



## DEPARTMENT OF FINANCE

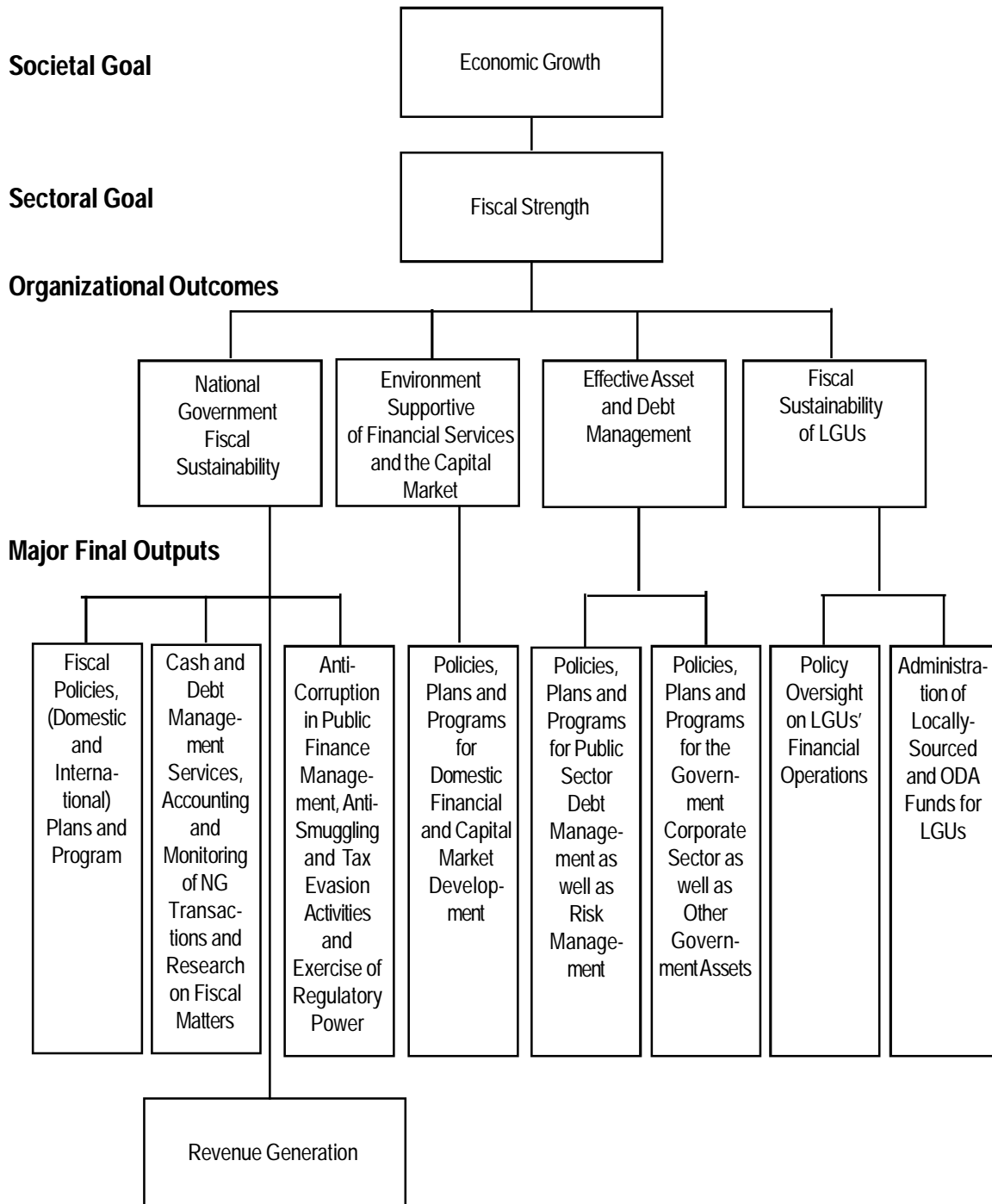
### Legal Basis

- **Biak-na-Bato Constitution** (November 1, 1897) created under the First Philippine Republic headed by General Emilio Aguinaldo, a Supreme Council one of whose members was the Secretary of the Treasury who was, before that, the Director of Finance.
- **Civil Service Act of 1901** (September 1, 1901) formally organized the Department of Finance and Justice.
- **Reorganization Act No. 2666** (November 18, 1916) divided the Department of Finance and Justice into two independent departments.
- **Presidential Decree No. 1397** (June 2, 1978) transformed the Department of Finance (DOF) into the Ministry of Finance (MOF) under a parliamentary form of government.
- **Executive Order No. 127** (January 30, 1987) and **No. 127-A** (July 22, 1987) reorganized the MOF.
- **Executive Order No. 292** (July 25, 1987), the Administrative Code of 1987, reverted the MOF into the DOF, providing for its powers and functions and organizational structure.

### Mandate

The Department of Finance (DOF) is responsible for the sound and efficient management of the financial resources of the government by formulating, institutionalizing, and administering fiscal policies in coordination with other agencies of the government; generating and managing the financial resources of government; supervising the revenue operations of all local government units; and reviewing, approving, and managing all public sector debt, domestic or foreign. It is also responsible for the rationalization, privatization, and public accountability of corporations and assets owned, controlled, or acquired by the government.

**LOGICAL FRAMEWORK (DOF)**

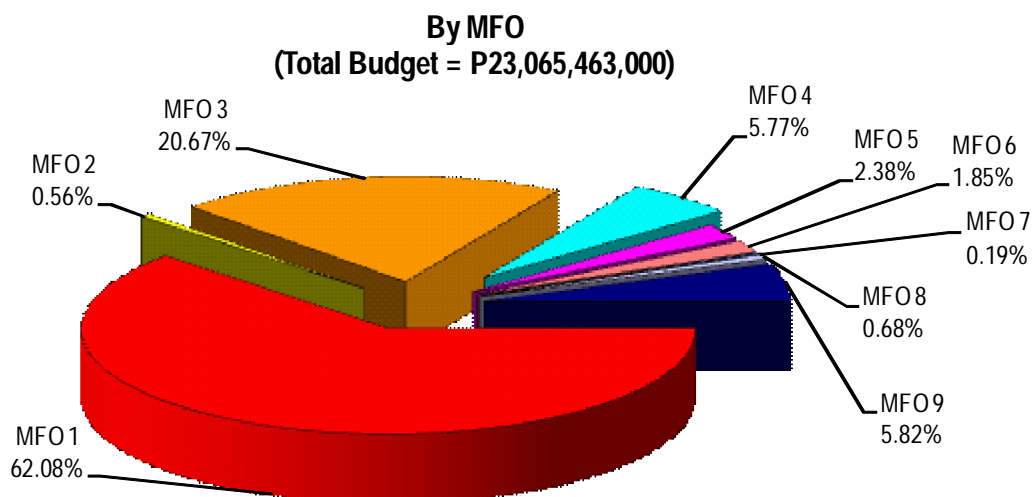


N.B. The DOF has no submission of Performance Indicators and Targets for department-wide logframe. Pls and Targets of attached agencies are shown in their respective agency logframes.

## FY 2012 MFO BUDGET

### By MFO/By Expense Class (In Thousand Pesos)

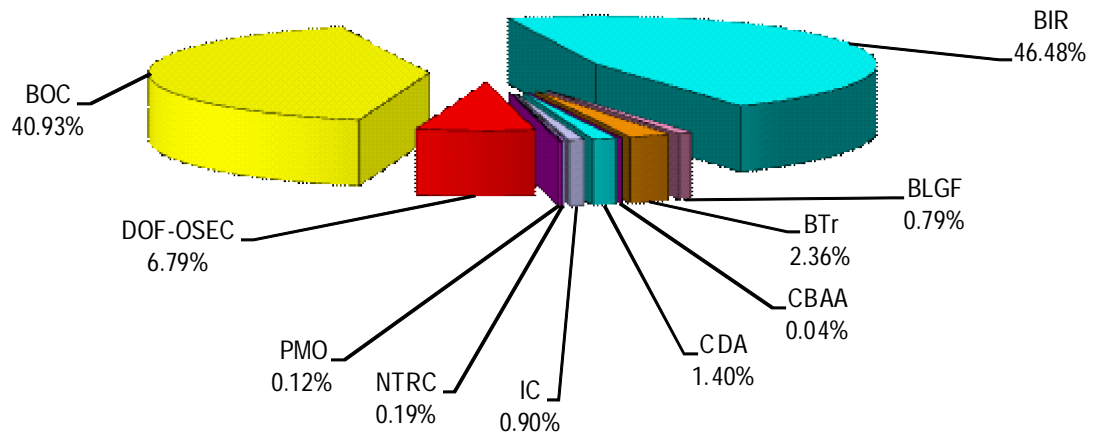
Particulars	PS	MOOE	CO	TOTAL	% SHARE
<b>MFO 1</b> Fiscal policies (domestic and international), plans and programs	2,370,542	11,492,361	457,989	14,320,892	62.08%
<b>MFO 2</b> Cash and debt management services, accounting and monitoring of NG transactions and research on fiscal matters	65,885	42,598	20,316	128,799	0.56%
<b>MFO 3</b> Revenue generation	1,942,159	1,873,310	953,038	4,768,507	20.67%
<b>MFO 4</b> Anti-corruption in public finance management, anti-smuggling and tax evasion activities and exercise of regulatory power	809,208	482,615	39,574	1,331,397	5.77%
<b>MFO 5</b> Policies, plans and programs for domestic financial and capital market development	292,039	150,726	106,299	549,064	2.38%
<b>MFO 6</b> Policies, plans and programs for public sector debt management as well as risk management	264,022	93,684	68,757	426,463	1.85%
<b>MFO 7</b> Policies, plans and programs for the government corporate sector as well as other government assets	36,307	6,653	121	43,081	0.19%
<b>MFO 8</b> Policy oversight on LGUs' financial operations	99,008	52,684	2,957	154,649	0.68%
<b>MFO 9</b> Administration of locally-sourced and ODA funds for LGUs	58,775	104,059	1,179,777	1,342,611	5.82%
<b>TOTAL</b>	<b>5,937,945</b>	<b>14,298,690</b>	<b>2,828,828</b>	<b>23,065,463</b>	
<b>% SHARE</b>	<b>25.74%</b>	<b>61.99%</b>	<b>12.27%</b>		<b>100.00%</b>



**By Agency/By MFO**  
(In Thousand Pesos)

Particulars	MFO1	MFO2	MFO3	MFO4	MFO5	MFO6	MFO7	MFO8	MFO9	TOTAL	% SHARE
DOF-OSEC	146,479			32,331	19,168	11,301	14,430		1,342,611	1,566,320	6.79%
BOC	7,675,622		1,582,843	182,808						9,441,273	40.93%
BIR	6,420,148		3,185,664	1,116,258						10,722,070	46.48%
BLGF	26,753							154,649		181,402	0.79%
BTr		128,799				415,162				543,961	2.36%
CBAA	9,278									9,278	0.04%
CDA					321,930					321,930	1.40%
IC					207,966					207,966	0.90%
NTRC	42,612									42,612	0.19%
PMO							28,651			28,651	0.12%
TOTAL	14,320,892	128,799	4,768,507	1,331,397	549,064	426,463	43,081	154,649	1,342,611	23,065,463	
<b>% SHARE</b>	<b>62.08%</b>	<b>0.56%</b>	<b>20.67%</b>	<b>5.77%</b>	<b>2.38%</b>	<b>1.85%</b>	<b>0.19%</b>	<b>0.68%</b>	<b>5.82%</b>		<b>100.00%</b>

