



## DEPARTMENT OF BUDGET AND MANAGEMENT

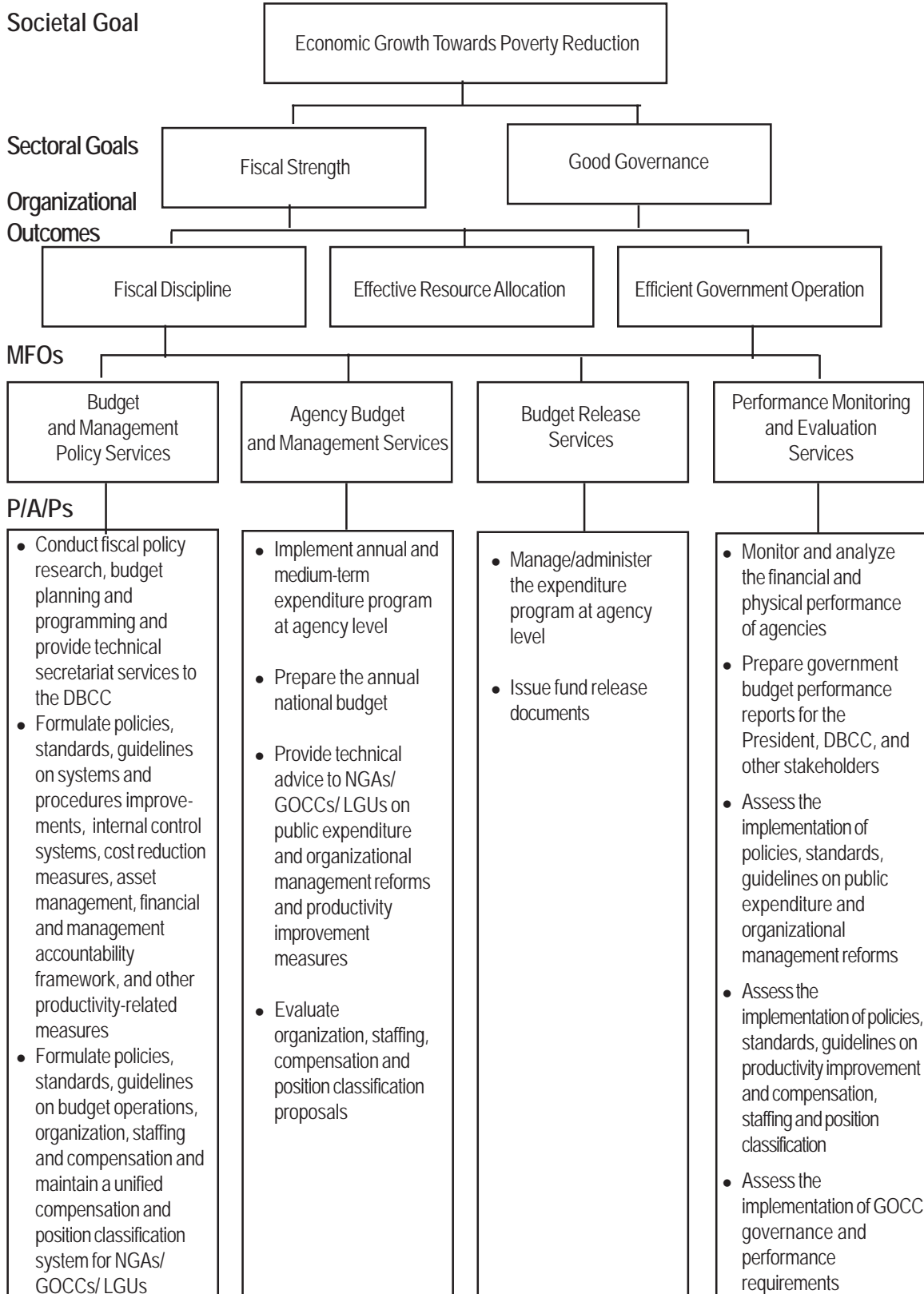
### Legal Basis

- **Executive Order No. 25** (April 25, 1936) created the Budget Commission under the Office of the President.
- **Presidential Decree No. 1405** (June 11, 1978) converted the Budget Commission into the Ministry of the Budget and gave its head the rank and status of a member of the Cabinet. It was renamed to Office of Budget and Management in 1981.
- **Executive Order No. 711** (July 28, 1981) reclassified/renamed the Ministry of Budget into the Office of Budget and Management, headed by a Director General.
- **Executive Order No. 86** (December 15, 1986) restored the Office of Budget and Management to its former status as a Ministry; hence, renaming it as the Ministry of Budget and Management.
- **Executive Order No. 292** (July 25, 1987), the Revised Administrative Code of 1987 elevated the Office of Budget and Management into the Department of Budget and Management.
- **Executive Order No. 95** (April 28, 1999) modified DBM's organizational structure, functions, nomenclature and operational processes

### Mandate

The Department of Budget and Management (DBM) formulates and implements the National Budget to support national socio-economic plans and objectives and ensures the efficient and sound utilization of government funds and revenues. It establishes and administers a unified government compensation and position classification system.

