

B. AGRICULTURAL CREDIT POLICY COUNCIL

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
New General Appropriations	<u>1,117,620</u>	<u>2,543,230</u>	<u>2,582,193</u>
General Fund	1,117,620	2,543,230	2,582,193
Automatic Appropriations	<u>3,231</u>	<u>3,537</u>	<u>3,613</u>
Retirement and Life Insurance Premiums	3,231	3,537	3,613
Continuing Appropriations		<u>1,000,015</u>	
Unobligated Releases for Capital Outlays			
R.A. No. 10964		1,000,008	
Unobligated Releases for MOOE			
R.A. No. 10964		1	
Unobligated Releases for FinEx			
R.A. No. 10964		6	
Budgetary Adjustment(s)	<u>1,010,000</u>		
Transfer(s) from:			
National Disaster Risk Reduction and Management Fund (Calamity Fund)	10,000		
Unprogrammed Fund (SIPSP)	<u>1,000,000</u>		
Total Available Appropriations	2,130,851	3,546,782	2,585,806
Unused Appropriations	(<u>1,000,356</u>)	(<u>1,000,015</u>)	
Unobligated Allotment	(<u>1,000,356</u>)	(<u>1,000,015</u>)	
TOTAL OBLIGATIONS	<u>1,130,495</u> =====	<u>2,546,767</u> =====	<u>2,585,806</u> =====

EXPENDITURE PROGRAM
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	15,663,000	39,054,000	28,686,000
Regular	15,663,000	39,054,000	28,686,000
PS	4,935,000	21,345,000	12,835,000
MOOE	9,623,000	14,979,000	15,840,000
FinEx	5,000	11,000	11,000
CO	1,100,000	2,719,000	
Operations	1,114,832,000	2,507,713,000	2,557,120,000
Regular	1,114,832,000	2,507,713,000	2,557,120,000
PS	34,977,000	30,428,000	31,174,000
MOOE	27,033,000	40,011,000	22,206,000
CO	1,052,822,000	2,437,274,000	2,503,740,000
TOTAL AGENCY BUDGET	1,130,495,000	2,546,767,000	2,585,806,000
Regular	1,130,495,000	2,546,767,000	2,585,806,000
PS	39,912,000	51,773,000	44,009,000
MOOE	36,656,000	54,990,000	38,046,000
FinEx	5,000	11,000	11,000
CO	1,053,922,000	2,439,993,000	2,503,740,000

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	43	39	39
Total Number of Filled Positions	37	37	37

Proposed New Appropriations Language

For general administration and support, and operations, in support of the modernization of the agriculture and fisheries sector in order to meet the challenges of globalization, as indicated hereunder.....P 2,582,193,000
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OPERATIONS BY PROGRAM	PROPOSED 2020 (Cash-Based)			
	PS	MOOE	CO	TOTAL
AGRICULTURAL CREDIT PROGRAM	28,571,000	22,206,000	2,503,740,000	2,554,517,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2020 (Cash-Based)
(in pesos)

REGION	PS	MOOE	FinEx	CO	TOTAL
Regional Allocation	40,396,000	38,046,000	11,000	2,503,740,000	2,582,193,000
National Capital Region (NCR)	40,396,000	38,046,000	11,000	2,503,740,000	2,582,193,000
TOTAL AGENCY BUDGET	40,396,000	38,046,000	11,000	2,503,740,000	2,582,193,000

SPECIAL PROVISION(S)

1. Agricultural Credit Facility. The amount of Two Billion Five Hundred Twenty Two Million One Hundred Eighty Nine Thousand Pesos (P2,522,189,000) appropriated herein for Agro-Industry Modernization Credit and Financing Program Administration includes the amount of Two Billion Five Hundred Million Pesos (P2,500,000,000) which shall be transferred to GFIs, cooperative banks, rural banks and viable non-government organizations, to be used exclusively for the establishment of a flexible credit facility for the benefit of small farmers and fisherfolk registered under the Registry System for Basic Sectors in Agriculture, as an alternative to the rigid and stringent credit facilities usually provided by banks. For this purpose, the Agricultural Credit Policy Council (ACPC), in coordination with said GFIs and banks, shall formulate the guidelines for a streamlined and equitable access by the foregoing small farmers and fisherfolk to said credit facility.
2. Reporting and Posting Requirements. The ACPC shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:
 - (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
 - (b) ACPC's website.

The ACPC shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

3. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects (Cash-Based)

		<u>Current Operating Expenditures</u>				
		Personnel Services	Maintenance and Other Operating Expenses	Financial Expenses	Capital Outlays	Total
PROGRAMS						
1000000000000000	General Administration and Support	11,825,000	15,840,000	11,000		27,676,000
100000100001000	General management and supervision	11,292,000	15,840,000	11,000		27,143,000
100000100002000	Administration of Personnel Benefits	533,000				533,000
Sub-total, General Administration and Support		11,825,000	15,840,000	11,000		27,676,000
3000000000000000	Operations	28,571,000	22,206,000		2,503,740,000	2,554,517,000
3100000000000000	00 : Access of Small Farmers and Fisherfolk to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program increased	28,571,000	22,206,000		2,503,740,000	2,554,517,000
3101000000000000	AGRICULTURAL CREDIT PROGRAM	28,571,000	22,206,000		2,503,740,000	2,554,517,000