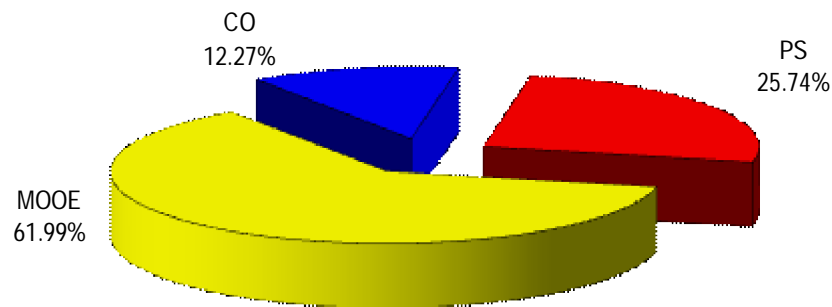
**By Agency**  
(Total Budget = P23,065,463,000)



**By Agency/By Expense Class**  
(In Thousand Pesos)

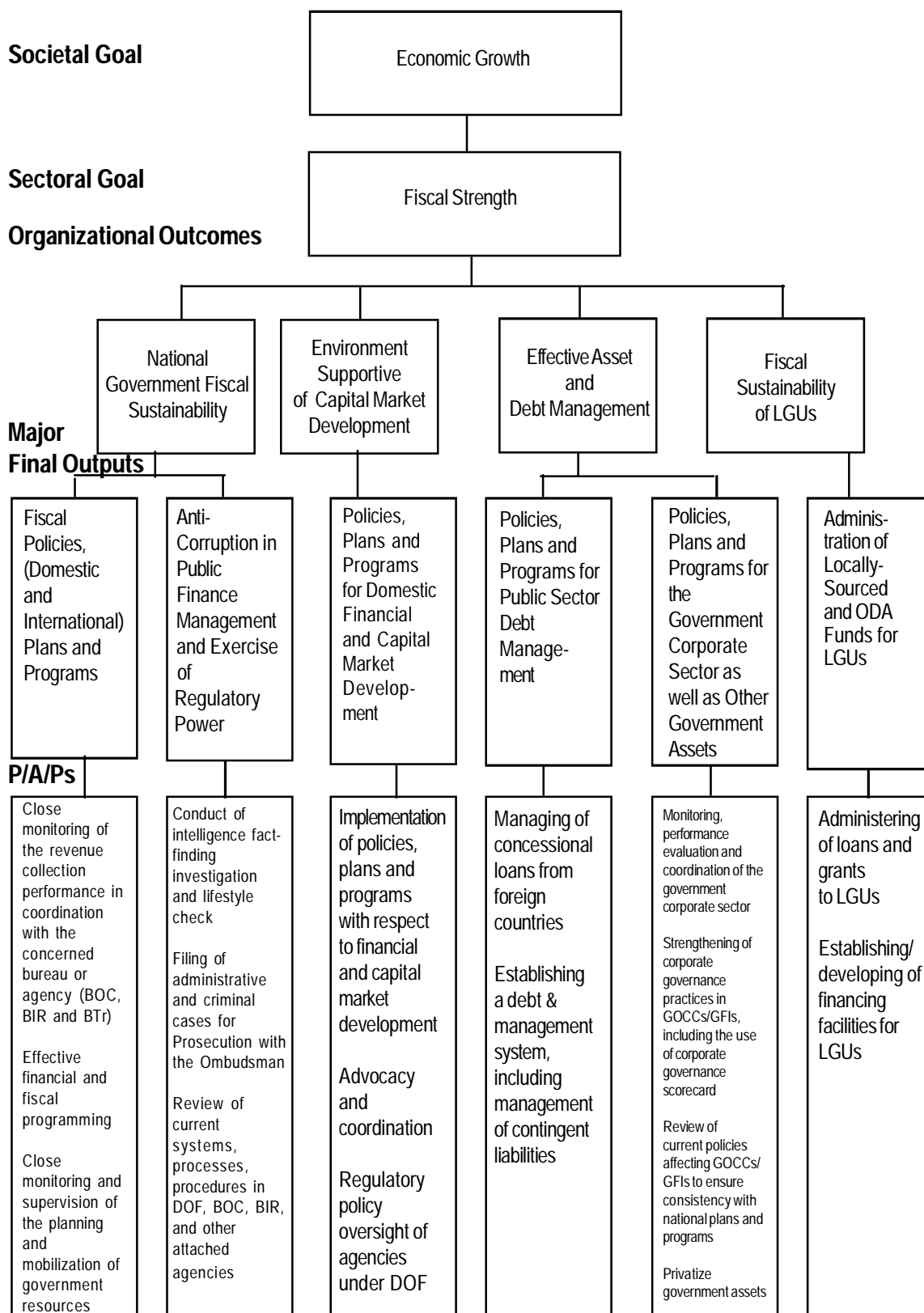
Particulars	PS	MOOE	CO	TOTAL	% SHARE
Office of the Secretary	166,461	217,199	1,182,660	1,566,320	6.79%
Bureau of Customs	1,158,707	7,542,326	740,240	9,441,273	40.93%
Bureau of Internal Revenue	3,819,708	6,194,799	707,563	10,722,070	46.48%
Bureau of Local Government Finance	117,154	60,998	3,250	181,402	0.79%
Bureau of the Treasury	322,428	132,553	88,980	543,961	2.36%
Central Board of Assessment Appeals	8,095	1,183	-	9,278	0.04%
Cooperative Development Authority	216,158	73,572	32,200	321,930	1.40%
Insurance Commission	70,044	63,987	73,935	207,966	0.90%
National Tax Research Center	30,539	12,073		42,612	0.19%
Privatization and Management Office	28,651			28,651	0.12%
<b>TOTAL</b>	<b>5,937,945</b>	<b>14,298,690</b>	<b>2,828,828</b>	<b>23,065,463</b>	
<b>% Share</b>	<b>25.74%</b>	<b>61.99%</b>	<b>12.27%</b>		<b>100.00%</b>

**By Expense Class**  
(Total Budget = P23,065,463,000)



**DOF - Office of the Secretary**

**LOGICAL FRAMEWORK (DOF-OSEC)**



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

Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
<b>MFO 1</b>				
<b>Fiscal Policies (Domestic and International)</b>				
<b>Plans and Programs</b>	<b>650,740</b>	<b>438,761</b>	<b>330,968</b>	<b>146,479</b>
Tax revenue as a percentage of GDP increased to 13.1% by 2012	13.90%	12.10%	12.80%	13.10%
<b>MFO 2</b>				
<b>Anti-corruption in Public Finance Management and Exercise of Regulatory Power</b>	<b>49,334</b>	<b>48,050</b>	<b>16,184</b>	<b>32,331</b>
Number of cases filed with the Ombudsman	12	5		
Number of cases recommended for filing by the Ombudsman with the Sandiganbayan and the RTC vs. number of cases filed with the Ombudsman	12	6		
Number of persons investigated			48	48
No. of persons charged			24	24
<b>MFO 3</b>				
<b>Policies, Plans and Programs for Domestic Financial and Capital Market Development</b>	<b>47,764</b>	<b>38,447</b>	<b>12,905</b>	<b>19,168</b>
Enabling environment for capital market development	1	1	1	1
Higher level of private sector participation in the delivery of financial services	1	1	1	1
<b>MFO 4</b>				
<b>Policies, Plans and Programs for Public Sector Debt Management</b>	<b>20,911</b>	<b>23,784</b>	<b>9,650</b>	<b>11,301</b>
NG debt % of GDP reduced to 50.2% by 2012	57.4%	52.4%	50.9%	50.2%
<b>MFO 5</b>				
<b>Policies, Plans and Programs for the Government Corporate Sector As Well As Other Government Assets</b>	<b>24,269</b>	<b>27,316</b>	<b>15,561</b>	<b>14,430</b>
Dividend remittance from GOCC (in MP)	6,500	12,013	5,500	5,500
Proceeds from asset privatization remitted to BTr (in MP)	2,500	914	6,000	2,000
<b>MFO 6</b>				
<b>Administration of Locally-sourced and ODA Funds for LGUs</b>	<b>25,990</b>	<b>29,658</b>	<b>1,574,154</b>	<b>1,342,611</b>
Repayment rate	88%	104%	100%	100%
No. of LGUs which have availed of ODA funds	802	414	439	284
<b>TOTAL</b>	<b>819,008</b>	<b>606,016</b>	<b>1,959,422</b>	<b>1,566,320</b>

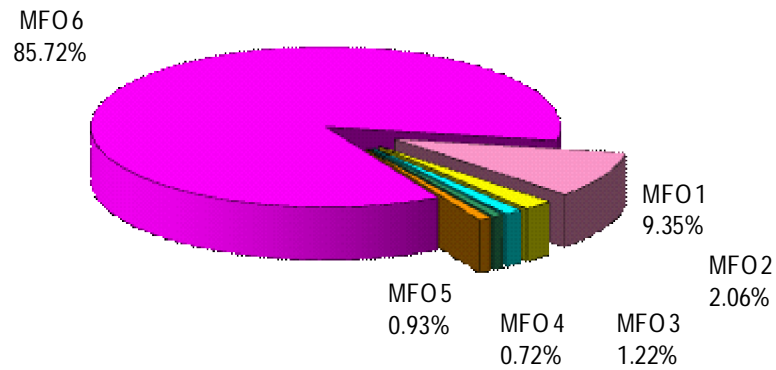
Note: FY 2010 does not include the performance measures and targets of the Municipal Development Fund Office (MDFO) in the amount of P1.642B which is still under ALGU in FY 2010.

## FY 2012 MFO BUDGET

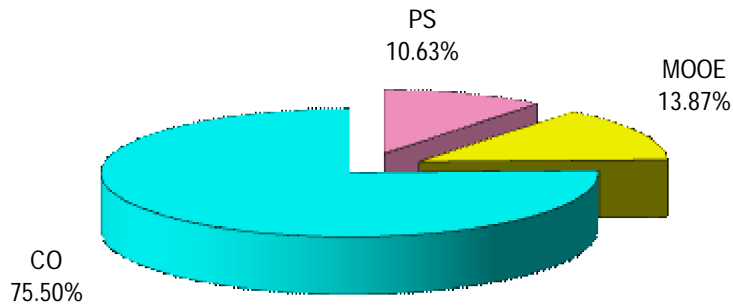
### By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% SHARE
<b>MFO 1</b> Fiscal policies (domestic and international) plans and programs	70,422	74,824	1,233	146,479	9.35%
<b>MFO 2</b> Anti-corruption in public finance management and exercise of regulatory power	16,292	14,767	1,272	32,331	2.06%
<b>MFO 3</b> Policies, plans and programs for domestic financial and capital market development	5,837	13,167	164	19,168	1.22%
<b>MFO 4</b> Policies, plans and programs for public sector debt management	7,479	3,729	93	11,301	0.72%
<b>MFO 5</b> Policies, plans and programs for the government corporate sector as well as other government assets	7,656	6,653	121	14,430	0.93%
<b>MFO 6</b> Administration of locally-sourced and ODA funds for LGUs	58,775	104,059	1,179,777	1,342,611	85.72%
<b>TOTAL</b>	<b>166,461</b>	<b>217,199</b>	<b>1,182,660</b>	<b>1,566,320</b>	
<b>% Share</b>	<b>10.63%</b>	<b>13.87%</b>	<b>75.50%</b>		<b>100.00%</b>

