

**B. AGRICULTURAL CREDIT POLICY COUNCIL**

Appropriations/Obligations

(In Thousand Pesos)

	( Cash-Based )		
<u>Description</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
New General Appropriations	2,543,230	2,840,181	2,594,427
General Fund	2,543,230	2,840,181	2,594,427
Automatic Appropriations	3,573	3,613	3,485
Retirement and Life Insurance Premiums	3,573	3,613	3,485
Continuing Appropriations	1,000,015	307	
Unobligated Releases for Capital Outlays			
R.A. No. 11260		260	
R.A. No. 10964	1,000,008		

Unobligated Releases for MOOE			
R.A. No. 11260		3	
R.A. No. 10964	1		
Unobligated Releases for FinEx			
R.A. No. 11260		7	
R.A. No. 10964	6		
Unobligated Releases for PS			
R.A. No. 11260		37	
Budgetary Adjustment(s)	<u>2,907</u>		
Transfer(s) from:			
Miscellaneous Personnel Benefits Fund	259		
Pension and Gratuity Fund	<u>2,648</u>		
Total Available Appropriations	3,549,725	2,844,101	2,597,912
Unused Appropriations	<u>( 328)</u>	<u>( 307)</u>	
Unobligated Allotment	<u>( 328)</u>	<u>( 307)</u>	
TOTAL OBLIGATIONS	<u>3,549,397</u>	<u>2,843,794</u>	<u>2,597,912</u>
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**EXPENDITURE PROGRAM**  
(in pesos)

GAS / STO / OPERATIONS / PROJECTS	( Cash-Based )		
	2019 Actual	2020 Current	2021 Proposed
General Administration and Support	<u>40,075,000</u>	<u>28,686,000</u>	<u>29,337,000</u>
Regular	<u>40,075,000</u>	<u>28,686,000</u>	<u>29,337,000</u>
PS	23,011,000	12,835,000	13,208,000
MOOE	14,601,000	15,840,000	16,118,000
FinEx	4,000	11,000	11,000
CO	2,459,000		
Operations	<u>3,509,322,000</u>	<u>2,815,108,000</u>	<u>2,568,575,000</u>
Regular	<u>3,509,322,000</u>	<u>2,557,120,000</u>	<u>2,568,575,000</u>
PS	32,611,000	31,174,000	28,696,000
MOOE	39,437,000	242,206,000	22,829,000
CO	3,437,274,000	2,283,740,000	2,517,050,000
Projects / Purpose		<u>257,988,000</u>	
CO		257,988,000	
TOTAL AGENCY BUDGET	<u>3,549,397,000</u>	<u>2,843,794,000</u>	<u>2,597,912,000</u>
Regular	<u>3,549,397,000</u>	<u>2,585,806,000</u>	<u>2,597,912,000</u>
PS	55,622,000	44,009,000	41,904,000
MOOE	54,038,000	258,046,000	38,947,000
FinEx	4,000	11,000	11,000
CO	3,439,733,000	2,283,740,000	2,517,050,000
Projects / Purpose		<u>257,988,000</u>	
CO		257,988,000	

STAFFING SUMMARY

	2019	2020	2021
TOTAL STAFFING			
Total Number of Authorized Positions	39	39	39
Total Number of Filled Positions	36	35	35

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 2,594,427,000  
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PROPOSED 2021 ( Cash-Based )

OPERATIONS BY PROGRAM	PS	MOOE	CO	TOTAL
AGRICULTURAL CREDIT PROGRAM	26,285,000	22,829,000	2,517,050,000	2,566,164,000

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2021 ( Cash-Based )  
 (in pesos)

REGION	PS	MOOE	FinEx	CO	TOTAL
Regional Allocation	38,419,000	38,947,000	11,000	2,517,050,000	2,594,427,000
National Capital Region (NCR)	38,419,000	38,947,000	11,000	2,517,050,000	2,594,427,000
TOTAL AGENCY BUDGET	38,419,000	38,947,000	11,000	2,517,050,000	2,594,427,000

SPECIAL PROVISION(S)

1. Agricultural Credit Facility. The amount of Two Billion Five Hundred Thirty Four Million Two Hundred Sixty Seven Thousand Pesos (P2,534,267,000) appropriated herein for Agro-Industry Modernization Credit and Financing Program Administration includes the amount of Two Billion Five Hundred Fifteen Million Pesos (P2,515,000,000) which shall be transferred to GFIs, cooperative banks, rural banks, non-government financial institutions, LGUs, 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) URS or other electronic means for reports not covered by the URS until such time that all agencies have fully migrated to the BTMS; 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>				
		<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
PROGRAMS						
1000000000000000	General Administration and Support	12,134,000	16,118,000	11,000		28,263,000
100000100001000	General management and supervision	11,918,000	16,118,000	11,000		28,047,000
100000100002000	Administration of Personnel Benefits	216,000				216,000
Sub-total, General Administration and Support		12,134,000	16,118,000	11,000		28,263,000
3000000000000000	Operations	26,285,000	22,829,000		2,517,050,000	2,566,164,000
3100000000000000	00 : Access of Small Farmers and Fisherfolk to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program increased	26,285,000	22,829,000		2,517,050,000	2,566,164,000
3101000000000000	AGRICULTURAL CREDIT PROGRAM	26,285,000	22,829,000		2,517,050,000	2,566,164,000
310100100001000	Agro-Industry Modernization Credit and Financing Program (AMCFP) Administration	10,945,000	8,322,000		2,515,000,000	2,534,267,000
310100100002000	Policy formulation, research and advocacy, monitoring and evaluation of credit policies, plans and programs and capacity building	15,340,000	14,507,000		2,050,000	31,897,000
Sub-total, Operations		26,285,000	22,829,000		2,517,050,000	2,566,164,000
TOTAL NEW APPROPRIATIONS		P 38,419,000	P 38,947,000	P 11,000	P 2,517,050,000	P 2,594,427,000
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Obligations, by Object of ExpendituresCYs 2019-2021  
(In Thousand Pesos)

