

XLV. UNPROGRAMMED APPROPRIATIONS

Appropriations/Obligations

(In Thousand Pesos)

<u>Description</u>	<u>(Obligation-Based)</u>	<u>(Cash-Based)</u>	
	<u>2018</u>	<u>2019</u>	<u>2020</u>
New General Appropriations	30,276,390	187,135,780	216,303,492
General Fund	30,276,390	187,135,780	216,303,492
Budgetary Adjustment(s)	(30,276,390)		
Transfer(s) to:			
Support for Infrastructure Projects and Social Programs			
Department of Agriculture (DA)			
Office of the Secretary	(4,251,730)		
Agricultural Credit Policy Council	(1,000,000)		
Bureau of Fisheries and Aquatic Resources	(37,943)		
Department of Public Works and Highways (DPWH)			
Office of the Secretary	(9,342,477)		
Department of Social Welfare and Development (DSWD)			
Office of the Secretary	(662,500)		
Budgetary Support to Government Corporations (BSGC)			
National Electrification Administration	(398,560)		
Department of Transportation (DOTr)			
Office of the Secretary	(977,000)		
Support to Foreign-Assisted Projects			
Department of Agriculture (DA)			
Office of the Secretary	(299,692)		
Department of Public Works and Highways (DPWH)			
Office of the Secretary	(2,108,980)		
Allocations to Local Government Units (ALGU)			
Metropolitan Manila Development Authority	(123,167)		
Department of Transportation (DOTr)			
Office of the Secretary	(6,533,841)		
General Fund Adjustments for Use of Excess Income by Agencies			
Department of Finance (DOF)			
Bureau of the Treasury	(1,385,000)		
General Fund Adjustments for the Share of the ARMM pursuant to R.A. No.9054			
Autonomous Region in Muslim Mindanao (ARMM)			
Autonomous Regional Government in Muslim Mindanao	(800,000)		
Bangon Marawi Fund			
Budgetary Support to Government Corporations (BSGC)			
National Housing Authority	(2,355,500)		
Total Available Appropriations		187,135,780	216,303,492
Unused Appropriations		(187,135,780)	(216,303,492)
Unreleased Appropriation		(187,135,780)	(216,303,492)
TOTAL OBLIGATIONS	=====	=====	=====

EXPENDITURE PROGRAM
(in pesos)

PURPOSE	(Obligation-Based)	(Cash-Based)	
	2018 Actual	2019 Current	2020 Proposed
TOTAL NEW APPROPRIATIONS		187,135,780,000	216,303,492,000
PS		38,861,146,000	
MOOE		95,775,317,000	116,447,308,000
CO		52,499,317,000	99,856,184,000

Proposed New Appropriations Language

For fund requirements in accordance with the purposes indicated hereunder.....P 216,303,492,000
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SPECIAL PROVISION(S)

1. Availment of the Unprogrammed Appropriations. The amounts authorized herein for Purpose Nos. 1-2, 4-7, and 9-12 may be used when any of the following exists:
 - (a) Excess revenue collections in any one of the identified non-tax revenue sources from its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF;
 - (b) New revenue collections or those arising from new tax or non-tax sources which are not part of, nor included, in the original revenue sources reflected in Tables C.3 and C.4 of the BESF; or
 - (c) Approved loans for foreign-assisted projects.

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, s. 1987 and the following: (i) for excess revenue collections, issuance of a certification that remitted collections to the BTR from a particular revenue source has exceeded the corresponding revenue collections target; or (ii) for new revenue collections, issuance of a certification that remitted collections identified were not part of, nor included in, the original revenue collection targets reflected.

In the case of approved loans, issuance of SARO covering the loan proceeds shall be subject to submission by the agency concerned of request together with work and financial plan, project profile, and a copy of the perfected loan agreement.
2. Support for Infrastructure Projects and Social Programs. The amount of Ten Billion Seventy Five Million Nine Hundred Fifty Nine Thousand Pesos (P10,075,959,000) appropriated herein chargeable against Purpose No.1, shall be used in support for infrastructure projects and social programs, such as, but not limited to Catastrophe Bond - (P889,099,000).

Release of funds shall be subject to Special Provision No. 1 hereof and the guidelines issued by the agencies concerned.
3. Armed Forces of the Philippines Modernization Program. The amount of Five Billion Pesos (P5,000,000,000) chargeable against Purpose No. 2 shall be used exclusively to support the funding requirements for the modernization projects under the AFP Modernization Program in accordance with R.A. No. 10349.