### By MFO (Total Budget = P1,566,320,000)



### By Expense Class (Total Budget = P1,566,320,000)







## Bureau of Customs

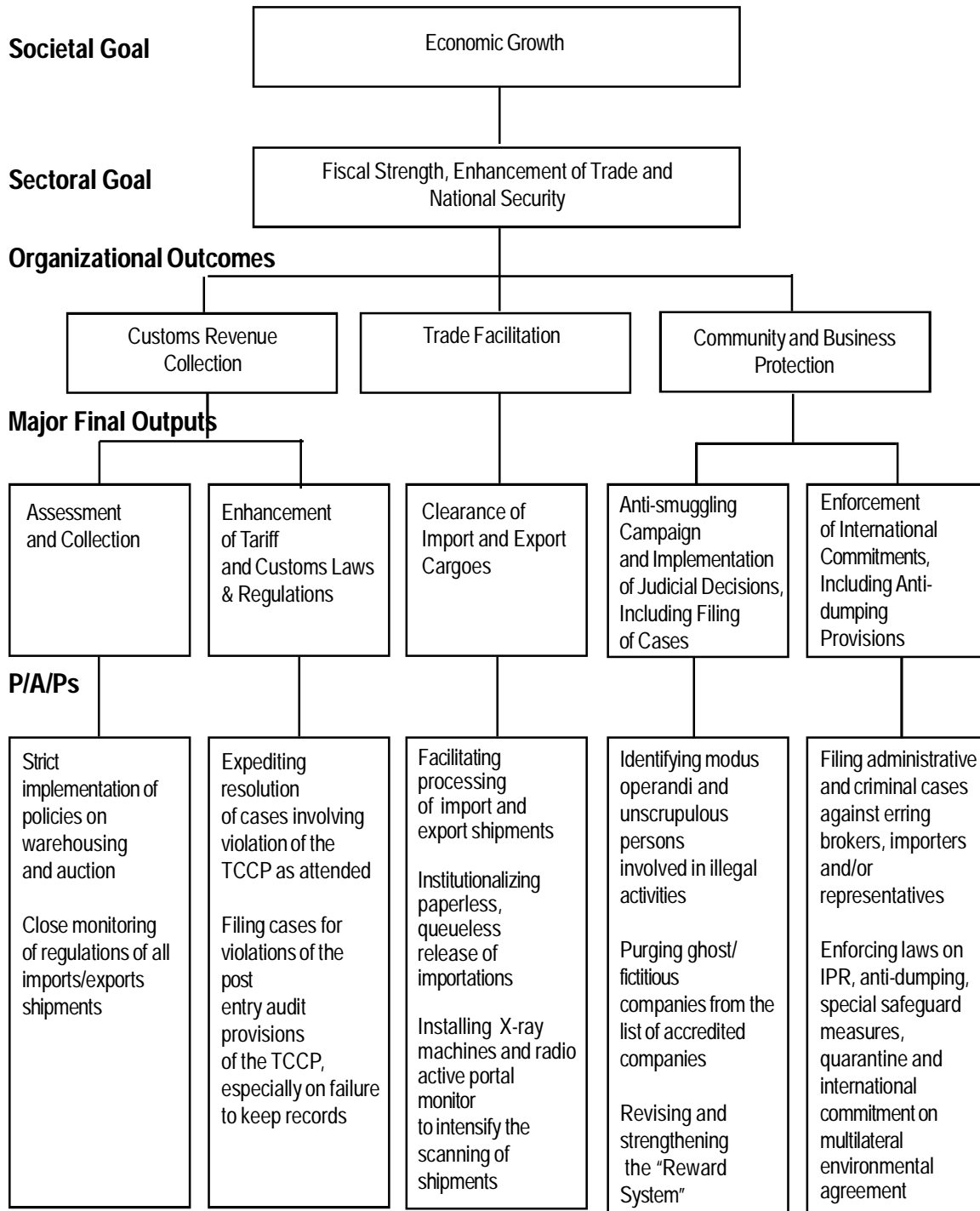
### Legal Basis

- **Act No. 355** (February 6, 1902), "The Philippine Customs Administrative Act", created the customs service of the Philippines to collect all revenues warranted by law.
- **Executive Order No. 127** (January 30, 1987) reorganized/expanded the organization of the Bureau of Customs (BOC)-Central Office by providing units to monitor and coordinate assessment and operations of the Bureau.
- **Executive Order No. 463** (January 9, 1998) created the Management Information System and Technology Group (MISTG) to ensure the implementation of the BOC's computerization program.
- **Republic Act No. 9335** (January 25, 2005), otherwise known as the Attrition Act of 2005, provided for a system of rewards and sanctions to enhance revenue performance through the creation of a Rewards and Incentives Fund and a Revenue Performance Evaluation Board within the Bureau of Internal Revenue and the BOC.

### Mandate

The Bureau of Customs (BOC) implements an effective revenue collection by preventing and suppressing smuggling and the entry of prohibited imported goods. It supervises and controls the entrance and clearance of vessels and aircrafts engaged in foreign commerce. It also enforces the Tariff and Customs Code of the Philippines and all other laws, rules and regulations related to tariff and customs administration.

**LOGICAL FRAMEWORK (BOC)**



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

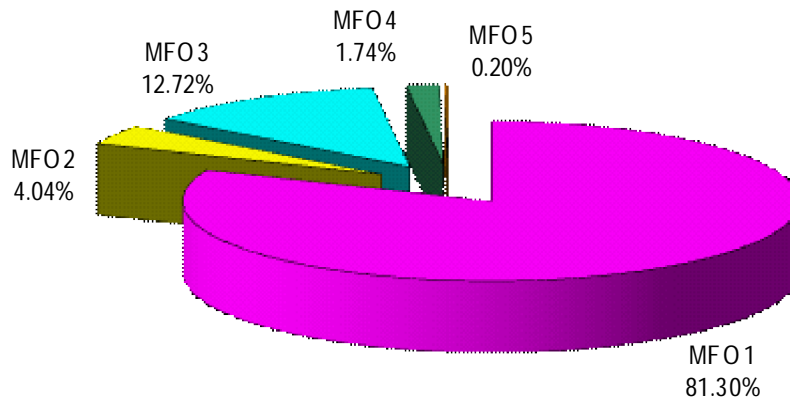
Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Assessment and collection</b>	<b>1,392,568</b>	<b>1,260,189</b>	<b>983,321</b>	<b>7,675,622</b>
Duties and taxes collected (in MP)	275,686	259,240	320,000	365,092
Percentage of collection over target				
<b>MFO 2</b>				
<b>Enforcement of tariff and customs laws and regulations</b>	<b>592,824</b>	<b>506,565</b>	<b>364,770</b>	<b>381,451</b>
No. of CMOs, EOs and RAs issued	50	62	50	105
Number of cases filed against violators of the TCCP as attended	30	30	37	72
<b>MFO 3</b>				
<b>Clearance of import and export cargoes</b>	<b>774,029</b>	<b>476,568</b>	<b>436,226</b>	<b>1,201,392</b>
Value of imports declared (FOB US \$M)	51,800	106,095	64,070	75,602
Value of exports processed (FOB US \$M)	38,700	54,702	53,680	60,122
<b>MFO 4</b>				
<b>Anti-smuggling campaign and implementation of judicial decisions, including filing of cases</b>	<b>228,079</b>	<b>219,673</b>	<b>157,654</b>	<b>164,324</b>
No. of persons/companies identified as being involved in illegal activities	60	133	48	144
<b>MFO 5</b>				
<b>Enforcement of international commitments, including anti-dumping provisions</b>	<b>23,164</b>	<b>23,096</b>	<b>17,856</b>	<b>18,484</b>
No. of cases and value of anti-social goods seized	5	10	5	13
No. of cases where penalties are imposed as a result of the enforcement of multilateral environment agreement	10	1	-	22
<b>TOTAL</b>	<b>3,010,664</b>	<b>2,486,091</b>	<b>1,959,827</b>	<b>9,441,273</b>

Note: FY 2012 includes P6.656B for Tax Refund and Tax Credit Monetization Program.

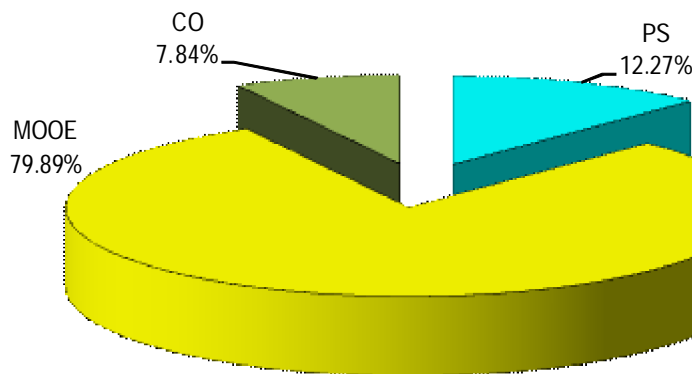
**FY 2012 MFO BUDGET**  
**By MFO/By Expense Class**  
(In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% Share
<b>MFO 1</b> Assessment and collection	532,820	7,135,017	7,785	7,675,622	<b>81.30%</b>
<b>MFO 2</b> Enforcement of tariff and customs laws and regulations	300,422	73,453	7,576	381,451	<b>4.04%</b>
<b>MFO 3</b> Clearance of import and export cargoes	185,452	292,408	723,532	1,201,392	<b>12.72%</b>
<b>MFO 4</b> Anti-smuggling campaign and implementation of judicial decisions, including filing of cases	131,727	31,385	1,212	164,324	<b>1.74%</b>
<b>MFO 5</b> Enforcement of international commitments, including anti-dumping provisions	8,286	10,063	135	18,484	<b>0.20%</b>
<b>TOTAL</b>	<b>1,158,707</b>	<b>7,542,326</b>	<b>740,240</b>	<b>9,441,273</b>	
<b>% Share</b>	<b>12.27%</b>	<b>79.89%</b>	<b>7.84%</b>		<b>100.00%</b>

