

J. SECURITIES AND EXCHANGE COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>( Obligation-Based )</u>	<u>( Cash-Based )</u>	
	2018	2019	2020
New General Appropriations	<u>629,874</u>	<u>618,427</u>	<u>550,681</u>
General Fund	629,874	618,427	550,681
Automatic Appropriations	<u>31,989</u>	<u>33,007</u>	<u>31,867</u>
Retirement and Life Insurance Premiums	31,989	33,007	31,867
Continuing Appropriations		<u>23,667</u>	
Unobligated Releases for MOOE R.A. No. 10964		23,667	
Budgetary Adjustment(s)	<u>36,925</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	34,462		
Pension and Gratuity Fund	<u>2,463</u>		
Total Available Appropriations	698,788	675,101	582,548

Unused Appropriations	( 26,376)	( 23,667)	
Unobligated Allotment	( 26,376)	( 23,667)	
TOTAL OBLIGATIONS	672,412	651,434	582,548

**EXPENDITURE PROGRAM**  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	( Obligation-Based )	( Cash-Based )	
	2018 Actual	2019 Current	2020 Proposed
General Administration and Support	366,162,000	348,751,000	261,537,000
Regular	366,162,000	348,751,000	261,537,000
PS	187,852,000	156,013,000	138,686,000
MOOE	178,310,000	192,738,000	122,851,000
Support to Operations	34,773,000	35,530,000	63,918,000
Regular	34,773,000	35,530,000	63,918,000
PS	14,509,000	15,763,000	44,746,000
MOOE	20,264,000	19,767,000	19,172,000
Operations	271,477,000	267,153,000	257,093,000
Regular	271,477,000	267,153,000	257,093,000
PS	220,504,000	221,451,000	213,381,000
MOOE	50,973,000	45,702,000	43,712,000
TOTAL AGENCY BUDGET	672,412,000	651,434,000	582,548,000
Regular	672,412,000	651,434,000	582,548,000
PS	422,865,000	393,227,000	396,813,000
MOOE	249,547,000	258,207,000	185,735,000

STAFFING SUMMARY

	2018	2019	2020
TOTAL STAFFING			
Total Number of Authorized Positions	539	657	667
Total Number of Filled Positions	423	436	427

Proposed New Appropriations Language  
For general administration and support, support to operations and operations, as indicated hereunder.....P 550,681,000  
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OPERATIONS BY PROGRAM	PROPOSED 2020 ( Cash-Based )			TOTAL
	PS	MOOE	CO	
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		23,438,000		23,438,000
CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	196,302,000	20,274,000		216,576,000

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

REGION	PS	MOOE	CO	TOTAL
Regional Allocation	364,946,000	185,735,000		550,681,000
National Capital Region (NCR)	364,946,000	185,735,000		550,681,000
TOTAL AGENCY BUDGET	364,946,000	185,735,000		550,681,000

**SPECIAL PROVISION(S)**

- Registration and Filing Fees. In addition to the amounts appropriated herein, the amount of One Hundred Million Pesos (P100,000,000) sourced from registration fees, fines, and other charges collected by the Securities and Exchange Commission (SEC) shall be used for its modernization and to augment its operational expenses such as, but not limited to, Capital Outlay, increase in compensation and benefits comparable with prevailing rates in the private sector, reasonable employee allowance, employee health care services, and other insurance, employee career advancement and professionalization, legal assistance, seminars, and other professional fees in accordance with Section 75 of R.A. No. 8799 and Section 175 of R.A. No. 11232.

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, s. 1987, and to appropriate criminal action under existing penal laws.

- 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.
- Reporting and Posting Requirements. The SEC shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:
  - Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
  - SEC's website.

The SEC 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.

- 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 )

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
1000000000000000	General Administration and Support	127,428,000	122,851,000		250,279,000
100000100001000	General management and supervision	127,428,000	122,851,000		250,279,000
Sub-total, General Administration and Support		127,428,000	122,851,000		250,279,000
2000000000000000	Support to Operations	41,216,000	19,172,000		60,388,000
200000100001000	Development, maintenance and administration of information systems, databases and website	41,216,000	13,818,000		55,034,000
200000100002000	Conduct of public seminars and related activities for investment-promotion and investor protection		4,147,000		4,147,000
200000100003000	Planning and research services		1,207,000		1,207,000
Sub-total, Support to Operations		41,216,000	19,172,000		60,388,000
3000000000000000	Operations	196,302,000	43,712,000		240,014,000
3100000000000000	00 : Corporate and Capital Market Infrastructure strengthened	196,302,000	43,712,000		240,014,000
3101000000000000	CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		23,438,000		23,438,000
310100100001000	Formulation of policies, plans and programs for capital market		22,147,000		22,147,000
310100100002000	Provision of technical assistance and inter-agency activities		950,000		950,000
310100100003000	Rendering of opinions and interpretative issuances		341,000		341,000
3102000000000000	CORPORATE AND CAPITAL MARKET REGULATORY PROGRAM	196,302,000	20,274,000		216,576,000
310200100001000	Registration/licensing of corporations, capital market participants, securities and investment instruments	170,186,000	15,439,000		185,625,000
310200100002000	Conduct of audits, inspection, verification and/or examination of operations/activities, including the corporate reports, financial records, and disclosures by regulated entities		1,209,000		1,209,000
310200100003000	Imposition of enforcement actions against errant entities subjected to compliance-monitoring and investigative activities	26,116,000	3,626,000		29,742,000
Sub-total, Operations		196,302,000	43,712,000		240,014,000
TOTAL NEW APPROPRIATIONS		P 364,946,000	P 185,735,000		P 550,681,000
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Obligations, by Object of ExpendituresCYs 2018-2020  
(In Thousand Pesos)