## LOGICAL FRAMEWORK (DBM)



**PERFORMANCE MEASURES AND TARGETS**  
(Amounts in Thousand Pesos)

Particulars	FY 2008	FY 2009	FY 2010
	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1 Budget and Management Policy Services</b>	<b>236,251</b>	<b>193,065</b>	<b>227,769</b>
Paper on Budget Strategy Rate of acceptance by the ETB-DBCC <sup>1</sup> on strategic priority expenditure and policy recommendations under the Paper on Budget Strategy (PBS)	100%	100%	100%
Systems and productivity improvement policies, standards and guidelines No. of systems and productivity improvement policies, standards and guidelines issued	1 <sup>2</sup>	1 <sup>3</sup>	3 <sup>4</sup>
No. of departments where the NGICS/PGIAM is rolled-out		4	4
Organization, staffing, position classification and compensation policies, standards and guidelines No. of Issuances <sup>5</sup>	16	12	7
Budget operations standards and guidelines <sup>6</sup> No. of issuances to NGAs and GOCCs	59	54	40
No. of issuances to LGUs	9	8	6
<b>MFO 2 Agency Budget and Management Services</b>	<b>264,236</b>	<b>273,583</b>	<b>300,581</b>
Submission of Budget Documents to Congress No. of budget documents submitted within the prescribed period <sup>7</sup>	6	6	6
Training on public expenditure & organizational management reforms No. of NGA and GOCC trainings conducted	6	8	4
No. of LGU trainings conducted	20	7	3

1 Executive Technical Board of the Development Budget Coordination Committee.

2 Refers to the National Guidelines on Internal Control Systems (NGICS) Handbook issued on October 23, 2008 for implementation by all agencies through DBM Circular Letter No. 2008-8.

3 Refers to the Philippine Government Internal Audit Manual (PGIAM) yet to be issued.

4 Refers to the generic Risk Management Manual, the Human Resource Management Manual and the Quality Management Manual.

5 This includes issuances related to SSL 3 implementation as well as standards and guidelines on the grant of staffing flexibility to agencies which is conditional to full institutionalization of OPIF and upgrading of the Government Manpower Information System (GMIS).

6 Includes IRR and guidelines required under the GAA.

7 (1) National Expenditure Program (NEP)/ President's Budget; (2) Budget of Expenditures and Sources of Financing (BESF); (3) Organizational Performance Indicator Framework (OPIF) Book; (4) Staffing Summary; (5) President's Budget Message (PBM); and (6) Details of Programs and Projects of Selected Agencies

Particulars	FY 2008	FY 2009	FY 2010
	Actual/Amount	Target/Amount	Target/Amount
Technical assistance to agencies to implement reforms Percent of departments and agencies with OPIF-based budget proposal	100%	100%	100%
No. of LGU trainings conducted on procurement reforms under RA No. 9184 and its IRR	122	93	92
No. of NGAs with approved rationalization plans	15	7	10
No. of GOCCs with approved rationalization plans	4	11	7
Technical advice on budget, organization, staffing and compensation for NGAs, GOCCs and LGUs Percent of required budget consultations/fora conducted <sup>8</sup>	100%	100%	100%
Percent of Corporate Operating Budget (COB) reviewed within 90 days from date received	90%	100%	100%
Percent of LGU budgets reviewed within 90 days from date received	100%	100%	100%
<b>MFO 3 Budget Release Services</b>	<b>208,811</b>	<b>204,397</b>	<b>229,752</b>
Fund release documents No. of days before start of period covered within which release documents are issued to NGAs and GOCCs	8	10	10
No. of days before start of period covered within which release documents are issued to LGUs	10	10	10
Variance of actual releases to Allotment Release Program (ARP)/General Appropriations Act (GAA)		0% -5%	0% -5%
<b>MFO 4 Performance Monitoring and Evaluation Services</b>	<b>173,757</b>	<b>178,884</b>	<b>203,441</b>
Percent of agencies whose performance are reviewed under the Agency Performance Review (APR)	100%	100%	100%
Percent of budget preparation and execution forms and reporting systems simplified/ developed/harmonized with OPIF		50%	50%
<b>TOTAL</b>	<b>883,055<sup>9</sup></b>	<b>849,929</b>	<b>961,543</b>

<sup>8</sup> Includes (1) Budget Forum for NGAs; (2) Budget Forum for GOCCs; (3) Agency Forum for MTEP/OPIF Reforms; (4) Technical Budget Hearings; and (5) Agency Performance Reviews.

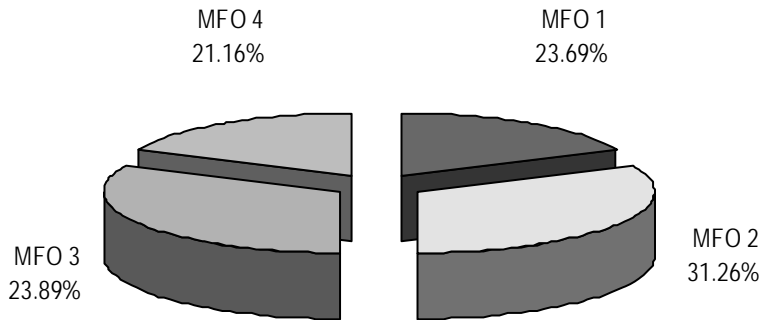
<sup>9</sup> Net of ARMM RLIP in the amount of P365,299,000 – both personal and government shares.

FY 2010 MFO BUDGET

By MFO/By Expense Class  
(In thousand pesos)

MFO	PS	MOOE	CO	TOTAL	% SHARE
MFO 1: Budget and Management Policy Services	71,165	101,593	55,011	227,769	23.69
MFO 2: Agency Budget and Management Services	129,937	109,467	61,177	300,581	31.26
MFO 3: Budget Release Services	82,703	86,337	60,712	229,752	23.89
MFO 4: Performance Monitoring and Evaluation Services	71,463	77,578	54,400	203,441	21.16
<b>Total</b>	<b>355,268</b>	<b>374,975</b>	<b>231,300</b>	<b>961,543</b>	<b>100.00</b>
<b>% Share</b>	<b>36.95</b>	<b>39.00</b>	<b>24.05</b>	<b>100.00</b>	

By MFO  
(Total Budget = P961,543,000)



By Expense Class  
(Total Budget = P961,543,000)