**By MFO**  
**(Total Budget = P9,441,273,000)**



**By Expense Class**  
**(Total Budget = P9,441,273,000)**





## Bureau of Internal Revenue

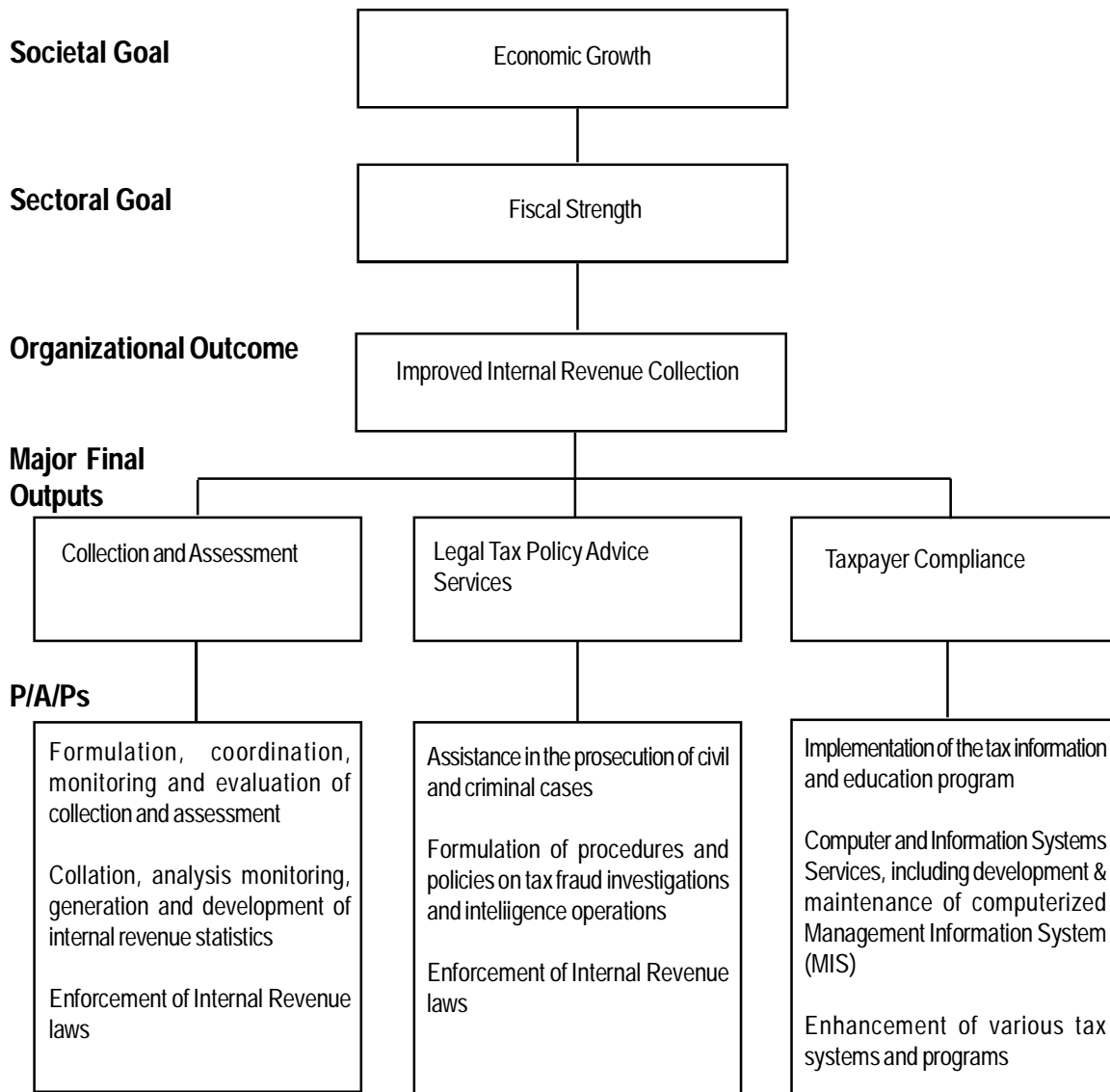
### Legal Basis

- **Reorganization Act No. 1189** (July 2, 1904) created the Bureau of Internal Bureau (BIR), formally organized and made operational under the Secretary of Finance.
- **Executive Order No. 94** (October 1, 1947) re-established the BIR under the new Republic of the Philippines apart from Customs which, under the Japanese era, was known as the Bureau of Customs and Internal Revenue.
- **Executive Order No. 392** (January 1, 1951) reorganized the BIR with the creation of an Assessment Department under which a Withholding Tax Unit was placed when the unit was created later.
- **Republic Act No. 233** (June 19, 1959), or the Rewards Law, provided incentives to informers on tax evaders.
- **Republic Act No. 9335** (January 25, 2005), otherwise known as the Attrition Act of 2005, provided for a system of rewards and sanctions to enhance revenue performance through the creation of a Rewards and Incentives Fund and a Revenue Performance Evaluation Board within the BIR and the Bureau of Customs.

### Mandate

The Bureau of Internal Revenue (BIR) assesses and collects all national internal revenue taxes, fees and charges, and enforces all forfeitures, penalties and fines connected therewith, including the execution of judgments in all cases decided in its favor by the Court of Tax Appeals and the ordinary courts.

**LOGICAL FRAMEWORK (BIR)**



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

Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Collection and Assessment</b>	<b>3,201,826</b>	<b>2,579,697</b>	<b>3,521,312</b>	<b>6,420,148</b>
Attain collection target set by DBCC				
Collection goal (in MP)	875,080	860,441	940,000	1,066,117
<b>MFO 2</b>				
<b>Legal and Tax Policy Advice Services</b>	<b>1,495,093</b>	<b>1,495,093</b>	<b>1,129,391</b>	<b>1,116,258</b>
No. of rulings visited	5,226	3,201	5,226	5,226
<b>MFO 3</b>				
<b>Taxpayer Compliance</b>	<b>2,939,107</b>	<b>2,433,295</b>	<b>2,342,894</b>	<b>3,185,664</b>
No. of taxpayers visited/tax mapped	109,081	55,216	109,081	109,081
<b>TOTAL</b>	<b>7,636,026</b>	<b>6,508,085</b>	<b>6,993,597</b>	<b>10,722,070</b>

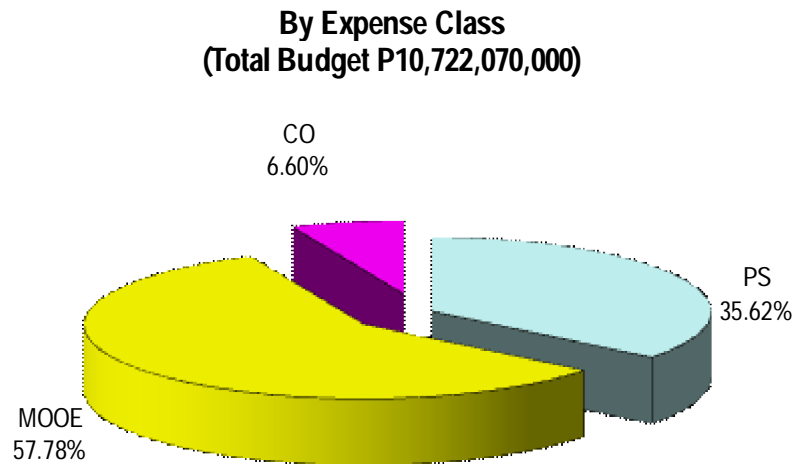
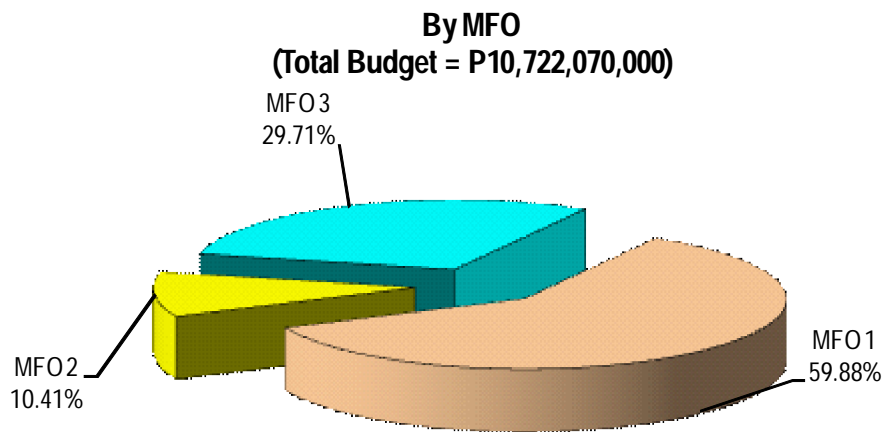
Note: Includes the following:

RLIP	278,116	279,675	295,254
Tax Refund	445,176	1,000,000	3,313,161
Special Account in the General Fund			417,136
	<u>723,292</u>	<u>1,279,675</u>	<u>4,025,551</u>

## FY 2012 MFO BUDGET

### By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% SHARE
<b>MFO 1</b>					
Collection and Assessment	1,710,520	4,260,950	448,678	6,420,148	59.88%
<b>MFO 2</b>					
Legal and Tax Policy Advice Services	652,903	426,400	36,955	1,116,258	10.41%
<b>MFO 3</b>					
Taxpayer Compliance	1,456,285	1,507,449	221,930	3,185,664	29.71%
<b>TOTAL</b>	<b>3,819,708</b>	<b>6,194,799</b>	<b>707,563</b>	<b>10,722,070</b>	
<b>% SHARE</b>	<b>35.62%</b>	<b>57.78%</b>	<b>6.60%</b>		<b>100.00%</b>







## Bureau of Local Government Finance

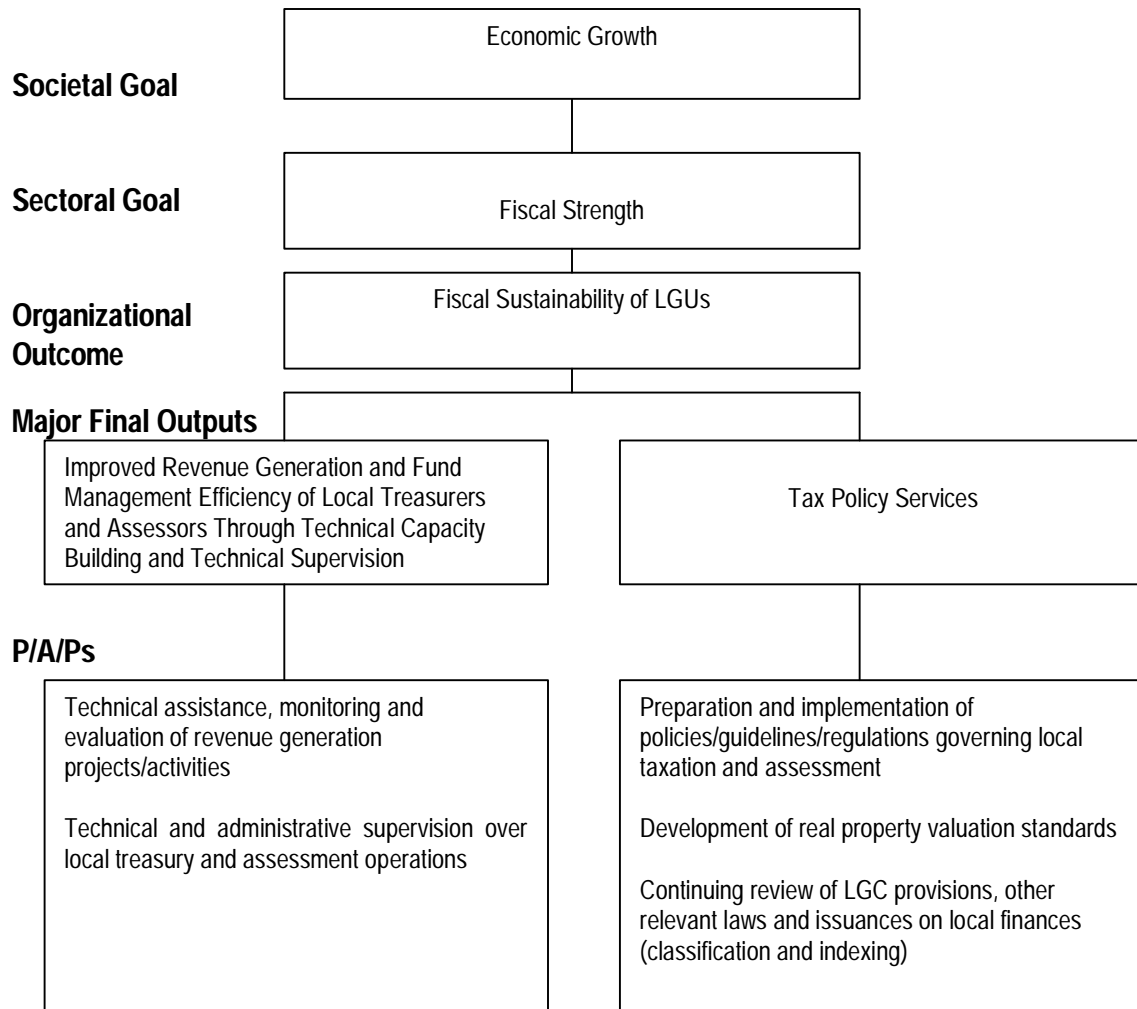
### Legal Basis

- **Executive Order No. 127** (January 30, 1987) reorganized the Department of Finance (DOF), elevating thereby the Office of Local Government Finance to a Bureau.
- **Executive Order No. 292** (July 25, 1987), or the Administrative Code of 1987, further strengthened the operating bureaus under the DOF, including that of the Bureau of Local Governance Finance.