Releases for the AFP Modernization Program shall be subject to Special Provision No. 1 hereof and submission by the DND to DBM of the recommendation by the appropriate bids and awards committee for the award of contracts for the modernization projects.
4. Conversion of National Government Advances into Subsidy for GOCCs. The amount of Sixty One Billion Eight Hundred Fifty Million Pesos (P61,850,000,000) used to cover the National Government (NG) advances for debt servicing of loan obligations of GOCCs and interest on the NG advances, shall be converted into subsidy. Such conversion shall require the issuance of SARO for book entry purposes chargeable against Purpose No. 3.
5. Risk Management Program. The amount of Thirty Billion Pesos (P30,000,000,000) chargeable against Purpose No. 5 shall be used for the government's Risk Management Program to cover commitments made by, and obligations of, the National Government in the agreements covering Public-Private Partnership (PPP) projects, subject to the following:
 - (a) Compliance with the conditions for the release of the Unprogrammed Appropriations under Special Provision No. 1 hereof;

(b) Approval of the PPP project by the NEDA Board or the Investment Coordination Committee, in accordance with R.A. No. 6957, as amended by R.A. No. 7718. In case of obligations assumed by GOCCs, issuance or execution of a performance undertaking or other similar instrument by the agency concerned confirming that the National Government will assume said obligations in case of default by the GOCC; and

(c) Approval of the use of the Unprogrammed Appropriations by the DBCC upon recommendation by the head of the agency concerned and the DBCC-Technical Working Group on Contingent Liabilities.

Implementation of this provision shall be subject to guidelines that may be issued for the purpose.

6. Payment of Arrears of the Land Transportation Office for Information Technology Services. The amount of Two Billion Pesos (P2,000,000,000) appropriated herein chargeable against Purpose No. 6 shall be used to cover the payment of Land Transportation Office for information technology services.

Releases for the purpose shall be subject to Special Provision No. 1 hereof.

7. Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan. The amount of Two Hundred Ten Million Five Hundred Seventy Nine Thousand Pesos (P210,579,000) chargeable against Purpose No. 7 shall be used exclusively for the Refund of the Service Development Fee on the right to develop the Nampeidai Property in Tokyo, Japan to Nagayama-Taisei Consortium (NTC), pursuant to the Notice of Termination dated June 11, 2009 issued by the Secretary of Finance cancelling the award to NTC on the right to develop the Nampeidai property.

Release for the refund shall be subject to Special Provision No. 1 hereof, prior endorsement by the Secretary of Finance that the conditions, if any, for the refund have been complied with, and submission by the DOF of certification from the BTr that the amount corresponding to the Service Development Fee has actually been deposited with the National Treasury as income of the General Fund.

8. Prior Years' LGU Shares. The amount of One Billion One Hundred Ninety Two Million Four Hundred Six Thousand Pesos (P1,192,406,000) chargeable against Purpose No. 8 for prior years' LGU shares from incremental collections from VAT, and from Special Privilege Tax shall be automatically released to the beneficiary LGUs only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The LGU shall submit quarterly reports on the utilization of the prior years' LGU shares, through the following:

(a) Local Government Units Reporting System (LGURS) or other electronic means for reports not covered by the LGURS; and

(b) LGU's website.

The LGU 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.

9. Bangko Sentral ng Pilipinas Equity Infusion. The amount of Two Billion Seven Hundred Million Pesos (P2,700,000,000) chargeable against Purpose No. 9 shall be used for the payment of increase in capitalization of the Bangko Sentral ng Pilipinas pursuant to Section 2 of R.A. No. 7653, as amended by R.A. No. 11211.

Releases for the purpose shall be subject to Special Provision No. 1 hereof.

10. National Identification System. The amount of Two Billion Four Hundred Thirty Five Million Eight Hundred Fifty Three Thousand Pesos (P2,435,853,000) chargeable against Purpose No. 10 shall be used exclusively to support the funding requirements for the establishment of a single national identification system under R.A. No. 11055.

Releases for the Philippine Identification System shall be subject to Special Provision No. 1 hereof.

11. Normalization Program in the Bangsamoro. The amount of Five Billion Pesos (P5,000,000,000) chargeable against Purpose No. 11 shall be used exclusively for the rehabilitation and development pursuant to Section 1, Article XIV of R.A. No. 11054. The funds for the Program shall be released directly to implementing departments or agencies, such as, but not limited to, DA, DepEd, DOH, DTI, DSWD, DND for the AFP, and DILG for the PNP.

Releases for the Normalization Program shall be subject to Special Provision No. 1 hereof and approval from the Office of the President, based on the recommendation of the Inter-Cabinet Cluster Mechanism on Normalization. The OPAPP shall validate the periodic reports on the status of the implementation of the Program within thirty (30) days from the submission thereof by the implementing agencies.

12. Health Facilities Enhancement Program. The amount of Five Billion Four Hundred Forty Four Million Five Hundred Thirty Seven Thousand Pesos (P5,444,537,000) chargeable against Purpose No. 12 shall be used for the construction, upgrading, expansion, rehabilitation and/or repair of, and land acquisition for, barangay health stations, rural health units, LGU hospitals, specialized hospitals, regional medical centers, dangerous drugs abuse treatment and rehabilitation centers and other health care facilities, with priority given to those located or nearby areas where there are large number of poor families or households under the National Household Targeting System for Poverty Reduction or where there are no private health care facilities which can provide affordable and quality health care.

Release of funds shall be subject to Special Provision No. 1 hereof. In addition, the release of funds shall be subject to the certification from the DOH Secretary attesting that the projects are part/consistent with the Philippine Health Facility Development Plan (2017-2022).