		<u>( Cash-Based )</u>		
		<u>2019</u>	<u>2020</u>	<u>2021</u>
Current Operating Expenditures				
Personnel Services				
Civilian Personnel				
Permanent Positions				
Basic Salary	29,667	30,108	29,044	
Total Permanent Positions	29,667	30,108	29,044	
Other Compensation Common to All				
Personnel Economic Relief Allowance	884	888	840	
Representation Allowance	1,186	1,440	1,278	
Transportation Allowance	958	1,440	1,278	
Clothing and Uniform Allowance	222	222	210	

Mid-Year Bonus - Civilian	2,509	2,508	2,420
Year End Bonus	2,554	2,508	2,420
Cash Gift	190	185	175
Productivity Enhancement Incentive	180	185	175
Step Increment		75	72
Collective Negotiation Agreement	950		
Total Other Compensation Common to All	<u>9,633</u>	<u>9,451</u>	<u>8,868</u>
Other Compensation for Specific Groups			
Other Personnel Benefits	1,631		
Total Other Compensation for Specific Groups	<u>1,631</u>		
Other Benefits			
Retirement and Life Insurance Premiums	3,566	3,613	3,485
PAG-IBIG Contributions	44	44	42
PhilHealth Contributions	214	216	207
Employees Compensation Insurance Premiums	44	44	42
Retirement Gratuity	8,093		
Terminal Leave	2,730	533	216
Total Other Benefits	<u>14,691</u>	<u>4,450</u>	<u>3,992</u>
TOTAL PERSONNEL SERVICES	<u>55,622</u>	<u>44,009</u>	<u>41,904</u>
Maintenance and Other Operating Expenses			
Travelling Expenses	14,409	10,625	11,059
Training and Scholarship Expenses	2,562	53,740	4,779
Supplies and Materials Expenses	2,436	2,826	2,826
Utility Expenses	2,109	2,057	2,057
Communication Expenses	3,041	5,888	4,920
Survey, Research, Exploration and Development Expenses	3,392	142,683	2,683
Confidential, Intelligence and Extraordinary Expenses			
Extraordinary and Miscellaneous Expenses	105	118	118
Professional Services	3,136	33,652	1,030
General Services	1,913	1,837	2,290
Repairs and Maintenance	554	1,338	1,338
Taxes, Insurance Premiums and Other Fees	348	116	116
Labor and Wages	14,452		
Other Maintenance and Operating Expenses			
Advertising Expenses	10	11	11
Printing and Publication Expenses	39	74	74
Representation Expenses	2,558	430	547
Rent/Lease Expenses	1,345	1,797	1,858
Subscription Expenses	395	181	2,181
Other Maintenance and Operating Expenses	1,234	673	1,060
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	<u>54,038</u>	<u>258,046</u>	<u>38,947</u>
Financial Expenses			
Bank Charges	4	11	11
TOTAL FINANCIAL EXPENSES	<u>4</u>	<u>11</u>	<u>11</u>
TOTAL CURRENT OPERATING EXPENDITURES	<u>109,664</u>	<u>302,066</u>	<u>80,862</u>
Capital Outlays			
Loans Outlay	3,431,886	2,537,988	2,515,000
Property, Plant and Equipment Outlay			
Machinery and Equipment Outlay	6,807	3,740	2,050
Transportation Equipment Outlay	1,040		
TOTAL CAPITAL OUTLAYS	<u>3,439,733</u>	<u>2,541,728</u>	<u>2,517,050</u>
GRAND TOTAL	<u>3,549,397</u>	<u>2,843,794</u>	<u>2,597,912</u>

## STRATEGIC OBJECTIVES

SECTOR OUTCOME : 1.(Under People KRA) Broadened Access and Participation in the Value Chain Development  
 2.(Under People KRA) Jobs Generation and Entrepreneurial Activities  
 3.(Under Institutions KRA) Strengthened Partnerships with Private Sector, LGUs, NGAs, SUCs, and other stakeholders  
 4.(Under Environment KRA) Increased Resilience of Natural Ecosystems

## 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)	2019 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)		
b. small fisherfolk (3 tons and below)		
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	2,431.89	2,431.9
b. End-borrowers	3,531.89	6,781.5
2. Number of credit program orientations and credit matching seminars and workshops conducted	16	61
3. Number of farmers and fisherfolk organizations provided with institutional capacity building assistance	519	423

## PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	2020 Targets	2021 NEP Targets
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)	63%	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		2,500	2,515
b. End-borrowers	2,955.5	2,500	2,515
2. Number of credit program orientations and credit matching seminars and workshops conducted	47	32	32
3. Number of farmers and fisherfolk organizations provided with institutional capacity building assistance	164	510	140