### Mandate

The Bureau of Local Government Finance (BLGF) is responsible over the fiscal affairs of the local government sector. It provides a catalyst role in assisting LGUs achieve sustainable and effective financial management, making them contributors to national development objectives.

**LOGICAL FRAMEWORK (BLGF)**



## PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

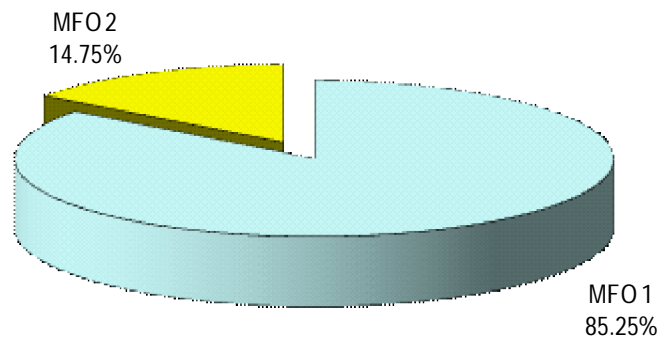
Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Improved Revenue Generation and Fund Management Efficiency of Local Treasurers and Assessors Through Technical Capacity Building and Technical Supervision</b>	<b>191,034</b>	<b>176,760</b>	<b>162,802</b>	<b>154,649</b>
100% collection efficiency on the four (4) components of the Revenue Generation Program				
- Real Property Tax ( P' 000 )	42,021	37,130	44,963	44,963
- Business Tax ( P' 000 )	31,806	34,724	33,396	33,396
- Fees and Charges ( P' 000 )	10,424	11,772	10,841	10,841
- Economic Enterprises (P' 000 )	9,508	10,685	9,983	9,983
<b>MFO 2</b>				
<b>Tax Policy Services</b>	<b>28,385</b>	<b>26,116</b>	<b>26,098</b>	<b>26,753</b>
No. of requests acted upon with appropriate opinions or rulings	Demand - Driven	Demand - Driven	Demand - Driven	Demand - Driven
<b>TOTAL</b>	<b>219,419</b>	<b>202,876</b>	<b>188,900</b>	<b>181,402</b>

## FY 2012 MFO BUDGET

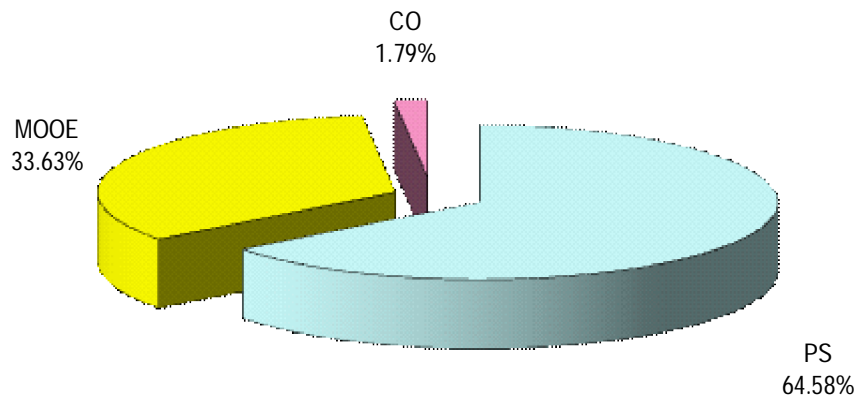
### By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% SHARE
<b>MFO 1</b> Improved revenue generation and fund management efficiency of local treasurers and assessors through technical capacity building and technical supervision	99,008	52,684	2,957	154,649	85.25%
<b>MFO 2</b> Tax Policy Services	18,146	8,314	293	26,753	14.75%
<b>TOTAL</b>	<b>117,154</b>	<b>60,998</b>	<b>3,250</b>	<b>181,402</b>	
<b>% SHARE</b>	<b>64.58%</b>	<b>33.63%</b>	<b>1.79%</b>		<b>100.00%</b>

**By MFO**  
(Total Budget = P181,402,000)



**By Expense Class**  
(Total Budget = P181,402,000)





## Bureau of the Treasury

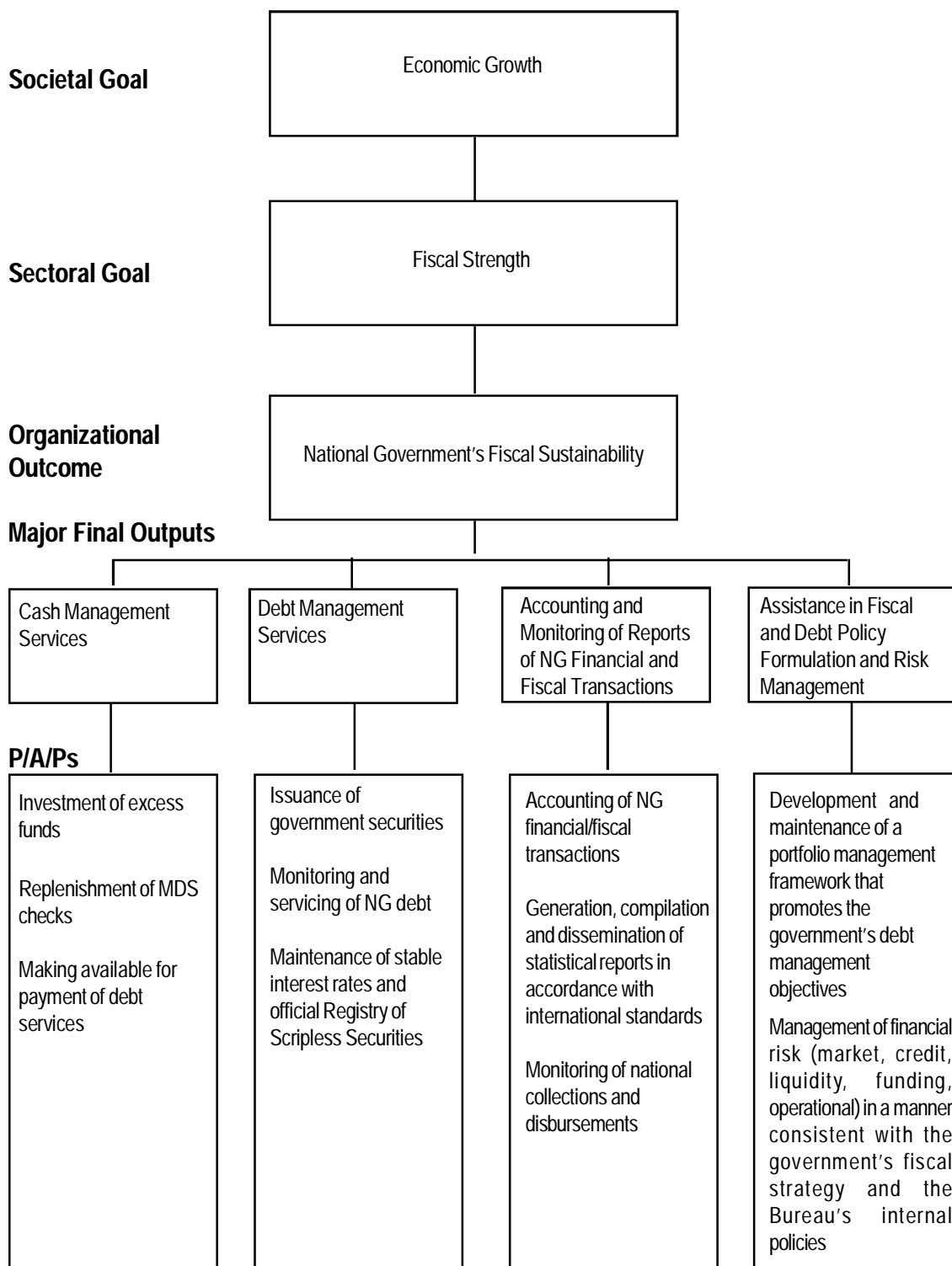
### Legal Basis

- **Aguinaldo Act of 1897** (November 2, 1897), appointing the nation's first National Treasurer, created the Bureau of Treasury whose principal functions were the imposition and collection of taxes.
- **Philippine Commission Act** (October 3, 1900) created the Bureau of Insular Treasury tasked to receive and disburse public funds and to account for same, and provided for the supervision of the country's banks.
- **Act No. 222** (September 6, 1901) placed the Bureau of Insular Treasury under the executive control of the Department of Finance and Justice.
- **Act No. 1407** (October 26, 1905), as amended by Act No. 1679, renamed the Bureau of Insular Treasury to Bureau of the Treasury (BTr), given the additional task of coinage and currency supervision.
- **Executive Order No. 449** (October 17, 1997) reorganized the BTr under the Department of Finance.

### Mandate

The Bureau of the Treasury (BTr) acts as principal custodian of the financial assets of the National Government (NG). It makes funds available for the various programs and projects of the government. It assists in the formulation of policies on borrowing, investment and capital market development, in managing the cash resources, collecting taxes made by NG and guarantee forward cover fees due NG, and in controlling and servicing its public debt, both foreign or domestic.

**LOGICAL FRAMEWORK (BTr)**



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

Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Cash Management Services</b>	<b>288,691</b>	<b>287,150</b>	<b>71,019</b>	<b>59,342</b>
Ensuring enough funds to cover the periodic requirement of the government (in MP)				
Interest income on deposits (in MP)	3,606	2,224	2,708	3,018
Interest income on BSF ISSF (in MP)	27,804	23,816	23,963	30,385
<b>MFO 2</b>				
<b>Debt Management Services</b>	<b>54,363</b>	<b>54,358</b>	<b>81,856</b>	<b>69,457</b>
Cost of government debt portfolio				
Volume of government securities issued (in MP)				
T-Bills	762,993	419,324	546,575	914,283
T-Bonds	407,022	437,472	537,019	406,640
<b>MFO 3</b>				
<b>Accounting and Monitoring of Reports of NG Financial and Fiscal Transactions</b>	<b>344,574</b>	<b>336,372</b>	<b>476,838</b>	<b>415,162</b>
% accuracy and completeness of financial reports submitted to COA and other fiscal authorities	100% accurate and complete	100% accurate and complete	100% accurate and complete	100% accurate and complete
% accuracy and completeness of statistical data series	100% accurate and complete	100% accurate and complete	100% accurate and complete	100% accurate and complete
<b>MFO 4</b>				
<b>Assistance in Fiscal Debt Policy Formulation as well as Risk Management</b>				
% acceptability of the frameworks and attainment of public debt management goals				
% efficiency of public debt management				
% acceptance of sufficient operational guidelines				
<b>GRAND TOTAL</b>	<b>687,628</b>	<b>677,880</b>	<b>629,713</b>	<b>543,961</b>

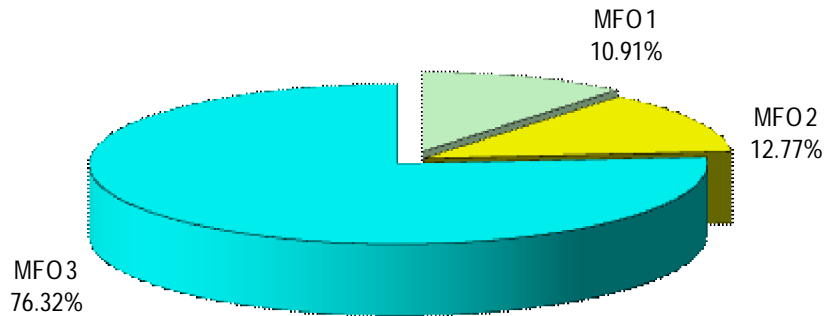
Note: FY 2010 excludes Customs Duties and Taxes of P7.060B.