13. Use of Excess Revenue from the Total Annual Tariff Revenue from Rice Importation. The amount under Purpose No. 1 shall, in addition to those provided in Special Provision No. 2 be used for the following in accordance with Section 13 of R.A. No. 11203: (i) Rice Farmer Financial Assistance; (ii) Titling of Agricultural Rice Lands; (iii) Expanded Crop Insurance Program on Rice; and (iv) Crop Diversification Program, to be released directly to the implementing agencies.

Release of funds shall be subject to collection of annual tariff revenue from rice importation of the preceding year in excess of Ten Billion Pesos pursuant to Section 13 of R.A. No. 11203, based on the certification of the BOC on the tariff revenue collection on rice importation. The Permanent Steering Committee shall submit to the Congressional Oversight Committee on Agricultural and Fisheries Modernization a yearly report on the usage of excess tariff collection, including their impact.

14. Amounts under the Unprogrammed Appropriations. The DBM is hereby authorized to approve the following:

(a) Modification of amounts within the authorized purposes; and

(b) Use of amounts under Purposes Nos. 1 and 5 as additional appropriations to cover deficiencies in the amounts authorized in any of the purposes under the UA.

The DBM shall submit to the Office of the President, either in printed form or by way of electronic document, monthly reports on income and expenditure.

15. Reportorial Requirement. The DBM shall submit to 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 releases from the Unprogrammed Appropriations.

New Appropriations, by Purpose (Cash-Based)

PURPOSE(S)	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
Support for Infrastructure Projects and Social Programs	P 8,479,747,000	P 1,596,212,000	P 10,075,959,000	
AFP Modernization Program			5,000,000,000	5,000,000,000
Budgetary Support to Government-Owned and/or - Controlled Corporations	61,850,000,000			61,850,000,000
Support to Foreign-Assisted Projects	7,536,296,000	82,857,862,000	90,394,158,000	
Risk Management Program	30,000,000,000			30,000,000,000
Payment of Arrears of LTO-IT Service	2,000,000,000			2,000,000,000
Refund of the Service Development Fee for the Right to Develop the Nampeidai Property in Tokyo, Japan		210,579,000		210,579,000
Prior Years' LGU Shares	1,192,406,000			1,192,406,000
Bangko Sentral ng Pilipinas (BSP) Equity Infusion pursuant to RA 11211			2,700,000,000	2,700,000,000
National ID System	178,280,000	2,257,573,000	2,435,853,000	
Normalization Program in the Bangsamoro	5,000,000,000			5,000,000,000
Health Facilities Enhancement Program		5,444,537,000	5,444,537,000	
Sub-total, Purpose(s)	116,447,308,000	99,856,184,000	216,303,492,000	
TOTAL NEW APPROPRIATIONS	P116,447,308,000	P 99,856,184,000	P216,303,492,000	

Obligations, by Object of ExpendituresCYs 2018-2020
(In Thousand Pesos)

	(Obligation-Based)	(Cash-Based)	
	2018	2019	2020
Current Operating Expenditures			
Personnel Services			
Civilian Personnel			
Other Compensation for Specific Groups			
Other Personnel Benefits		5,000,000	
Total Other Compensation for Specific Groups		5,000,000	
Military/Uniformed Personnel			
Other Personnel Benefits			
Pension, Military/Uniformed Personnel		33,861,146	
Total Other Personnel Benefits		33,861,146	
TOTAL PERSONNEL SERVICES		38,861,146	
Maintenance and Other Operating Expenses			
Supplies and Materials Expenses			153,213
Communication Expenses			23,776
Professional Services			1,291
Financial Assistance/Subsidy		76,749,903	93,042,406
Other Maintenance and Operating Expenses			
Other Maintenance and Operating Expenses		19,025,414	23,226,622
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES		95,775,317	116,447,308
TOTAL CURRENT OPERATING EXPENDITURES		134,636,463	116,447,308
Capital Outlays			
Investment Outlay		627,500	4,296,212
Property, Plant and Equipment Outlay			
Infrastructure Outlay		40,855,235	87,857,862
Buildings and Other Structures		7,424,573	5,444,537
Machinery and Equipment Outlay		25,000	2,257,573
Transportation Equipment Outlay		3,542,009	
Furniture, Fixtures and Books Outlay		25,000	
TOTAL CAPITAL OUTLAYS		52,499,317	99,856,184
GRAND TOTAL		187,135,780	216,303,492

GENERAL SUMMARY (Cash-Based)
UNPROGRAMMED APPROPRIATIONS

<u>Current Operating Expenditures</u>			
<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. UNPROGRAMMED APPROPRIATIONS	<u>P116,447,308,000</u>	<u>P 99,856,184,000</u>	<u>P216,303,492,000</u>
TOTAL NEW APPROPRIATIONS, UNPROGRAMMED APPROPRIATIONS	<u>P116,447,308,000</u>	<u>P 99,856,184,000</u>	<u>P216,303,492,000</u>
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