310100100001000	Agro-Industry Modernization Credit and Financing Program (AMCFP) Administration	13,919,000	8,270,000		2,500,000,000	2,522,189,000
310100100002000	Policy formulation, research and advocacy, monitoring and evaluation of credit policies, plans and programs and capacity building	14,652,000	13,936,000		3,740,000	32,328,000
Sub-total, Operations		28,571,000	22,206,000		2,503,740,000	2,554,517,000
TOTAL NEW APPROPRIATIONS		P 40,396,000	P 38,046,000	P 11,000	P 2,503,740,000	P 2,582,193,000
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Obligations, by Object of Expenditures

CYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)		(Cash-Based)	
	2018	2019	2020	
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	26,070	29,474	30,108	
Total Permanent Positions	26,070	29,474	30,108	
Other Compensation Common to All				
Personnel Economic Relief Allowance	870	864	888	
Representation Allowance	1,236	1,440	1,440	
Transportation Allowance	1,008	1,440	1,440	
Clothing and Uniform Allowance	180	216	222	
Mid-Year Bonus - Civilian	2,130	2,457	2,508	
Year End Bonus	2,197	2,457	2,508	
Cash Gift	185	180	185	
Productivity Enhancement Incentive	185	180	185	
Step Increment		74	75	
Collective Negotiation Agreement	925			
Total Other Compensation Common to All	8,916	9,308	9,451	
Other Compensation for Specific Groups				
Other Personnel Benefits	1,501			
Total Other Compensation for Specific Groups	1,501			
Other Benefits				
Retirement and Life Insurance Premiums	3,130	3,537	3,613	
PAG-IBIG Contributions	44	42	44	
PhilHealth Contributions	207	208	216	
Employees Compensation Insurance Premiums	44	42	44	
Retirement Gratuity		8,063		
Terminal Leave		1,099	533	
Total Other Benefits	3,425	12,991	4,450	
TOTAL PERSONNEL SERVICES	39,912	51,773	44,009	
Maintenance and Other Operating Expenses				
Travelling Expenses	8,686	8,200	10,625	
Training and Scholarship Expenses	2,830	5,100	3,740	
Supplies and Materials Expenses	1,767	3,052	2,826	
Utility Expenses	2,072	1,997	2,057	
Communication Expenses	2,702	3,270	5,888	

Survey, Research, Exploration and Development Expenses		2,605	2,683
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	118	118	118
Professional Services	2,627	4,342	3,652
General Services	1,668	1,783	1,837
Repairs and Maintenance	496	1,008	1,338
Financial Assistance/Subsidy	7,010		
Taxes, Insurance Premiums and Other Fees	107	113	116
Labor and Wages	3,469	17,543	
Other Maintenance and Operating Expenses			
Advertising Expenses	11	11	11
Printing and Publication Expenses	68	72	74
Representation Expenses	916	2,000	430
Rent/Lease Expenses	1,169	1,745	1,797
Subscription Expenses	175	676	181
Other Maintenance and Operating Expenses	765	1,355	673
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	36,656	54,990	38,046
Financial Expenses			
Bank Charges	5	11	11
TOTAL FINANCIAL EXPENSES	5	11	11
TOTAL CURRENT OPERATING EXPENDITURES	76,573	106,774	82,066
Capital Outlays			
Loans Outlay	1,050,000	2,431,886	2,500,000
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	2,822	6,807	3,740
Transportation Equipment Outlay	1,100	1,300	
TOTAL CAPITAL OUTLAYS	1,053,922	2,439,993	2,503,740
GRAND TOTAL	1,130,495	2,546,767	2,585,806

STRATEGIC OBJECTIVES

SECTOR OUTCOME : Economic opportunities in Agriculture and Fisheries expanded and access to economic opportunities by small farmers and fisherfolk increased

ORGANIZATIONAL OUTCOME : Access of Small Farmers and Fisherfolk to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program increased

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	2018 GAA Targets	Actual
Access of Small Farmers and Fisherfolk to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program increased		
AGRICULTURAL CREDIT PROGRAM		
Outcome Indicators		
1. Percentage increase of borrowers obtaining loans from formal sources:		
a. small farmer (3 ha and below)	2% every 2 years	0.1% increase after 2 years
b. small fisherfolk (3 tons and below)	2% every 2 years	3.6% increase after 2 years
2. Repayment rate (loans collected/loans matured)	85%-95%	90%
Output Indicators		
1. Amount of loans granted to credit retailers/lenders and to end-borrowers:		
a. Credit retailers/lenders	1,050	1,050
b. End-borrowers	4,010	3,920.8

2. Number of credit program orientations and credit matching seminars and workshops conducted	15	90
3. Number of farmers and fisherfolk organizations provided with institutional capacity building assistance	274	504

PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Access of Small Farmers and Fisherfolk to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program increased			
AGRICULTURAL CREDIT PROGRAM			
Outcome Indicators			
1. Percentage increase of borrowers obtaining loans from formal sources:			
a. small farmer (3 ha and below)	62%		2% every 2 years
b. small fisherfolk (3 tons and below)	53%		2% every 2 years
2. Repayment rate (loans collected/loans matured)	100%	85% - 95%	85%-95%
Output Indicators			
1. Amount of loans granted to credit retailers/lenders and to end-borrowers:			
a. Credit retailers/lenders		2,431.89	2,500
b. End-borrowers	2,955.5	3,531.89	2,500
2. Number of credit program orientations and credit matching seminars and workshops conducted	47	16	32
3. Number of farmers and fisherfolk organizations provided with institutional capacity building assistance	164	519	510