## FY 2012 MFO BUDGET

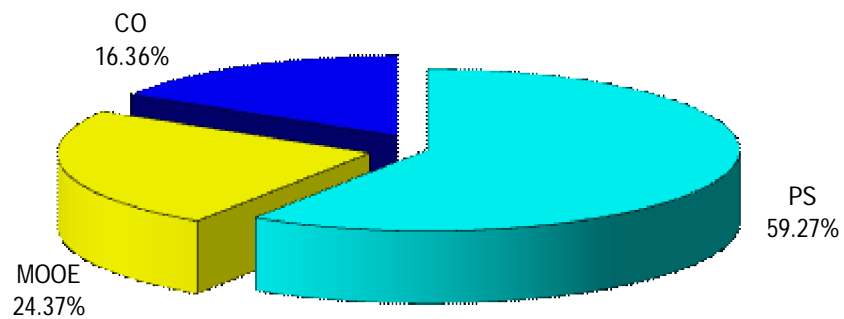
### By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% SHARE
<b>MFO 1</b> Cash Management Services	32,512	17,470	9,360	59,342	10.91%
<b>MFO 2</b> Debt Management Services	33,373	25,128	10,956	69,457	12.77%
<b>MFO 3</b> Accounting and Monitoring of Reports of NG Financial and Fiscal Transactions	256,543	89,955	68,664	415,162	76.32%
<b>MFO 4</b> Assistance in Fiscal Debt Policy Formulation as well as Risk Management	-	-	-	-	0%
<b>TOTAL</b>	<b>322,428</b>	<b>132,553</b>	<b>88,980</b>	<b>543,961</b>	
<b>% SHARE</b>	<b>59.27%</b>	<b>24.37%</b>	<b>16.36%</b>		<b>100.00%</b>

**By MFO**  
(Total Budget = P543,961,000)



**By Expense Class**  
(Total Budget = P543,961,000)







## Central Board of Assessment Appeals

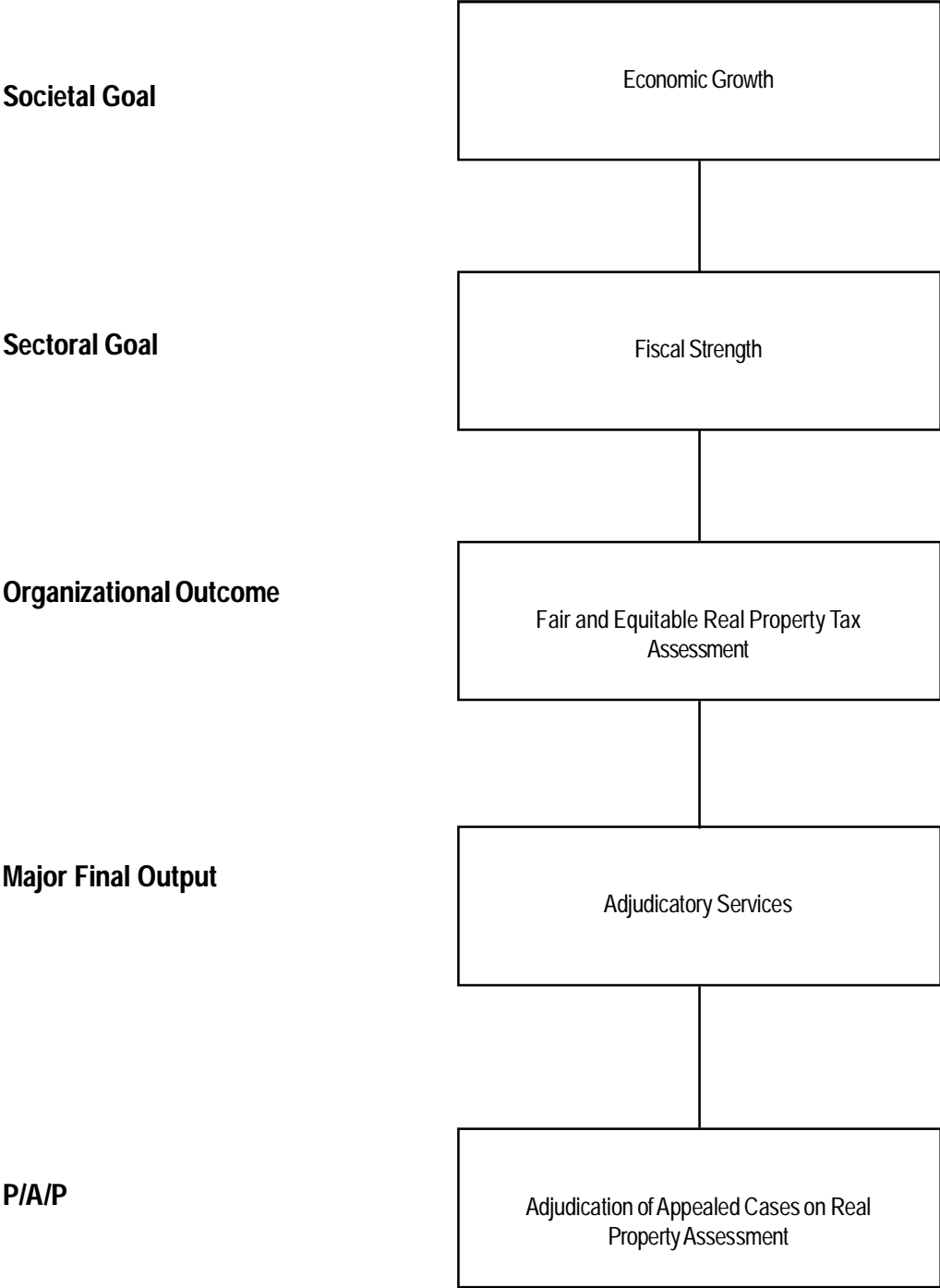
### Legal Basis

- **Presidential Decree No. 25** (s.1972), as amended, created a Central Board of Tax Appeals, the forerunner of the Central Board of Assessment Appeals, composed of the Secretary of Finance, as Chairman; and the Secretaries of Justice and of Local Government and Community Development, as members.
- **Presidential Decree No. 464** (June 1, 1974), or the Real Property Tax Code, authorized the Central Board of Assessment Appeals (CBAA) with the same composition, powers and duties of what used to be the Central Board of Tax Appeals.
- **Republic Act No. 7160** (October 10, 1991), otherwise known as the Local Government Code of 1991, transformed the CBAA into an independent collegial appellate quasi-judicial body which decides on appeals before it, actions taken by the Local Board of Assessment Appeals of municipalities and cities of Metro Manila and provincial and city Local Board of Assessment Appeals nationwide.

### Mandate

The Central Board of Assessment Appeals (CBAA) warrants the observance of the due-process-of-law clause in the assessment and collection of real property taxes by the government, and ensures that the taxpayers are given the opportunity to be heard.

**LOGICAL FRAMEWORK (CBAA)**



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

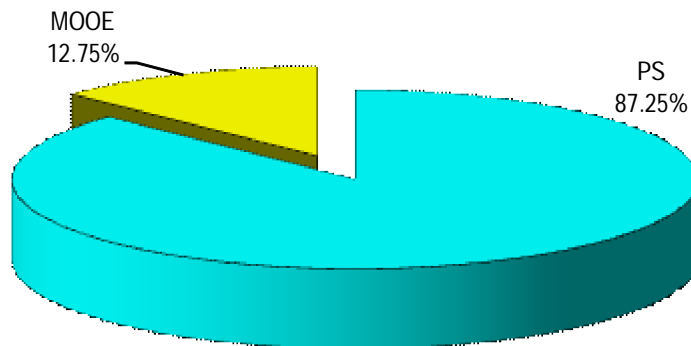
Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO</b>	<b>10,262</b>	<b>10,010</b>	<b>8,878</b>	<b>9,278</b>
<b>Adjudicatory Services</b>				
Hearings/Ocular Inspections	20	49	27	32
Decisions	3	16	7	10
<b>Total</b>	<b>10,262</b>	<b>10,010</b>	<b>8,878</b>	<b>9,278</b>

**FY 2012 MFO BUDGET**

**By MFO/By Expense Class**  
(In Thousand Pesos)

Particulars	PS	MOOE	CO	Total	% Share
<b>MFO</b>	8,095	1,183	-	9,278	100%
Adjudicatory Services					
<b>Total</b>	<b>8,095</b>	<b>1,183</b>	<b>-</b>	<b>9,278</b>	
<b>% Share</b>	<b>87.25%</b>	<b>12.75%</b>			<b>100.00%</b>

**By Expense Class**  
(Total Budget = P9,278,000)





## Cooperative Development Authority

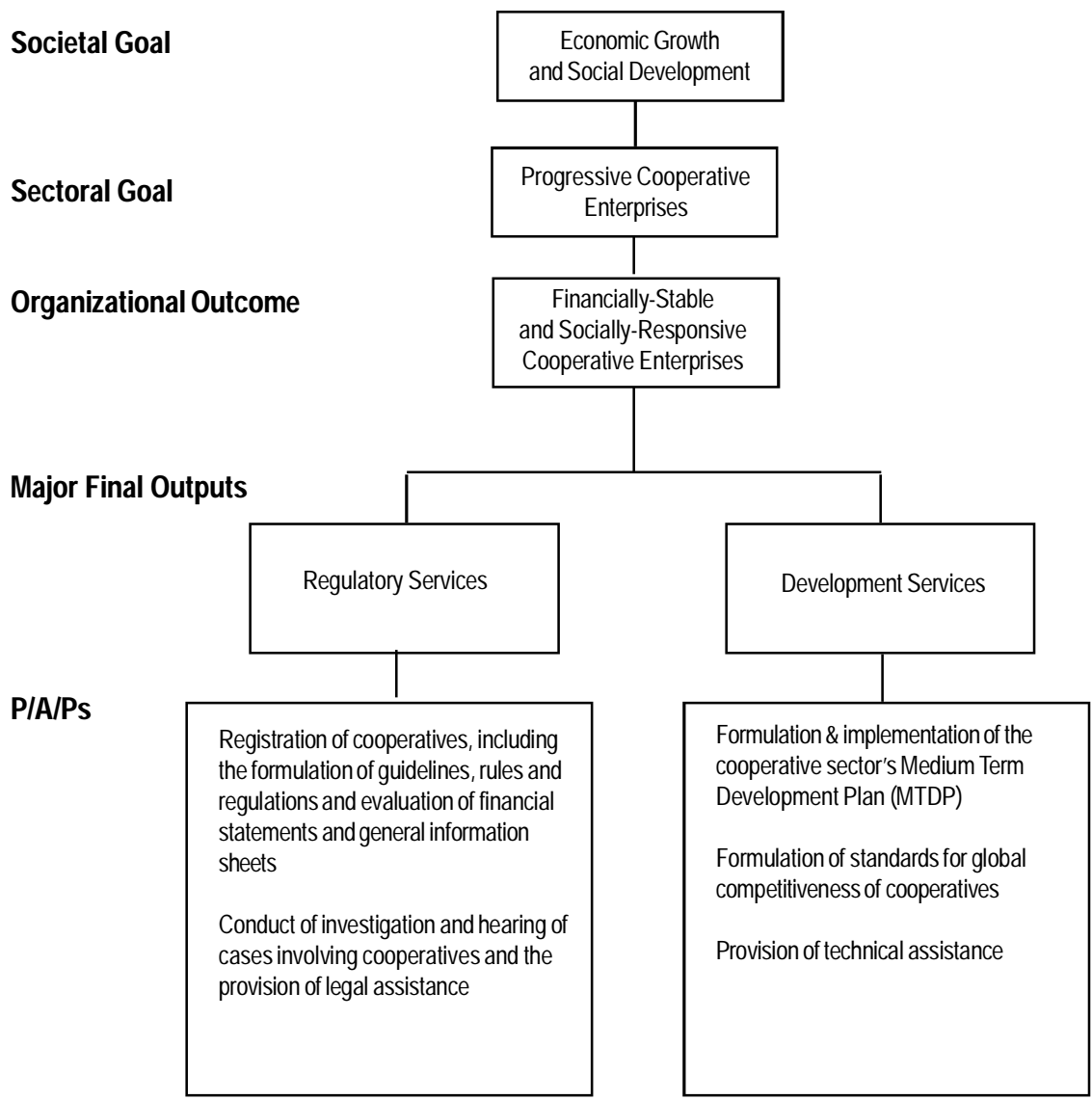
### Legal Basis

- **The Philippine Constitution of 1987** provides for Congress to create an Agency that will promote the viability and growth of cooperatives as instruments for social justice and economic development.
- **Republic Act No. 6939** (March 10, 1990) created the Cooperative Development Authority (CDA) under the Office of the President (OP) to unify government efforts in the promotion and development of cooperatives and rationalize rules and policies on cooperative registration under one agency.
- **Executive Order No. 332** (July 16, 2004) transferred the CDA from OP to the Department of Finance.

