



QUARTERLY PHYSICAL REPORT OF OPERATION  
As of 2020 December 31

Department: Department of Budget and Management (DBM)  
 Appropriations: Current Year Appropriations  
 Agency: Office of the Secretary  
 Operating Unit: Central Office  
 Organization Code (UACS): 060010100000  
 Report Status: FOR REVIEW

Particulars	UACS CODE	Physical Targets					Physical Accomplishments					Variance as of December 31, 2020	Remarks
		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total		
1	2	3	4	5	6	7=(3+4+5+6)	8	9	10	11	12=(8+9+10+11)	13	14
A. Percentage of budget reviews on GOCC Corporate Operating Budgets (COB) completed within the prescribed period		100%	100%	100%	100%	100%	100.00%	100.00%	100.00%	100.00%	100.00%	0.00%	Q2: 1/1 COB received with complete documents reviewed within the prescribed period. Q3: 11/11 COBs received with complete documents reviewed within the prescribed period. Q4: 56/56 COBs received with complete documents reviewed within the prescribed period.
B. Percentage of LGUs budgets submitted with complete documentation reviewed within 75 days		98%	98%	98%	98%	98%	100.00%	100.00%	100.00%	100.00%	100.00%	2.00%	
<b>LOCAL EXPENDITURE MANAGEMENT POLICY DEVELOPMENT PROGRAM</b>	3103000000000000												
<b>Outcome Indicator</b>													
1. Percent increase in the rating for the two identified dimensions of PFM, i.e. credibility of the budget and policy-based budgeting, of LGUs assessing their PFM systems using the PFM Assessment Tool (PFMAT) for LGUs		--	--	--	12%	12%							
<b>Output Indicator</b>													
1. Percentage of targeted number of policy directives/guidelines issued on local expenditure management		100%	100%	100%	100%	100%	100.00%	100.00%	100.00%	100.00%	100.00%	0.00%	Q1 1. Joint Memorandum Circular (JMC) No. 2020-002 (DBM-DILG) - Provisional Guidelines on the Preparation and Approval of the Annual Investment Programs of Local Government Units in view of the Coronavirus Disease (Covid-19) Situation dated March 30, 2020 2. JMC No. 2020-001 (DBM-DILG) - Additional Guidelines on the Utilization of the Twenty Percent (20%) of the Annual Internal Revenue Allotment for Development of Projects in View of the Coronavirus Disease 2019 (Covid-19) Situation dated March 27, 2020 3. Local Budget Circular (LBC) No. 124 - Policy Guidelines on the Provision of Funds by Local Government Units for Programs, Projects, and Activities to Address the Coronavirus Disease (Covid-19) Situation dated March 26, 2020 Q2 1. DA-DBM-NTA JMC No. 2020-1 - Guideline on the Allocation, Release and Utilization of the Shares of Local Government Units (LGUs) from the Revenues from Excise Taxes on Tobacco Products Pursuant to Republic Act (RA) No. 8240, as Amended by RA No. 10351, and as Further Amended by RA No. 11346, and Collections from the Proceeds of the Excise Taxes on Locally Manufactured Virginia-Type Cigarettes Pursuant to RA No. 7171, as Incorporated in RA No. 8424, as Amended dated June 25, 2020 2. Local Budget Memorandum (LBM) No. 80 - Indicative FY 2021 Internal Revenue Allotment (IRA) Shares of Local Government Units (LGUs) and Guidelines on the Preparation of the FY 2021 Annual Budgets of LGUs dated May 18, 2020 3. LBC No. 126 - Guidelines on the Release and Utilization of the Bayanihan Grant to Provinces dated April 13, 2020 4. LBC No. 125 - Guidelines on the Release and Utilization of the Bayanihan Grant to Cities and Municipalities dated April 7, 2020 Q3 1. CL No. 2020-10 - Reminder to the Local Government Units Regarding the Utilization of their Respective Allocations from the Bayanihan Grant and Submission and Posting of the Required Reports dated July 10, 2020 2. CL No. 2020-11 - Warning Against Individuals or Organized Groups Claiming to have the Capacity or Influence to Facilitate the Release of Funds to Local Government Units dated August 20, 2020 3. DepEd-DBM-DILG JMC No. 1, s. 2020 - Addendum to DepEd-DBM-DILG JC No. 1, s. 2017 dated January 19, 2017, entitled, "Revised Guidelines on the Use of the Special Education Fund (SEF)" dated August 27, 2020. Q4 1. LBM No. 80-A, s. 2020 - Final FY 2021 Internal Revenue Allotment Shares of Local Government Units dated December 11, 2020 2. JMC No. 2, s. 2020 (DBM-DOF-DILG) - Policy Guidelines on the Implementation of Certain Provisions of the Bayanihan to Recover as One Act (Republic Act No. 11494) pertaining to Local Government Units dated December 4, 2020 3. LBC No. 130 - Guidelines on the Release and Utilization of the Financial Assistance to Local Government Units, Charged Against the National Disaster Risk Reduction and Management Fund under the FY 2020 General Appropriations Act, Republic Act No. 11465 dated November 19, 2020 4. LBM No. 81 - Guidelines on the Release and Utilization of the Shares of Local Government Units from the FY 2017 Collections of Excise Tax on Locally Manufactured Virginia-Type Cigarettes under Republic Act (RA) No. 7171, and Burley and Native Tobacco Excise Tax Pursuant to RA No. 8240, as amended by RA No. 10351, Chargeable Against the Allocations to Local Government Units under the FY 2019 General Appropriations Act, RA No. 11260 dated November 4, 2020 5. JMC No. 1 (DBM-DOF-DILG) - Revised Guidelines on the Appropriation and Utilization of the Twenty Percent (20%) of the Annual Internal Revenue Allotment for Development Projects dated November 4, 2020 6. Joint Circular No. 2, s. 2020 (DepEd-DBM-DILG) - Addendum No. 2 (Clarification to DepEd-DBM-DILG Joint Circular No. 1, series of 2017 dated January 19, 2017, Entitled, "Revised Guidelines on the Use of the Special Education Fund (SEF)" dated October 23, 2020
OO : Budget improved through sustainable fiscal discipline and fiscal openness													
<b>FISCAL DISCIPLINE AND OPENNESS PROGRAM</b>	3201000000000000												
<b>Outcome Indicators</b>													
1. Expenditure level kept within the target NG fiscal deficit-to-GDP ratio set by the DBCC		--	--	--		Disbursement kept within the deficit target approved by the DBCC							
2. Targeted PEFA or IMF-FTA budget indicators improved		--	--	--		Improved PI-1 and PI-2 PEFA indicator for the 4 Pilot Agencies							
3. Philippines' score in the Open Budget Survey (OBS) improved		--	--	--		At least 69							
<b>Output Indicators</b>													