	( Obligation-Based )	( Cash-Based )	
	2018	2019	2020
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Permanent Positions			
Basic Salary	262,150	275,054	265,556
Total Permanent Positions	262,150	275,054	265,556
Other Compensation Common to All			
Personnel Economic Relief Allowance	10,112	10,464	10,248
Representation Allowance	4,107	3,462	3,408
Transportation Allowance	7,326	9,498	9,228
Clothing and Uniform Allowance	2,496	2,616	2,562
Overtime Pay	3,551		
Mid-Year Bonus - Civilian	21,891		22,130
Year End Bonus	22,250	22,921	22,130
Cash Gift	2,091	2,180	2,562
Productivity Enhancement Incentive	2,070	2,616	
Performance Based Bonus	12,387		
Collective Negotiation Agreement	10,450		
Total Other Compensation Common to All	98,731	53,757	72,268
Other Compensation for Specific Groups			
Allowance of Attorney's de Officio	975		
Provident/Welfare Fund Contributions	10,717	13,751	13,278
Other Personnel Benefits	10,143	10,464	10,248
Total Other Compensation for Specific Groups	21,835	24,215	23,526
Other Benefits			
Retirement and Life Insurance Premiums	31,017	33,007	31,867
PAG-IBIG Contributions	549	524	512
PhilHealth Contributions	4,970	2,623	2,572
Employees Compensation Insurance Premiums	514	524	512
Loyalty Award - Civilian	345		
Terminal Leave	2,754	3,523	
Total Other Benefits	40,149	40,201	35,463
TOTAL PERSONNEL SERVICES	422,865	393,227	396,813
Maintenance and Other Operating Expenses			
Travelling Expenses	4,330	4,732	4,330
Training and Scholarship Expenses	15,339	6,103	8,454
Supplies and Materials Expenses	21,554	16,002	13,965
Utility Expenses	27,798	25,493	15,798
Communication Expenses	12,175	13,769	11,075
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	2,840	4,335	2,840
Professional Services	27,137	707	14,987
General Services	18,937	26,538	17,937
Repairs and Maintenance	18,333	24,427	5,727
Taxes, Insurance Premiums and Other Fees	2,123	2,316	2,123
Other Maintenance and Operating Expenses			
Advertising Expenses	4,245	2,462	3,749
Printing and Publication Expenses	59	345	59

Representation Expenses	1,166	25	1,166
Transportation and Delivery Expenses	94		94
Rent/Lease Expenses	84,643	92,759	71,113
Membership Dues and Contributions to Organizations	1,529	2,295	1,529
Subscription Expenses	3,917	10,956	3,917
Other Maintenance and Operating Expenses	3,328	24,943	6,872
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>249,547</u>	<u>258,207</u>	<u>185,735</u>
GRAND TOTAL	<u>672,412</u>	<u>651,434</u>	<u>582,548</u>

#### STRATEGIC OBJECTIVES

SECTOR OUTCOME : Sound, stable and supportive macroeconomic environment sustained

#### ORGANIZATIONAL

OUTCOME : Corporate and Capital Market Infrastructure strengthened

#### PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Actual</u>
Corporate and Capital Market Infrastructure strengthened		
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM		
Outcome Indicator(s)		
1. Value of securities registered increased	PhP 37.8B	PhP 144.06B
2. Total number of applications for registration, licensure and accreditation processed and approved increased	135,754	127,144
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	24
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	2,553
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	10%	15.08%
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	66,642	83,839
3. Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%

## PERFORMANCE INFORMATION

<u>ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)</u>	<u>Baseline</u>	<u>2019 Targets</u>	<u>2020 NEP Targets</u>
Corporate and Capital Market Infrastructure strengthened			
CORPORATE AND CAPITAL MARKET DEVELOPMENT PROGRAM			
Outcome Indicator(s)			
1. Value of securities registered increased	PhP 31.3B	PhP 177.13B	PhP177.13B
2. Total number of applications for registration, licensure and accreditation processed and approved increased	119,108	135,754	135,754
3. Percentage of investment scams/ complaints reported by the public and investigated by SEC increased	100%	100%	100%
Output Indicator(s)			
1. Number of planned policy measures promulgated/ implemented (including memorandum circulars, public consultations, etc.)	13	13	13
2. Percentage requests for technical assistance that are acted upon within the prescribed timeframe	100%	100%	100%
3. Number of applications for certification examination for capital market participants processed and approved	848	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	10%	10%	10%
Output Indicator(s)			
1. Percentage of license or permit applications and renewals processed within standard processing timeframe	100%	100%	100%
2. Number of target entities monitored and evaluated	53,489	66,642	66,642
3. Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	100%	100%	100%