### Mandate

The Cooperative Development Authority (CDA), as the lead government agency in the regulation of cooperatives, promotes the viability and growth of cooperatives as instruments of equity, social justice, and economic development.

**LOGICAL FRAMEWORK (CDA)**



## PERFORMANCE MEASURES AND TARGETS

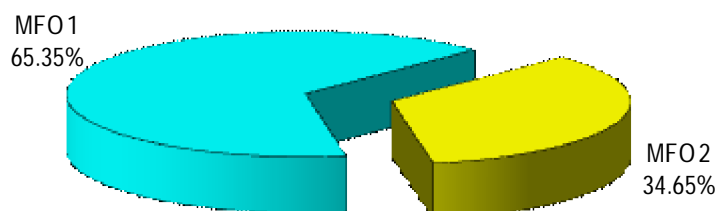
(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Regulatory services</b>	<b>200,065</b>	<b>192,777</b>	<b>177,652</b>	<b>210,389</b>
No. of coops registered (new)	2,000	2,000	1,111	1,111
No. of new cooperative members		7,150,748	2,000,000	3,750,000
No. of operating cooperatives supervised/monitored	24,306	24,865	24,306	14,787
<b>MFO 2</b>				
<b>Developmental services</b>	<b>119,976</b>	<b>113,395</b>	<b>96,653</b>	<b>111,541</b>
No. of technical assistance provided to cooperatives	20,675	20,675	23,943	23,943
No. of coop-members/beneficiaries capacitated/trained	47,800	47,800	52,733	52,733
<b>TOTAL</b>	<b>320,041</b>	<b>306,172</b>	<b>274,305</b>	<b>321,930</b>

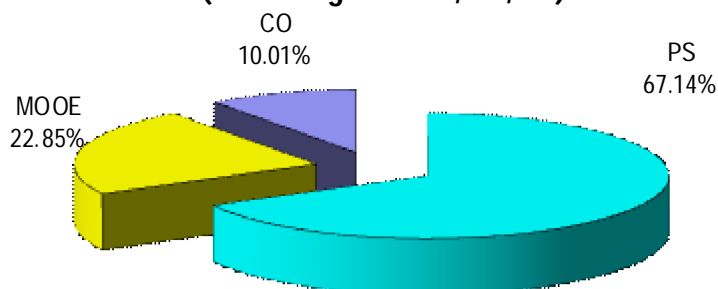
### FY 2012 MFO BUDGET By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	Total	% Share
<b>MFO 1</b>					
Regulatory Services	141,764	46,525	22,100	210,389	65.35%
<b>MFO 2</b>					
Developmental Services	74,394	27,047	10,100	111,541	34.65%
<b>Total</b>	<b>216,158</b>	<b>73,572</b>	<b>32,200</b>	<b>321,930</b>	
<b>% Share</b>	<b>67.14%</b>	<b>22.85%</b>	<b>10.01%</b>		<b>100.00%</b>

#### By MFO (Total Budget = P321,930,000)



#### By Expense Class (Total Budget = P321,930,000)





## Insurance Commission

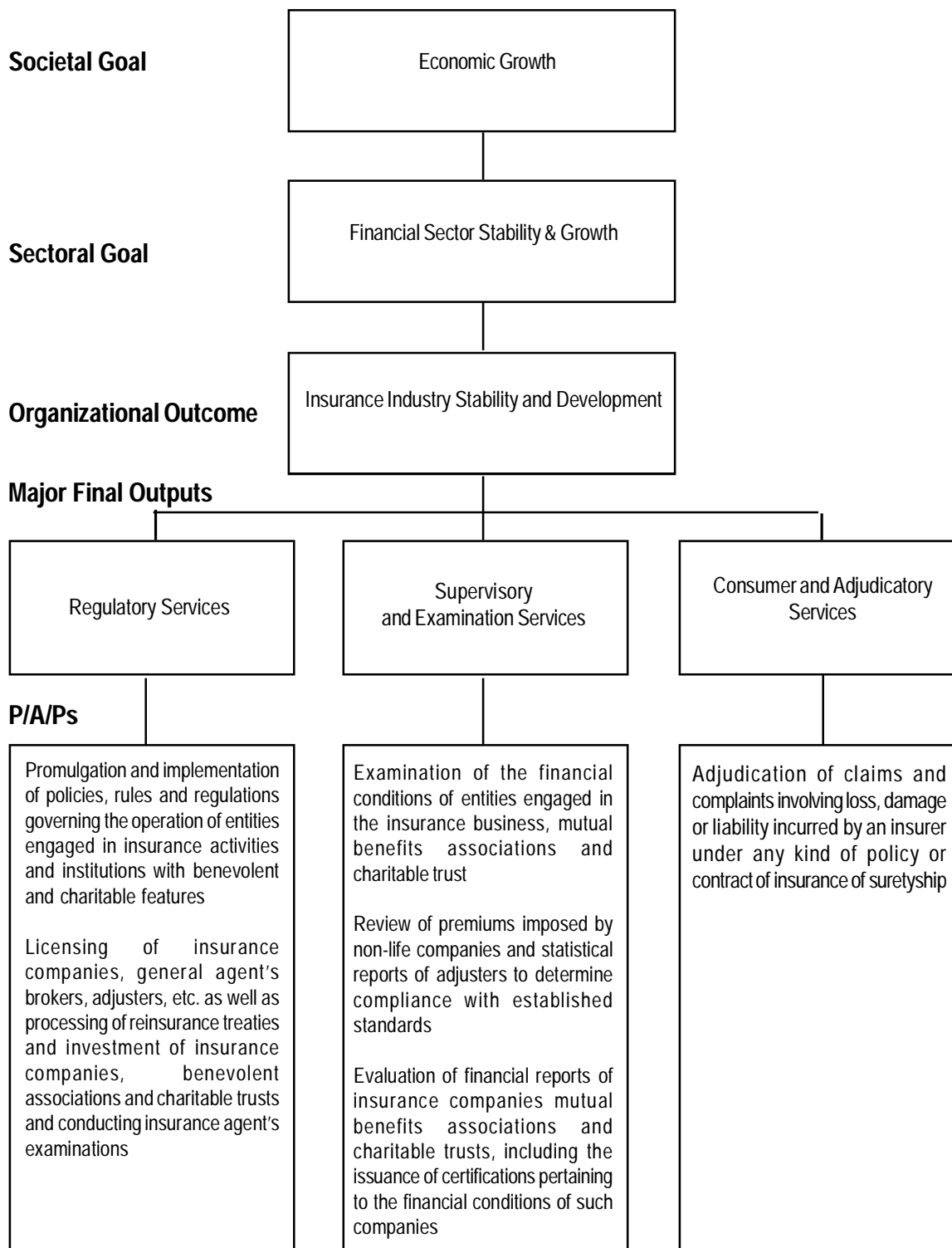
### Legal Basis

- **Republic Act No. 275** (January 3, 1949) created the Office of the Insurance Commissioner (from the Bureau of Banking) to assess insurance companies, insurance agents, and insurance-related matters.
- **Presidential Decree No. 63** (November 20, 1972) amended certain sections of the Insurance Commission Act and provided that the Office of the Insurance Commissioner be known as the Insurance Commission.

### Mandate

The Insurance Commission (IC) promotes growth and financial stability of insurance companies, professionalizes insurance services, and develops insurance consciousness among the general populace. It is responsible for establishing a sound national insurance market, and for safeguarding the rights and interests of the insuring public.

**LOGICAL FRAMEWORK (IC)**





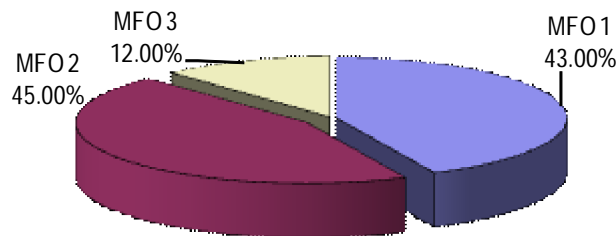
**PERFORMANCE MEASURES AND TARGETS**  
(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Regulatory Services</b>	<b>86,358</b>	<b>52,232</b>	<b>62,682</b>	<b>89,425</b>
Licenses/Certificates of Authority & Registration Issued	56,500	57,539	62,150	68,365
Income from Forex Issuance (P-000)	67,000	30,355	73,700	60,803
<b>MFO 2</b>				
<b>Supervisory and Examination Services</b>	<b>96,374</b>	<b>52,041</b>	<b>62,453</b>	<b>93,585</b>
Penalty collected from violation of tariff rules	445,000	16,131	489,500	539,000
<b>MFO 3</b>				
<b>Consumer and Adjudicatory Services</b>	<b>33,517</b>	<b>15,088</b>	<b>18,106</b>	<b>24,956</b>
Information/assistance rendered	25,908	1,610,131	28,499	31,349
Claims settled/adjudicated	650	1,303	715	787
<b>TOTAL</b>	<b>216,249</b>	<b>119,361</b>	<b>143,241</b>	<b>207,966</b>

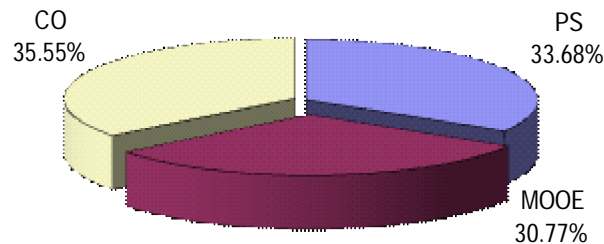
**FY 2012 MFO BUDGET**  
**By MFO/By Expense Class**  
(In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% Share
<b>MFO 1</b>	30,119	27,514	31,792	89,425	<b>43.00%</b>
Regulatory Services					
<b>MFO 2</b>	31,520	28,794	33,271	93,585	<b>45.00%</b>
Supervisory and Examination Services					
<b>MFO 3</b>	8,405	7,679	8,872	24,956	<b>12.00%</b>
Consumer and Adjudicatory Services					
<b>TOTAL</b>	<b>70,044</b>	<b>63,987</b>	<b>73,935</b>	<b>207,966</b>	
<b>% Share</b>	<b>33.68%</b>	<b>30.77%</b>	<b>35.55%</b>		<b>100.00%</b>

