accreditation processed and approved increased	119,108	38,692 (3% increase from FY 2015 actual registrations approved)
Total number of regulated entities and individuals monitored and evaluated as compliant with SEC rules and regulations increased	182,784	149,410 (3% increase from actual number of entities/ reports/disclosures monitored and evaluated)

<u>MFO / Performance Indicators</u>	<u>2016 Targets</u>	<u>2016 Actual</u>	<u>2017 GAA Targets</u>
<b>MFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES</b>			
Policy measures implemented to enhance the regulatory framework and foster continued growth of the capital market in particular and the business sector in general			
Number of planned measures promulgated/implemented	10	20	10
Percentage of measures promulgated/implemented that are rated good or better	100%	100%	100%
Percentage of measures promulgated/implemented within the prescribed timeframe	100%	100%	100%
<b>Technical Assistance</b>			
Number of technical assistance rendered	0	888	0
Percentage of clients who rate the technical assistance as good or better	100%	100%	100%
Percentage of requests for technical assistance that are acted upon within the prescribed timeframe	100%	100%	100%
<b>MFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES</b>			
<b>Registration/Licensing Services</b>			
Number of registrations approved and licenses issued	11,500	119,108	38,692
Percentage of applications processed pursuant to standard processing procedures and timeframe	100%	100%	100%
Percentage of license or permit applications and renewals processed within standard processing timeframe	100%	100%	100%
<b>Monitoring</b>			
Number of target entities/reports/disclosures monitored and evaluated	70,780	182,784	149,410
Percentage of target entities/reports/disclosures monitored and evaluated pursuant to standard monitoring and evaluating parameters	100%	100%	100%
Percentage of target entities/reports/disclosures monitored and evaluated within standard timeframe	100%	100%	100%
<b>Enforcement</b>			
Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%	100%
Percentage of enforcement activities undertaken in accordance with rules, regulations and standards	100%	100%	100%
Percentage of enforcement activities undertaken within standard timeframe	100%	100%	100%

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	Baseline	2018 Targets
Corporate and Capital Market Infrastructure strengthened		
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		
Outcome Indicator(s)		
1. Value of securities registered increased	P 31.3B	P 37.8B
2. Total number of applications for registration, licensure and accreditation processed and approved increased	119,108	135,754
3. Percentage of investment scams/ complaints reported by the public and investigated by SEC increased	100%	100%
Output Indicator(s)		
1. Number of planned policy measures promulgated/ implemented (including memorandum circulars, public consultations, etc.)	13	13
2. Percentage requests for technical assistance that are acted upon within the prescribed timeframe	100%	100%
3. Number of applications for certification examination for capital market participants processed and approved	848	848
CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM		
Outcome Indicator(s)		
1. Percentage of target regulated entities and individuals monitored and evaluated as compliant with SEC rules and regulations increased	0	10%
Output Indicator(s)		
1. Percentage of license or permit applications and renewals processed within standard processing timeframe	100%	100%
2. Number of target entities monitored and evaluated	53,489	66,642
3. Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%

GENERAL SUMMARY  
DEPARTMENT OF FINANCE

	Current Operating Expenditures				
	Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
A. OFFICE OF THE SECRETARY	P 301,715,000	P 400,624,000		P 677,852,000	P 1,380,191,000
B. BUREAU OF CUSTOMS	1,334,107,000	822,641,000		949,109,000	3,105,857,000
C. BUREAU OF INTERNAL REVENUE	4,392,807,000	3,357,952,000	122,197,000	168,248,000	8,041,204,000
D. BUREAU OF LOCAL GOVERNMENT FINANCE	171,149,000	100,026,000		33,950,000	305,125,000
E. BUREAU OF THE TREASURY	498,054,000	399,147,000	700,000,000	2,761,753,000	4,358,954,000
F. CENTRAL BOARD OF ASSESSMENT APPEALS	15,659,000	2,619,000		355,000	18,633,000
G. INSURANCE COMMISSION	6,000				6,000
H. NATIONAL TAX RESEARCH CENTER	42,185,000	14,223,000		1,025,000	57,433,000
I. PRIVATIZATION AND MANAGEMENT OFFICE	59,543,000	16,142,000		325,000	76,010,000
J. SECURITIES AND EXCHANGE COMMISSION	344,660,000	285,214,000			629,874,000
TOTAL NEW APPROPRIATIONS, DEPARTMENT OF FINANCE	P 7,159,885,000 =====	P 5,398,588,000 =====	P 822,197,000 =====	P 4,592,617,000 =====	P 17,973,287,000 =====