

2018 NATIONAL BUDGET

A Budget that Reforms and Transforms

As the first budget crafted and owned by the Duterte Administration, the **PhP3.767 trillion National Budget for 2018** seeks to strengthen the country's foothold in the implementation of reforms that will bring about positive and lasting transformation.



Higher than the 2017 budget of PhP3.350 trillion, the proposed Budget represents 21.6% of the country's projected gross domestic product for 2018.

PhP417 B

Increase in the Budget from 2017 to 2018



12.4%

Percentage increase in the Budget from 2017

The PhP3.767 trillion Budget for 2018 will make a difference in the lives of all Filipinos as the **social services sector** continues to get the biggest allocation at **37.8% or PhP1,425.7 B**. This will primarily fund human capital investments such as education and health.

The **economic sector**, on the other hand, remains the second largest recipient at **30.6% or PhP1,153.6 B** to build critical and labor-intensive infrastructure programs such as roads, bridges, airports, ports, and railways.

BUDGET DIMENSION BY SECTOR

37.8%

Social Services
PhP1,425.7 B

30.6%

Economic Services
PhP1,153.6 B

17.4%

General Public Services
PhP655.4 B

9.9%

Debt Burden
PhP370.8 B

4.3%

Defense
PhP161.5 B

TOP 10 RECIPIENTS

1 Department of Education (including SUCs, CHED, TESDA)
PhP672.4 B

2 Department of Public Works and Highways
PhP637.9 B

3 Department of the Interior and Local Government
PhP170.8 B

4 Department of Health (including PHIC's budget)
PhP167.9 B

5 Department of National Defense
PhP149.7 B

6 Department of Social Welfare and Development
PhP141.8 B

7 Department of Transportation
PhP66.3 B

8 Department of Agriculture
PhP53.5 B

9 Autonomous Region in Muslim Mindanao
PhP33.1 B

10 Department of Environment and Natural Resources
PhP24.9 B

HIGHLIGHTS OF THE 2018 BUDGET

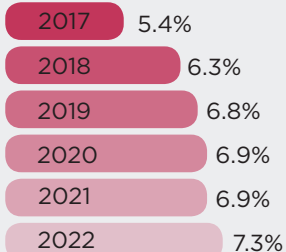
MAKE UP FOR NEGLECT IN INFRASTRUCTURE



The 2018 Budget invests heavily in infrastructure with the help of the government's Build, Build, Build Program:

PhP1.1 T

Infrastructure budget is equivalent to 6.3% of GDP, consistent with President Duterte's commitment to ramp up infrastructure spending to about 7.3% of GDP by 2022.



Huge increases in the budget of two major infrastructure agencies

| Agency | 2017 | 2018 | Growth Rate (2017-2018) |
|---|------------|------------|-------------------------|
| Department of Public Works and Highways | PhP454.7 B | PhP637.9 B | 40.3% |
| Department of Transportation | PhP53.3 B | PhP66.3 B | 24.4% |

REDUCE HUNGER RATE; REDISTRIBUTE LAND TO LANDLESS FARMERS



The 2018 Budget will open up more opportunities for Filipinos, particularly the farmers and fisherfolk who belong to the poorest sector. Major allocations include:

Agricultural Development

PhP3.5 B for the Philippine Crop Insurance Corporation to cover the full insurance premium of subsistence farmers and fisherfolk for insuring crops, livestock, fisheries, and non-crop agricultural assets.

PhP1.05 B for the Agricultural Credit Policy Council to extend easily accessible loan programs or credit facilities to farmers and fisherfolk.

Distribution of Land to Landless Farmers



PhP9.9 B for the Department of Agrarian Reform for land distribution to agrarian reform beneficiaries and ensure land tenure security.

ACCELERATE HUMAN CAPITAL DEVELOPMENT



The 2018 Budget funds programs and strategies that invest in human capital development:

| | | |
|--------------|-------------------|--|
| DepEd | PhP553.3 B | Implementation of the K-to-12 Program, creation of teaching and non-teaching positions |
| SUCs | PhP62.1 B | Operations and improvements of public education institutions |
| CHED | PhP49.4 B | Scholarships, grants, and subsidies for higher education |
| TESDA | PhP7.6 B | Training of competitive and technically-proficient students who are employable |

Health for All



PhP167.9 B

Doctors to the Barrios

Construction of treatment and rehabilitation centers in the provinces

Improvement of existing health facilities through the Health Facilities Enhancement Program

Free services to the poor in government hospitals

Reduce Vulnerability of Individuals and Families



PhP141.8 B

10.5% higher than its 2017 budget

Conditional Cash Transfer Program

Social Pension for Indigent Senior Citizens

Supplementary Feeding Program

FULFILLMENT OF THE PRESIDENT'S PROMISES



The 2018 Budget stays true to the promises of President Duterte:

| Commitment | Description | Budget |
|---|---|-----------|
| 1 Universal Access to Tertiary Education | Free tuition program for college students in SUCs | PhP40.0 B |
| 2 Subsidy for Irrigation Service Fees | Free irrigation services for farmers | PhP2.0 B |
| 3 Salary Increase of Military and Uniformed Personnel (MUP) | Increase in the base pay of MUP by an average of 58.7% for all ranks | PhP64.2 B |
| 4 Marawi Rehabilitation and Recovery Program | Funding for infrastructure, housing, healthcare, education, and livelihood needs of Marawi City | PhP10.0 B |