**By MFO**  
(Total Budget = P207,966,000)



**By Expense Class**  
(Total Budget = P207,966,000)





## National Tax Research Center

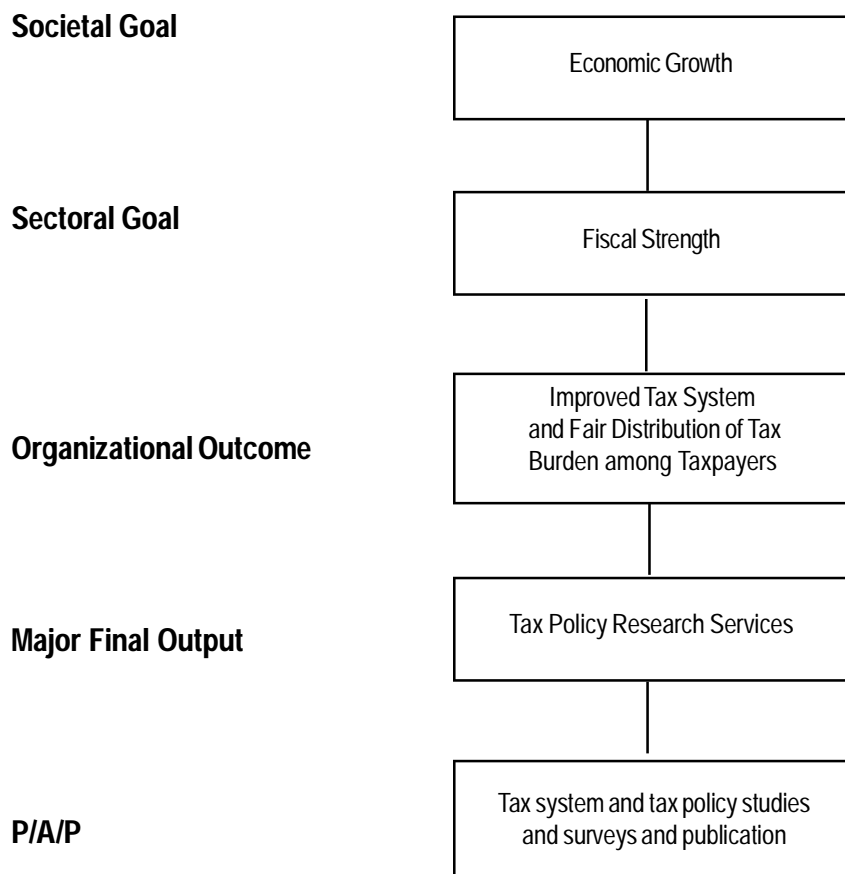
### Legal Basis

- **Republic Act No. 2211** (May 15, 1959) created the Joint Legislative Executive Tax Commission (JLETC), institutionalizing tax research in the Philippines.
- **Presidential Decree No. 74** (December 6, 1972) organized the National Tax Research Center (NTRC) (from the conversion of the JLETC's Technical Staff) as a single-headed agency under the administrative supervision of the National Economic and Development Authority (NEDA).
- **Executive Order No. 127** (January 30, 1987) transferred the NTRC to the Department of Finance as an attached agency.

### Mandate

The National Tax Research Center (NTRC) conducts continuing research in taxation "to restructure the tax system and raise the level of tax consciousness among our people to achieve a faster rate of economic growth and to bring about a more equitable distribution of wealth and income."

**LOGICAL FRAMEWORK (NTRC)**



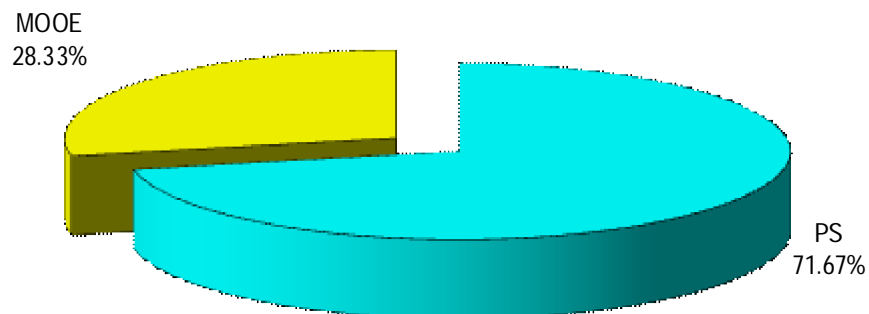
**PERFORMANCE MEASURES AND TARGETS**  
(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO</b>				
<b>Tax policy research services</b>	<b>43,094</b>	<b>43,008</b>	<b>39,786</b>	<b>42,612</b>
Number of studies, tax proposals, tax assessments and evaluations, and comments made aimed at rationalizing the tax structure and improving tax fiscal policy	27 studies 10 Tax assessments 30 evaluations	35 studies 15 Tax assessments 104 evaluations	32 studies 14 Tax assessments 36 evaluations	33 studies 14 Tax assessments 37 evaluations
<b>Total</b>	<b>43,094</b>	<b>43,008</b>	<b>39,786</b>	<b>42,612</b>

**FY 2012 MFO BUDGET**  
**By MFO/By Expense Class**  
(In Thousand Pesos)

Particulars	PS	MOOE	CO	Total	% Share
<b>MFO</b>					
Tax policy research services	30,539	12,073		42,612	100.00%
<b>Total</b>	<b>30,539</b>	<b>12,073</b>	-	<b>42,612</b>	
<b>% Share</b>	<b>71.67%</b>	<b>28.33%</b>	<b>0.00%</b>		<b>100.00%</b>

**By Expenses Class**  
(Total Budget = P42,612,000)





## Privatization and Management Office

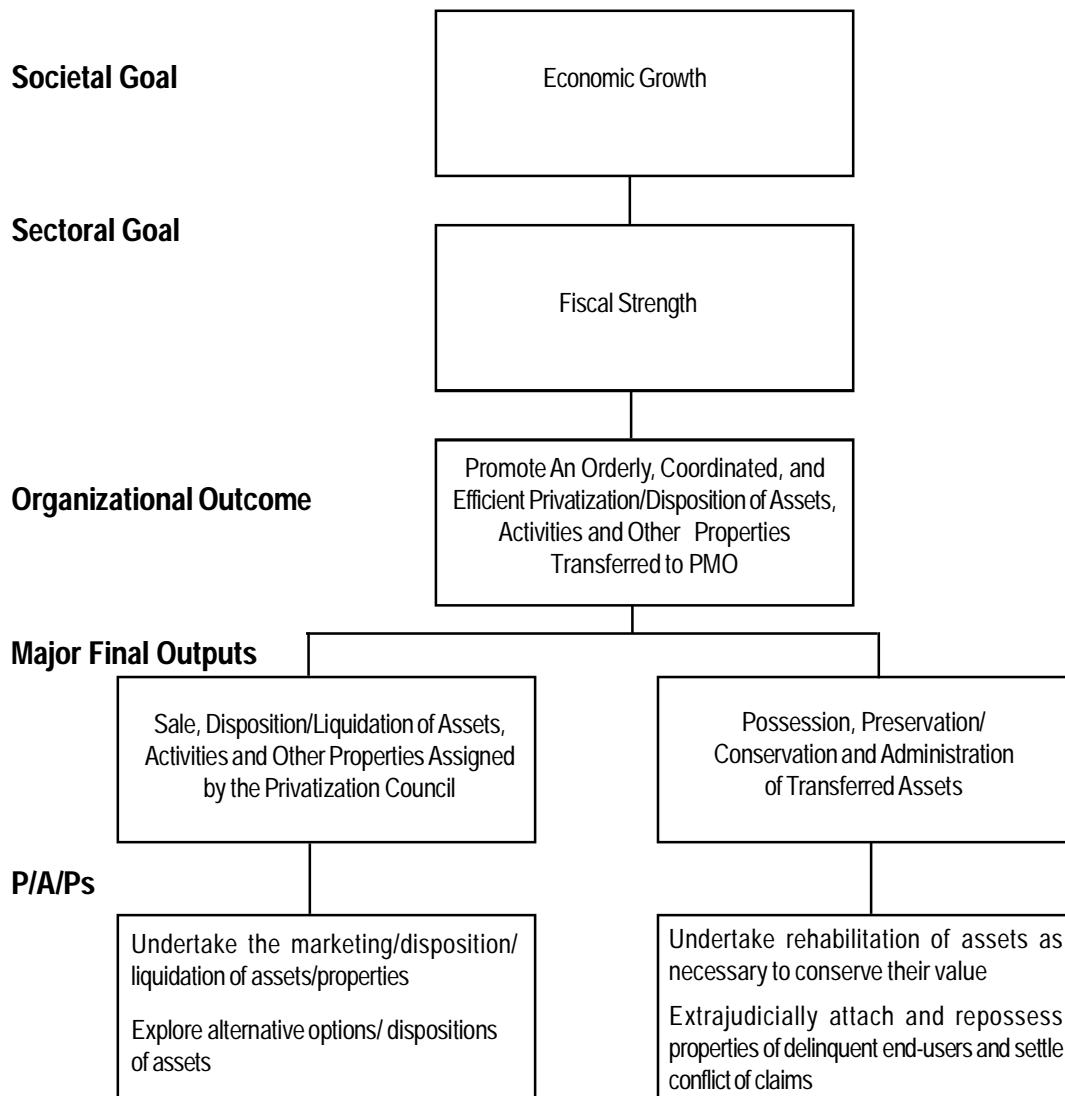
### Legal Basis

- **Executive Order No. 323** (December 6, 2000) created the Privatization Council (PrC) and Privatization and Management Office (PMO) to promote an orderly, coordinated, and efficient privatization of government corporations, assets, activities and idle properties.
- **Executive Order No. 47** (November 17, 2005) directed the merger of the Board of Liquidators (BoL) with the PMO, the latter as the surviving entity to undertake the functions of BoL under Executive Order No. 371, series 1950, as amended.

### Mandate:

The Privatization and Management Office (PMO) generates income through the privatization/liquidation of government corporations and properties with the prior approval of the Privatization Council.

**LOGICAL FRAMEWORK (PMO)**



## PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

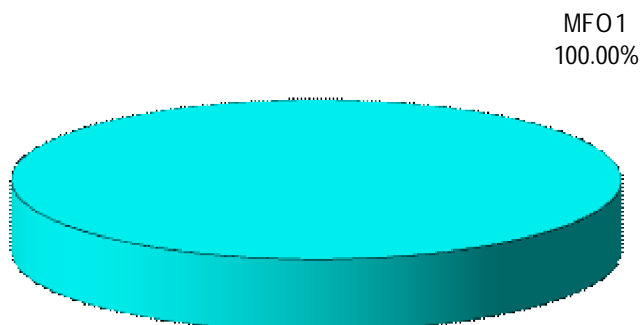
Particulars	FY 2010		FY 2011	FY 2012
	Target/Amount	Actual/Amount	Target/Amount	Target/Amount
<b>MFO 1</b>				
<b>Sale, Disposition/Liquidation of Assets, Activities and Other Properties Assigned by the Privatization Council</b>	<b>36,749</b>	<b>31,495</b>	<b>28,651</b>	<b>28,651</b>
Remittance of disposition proceeds to BTr (P'000)	533,121	439,823	547,560	547,560
<b>MFO 2</b>				
<b>Possession, Preservation/Conservation and Administration of Transferred Assets</b>	-			
No. of cases studied	-	-	-	-
<b>Total</b>	<b>36,749</b>	<b>31,495</b>	<b>28,651</b>	<b>28,651</b>

## FY 2012 MFO BUDGET

### By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	Total	% Share
<b>MFO 1</b> Sale, disposition/liquidation of assets, activities and other properties assigned by the Privatization Council	28,651		-	28,651	100.00%
<b>MFO 2</b> Possession, preservation/conservation and administration of transferred assets	-		-	-	-
<b>Total</b>	<b>28,651</b>	-	-	<b>28,651</b>	
<b>% Share</b>	<b>100.00%</b>				<b>100.00%</b>

### By MFO (Total Budget = P28,651,000)



### By Expense Class (Total Budget = P28,651,000)