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1. Percentage of targeted number of budget policy advisories submitted to and approved within one (1) revision by the DBCC		--	--	--	100%	100%	--	100.00%	100.00%	100.00%	100.00%	0.00%	<p>Q2 The Medium-Term Aggregate Fiscal Targets for the FY 2021 Budget Priorities Framework (BPF) was approved as presented during the special Development Budget Coordination Committee (DBCC) Meeting on May 12, 2020. In addition, a demand-driven Budget Policy Advisories (BPA), the revised Fys 2020 and 2021, was submitted as instructed by the DBCC Principals during the Economic Development Cluster (EDC) meeting on May 19, 2020 to increase the deficit program in Fys 2020-2021. The DBCC Ad Referendum was submitted to the DBCC Principals on May 27, 2020 and was approved on June 01, 2020.</p> <p>For the targeted Q2 BPAs, the FY 2020 Quarterly Fiscal Program of the National Government was approved by the DBCC via Ad Referendum on March 27, 2020.</p> <p>Q3: This refers to the targeted BPA namely the Recommendation to the DBCC for the Approval of the Medium-Term Fiscal Program (MTFP) for the FY 2021 Budget of Expenditures and Sources of Financing (BESF). This was initially targeted to be accomplished in the second quarter of 2020. However, the DBCC meeting where the said BPA will be discussed was scheduled on July 16, 2020. During the meeting, the DBCC approved the disbursements portion of the MTFP but instructed the DOF to review and update the revenues to reflect the latest macroeconomic developments.</p> <p>The DBCC Ad Referendum, which contains the updated MTFP, was submitted to the DBCC principals on July 23, 2020 and the signing of all DBCC principals was completed on July 28, 2020.</p>
2. Percentage of PEM reforms approved by Authorities and issued through policy guidelines / directives		90%	90%	90%	90%	90%	100.00%	100.00%	100.00%	100.00%	100.00%	10.00%	<p>Q1: There were five (5) activities under the Budget Reform Program that were held during January to February of 2020. Please see attached Annex-A for details. These were demand-driven activities that were conducted upon the request of the departments/agencies and/or instruction of concerned officials. Please note that there were no PEM reform activities conducted in March 2020 due to the COVID-19 outbreak and the implementation of the Enhanced Community Quarantine in Luzon.</p> <p>The other targeted PEM reforms, as agreed during the FY 2020 Pre-Strategic Plan Mid-Term Review (Pre-SPMR) on October 4, 2019 and the FY 2020 DBM SPMR on October 9-11, 2019, were not accomplished due to factors external to the Bureau. The development of an enhanced Medium-Term Expenditure Plan (MTEP) Manual is still ongoing under a technical assistance from the USAID. Initial documents on the MTEP Manual were shared in March 2020 with the USAID team for their review.</p> <p>Q2: There were two (2) activities under the Information-Education Campaign (IEC) and Audio-Visual Production (AVP) Materials on Cash Budgeting System (CBS), three (3) activities under the Development of an Enhanced MTEP Manual, and one (1) activity under the Budget Reform Program that were conducted/hold.</p> <p>Q3: There were four (4) activities on the Development of an Enhanced MTEP Manual, two (2) activities on the IEC and AVP materials on CBS, and an activity under the Budget Reforms Program that were conducted/hold in the third quarter.</p> <p>Q4: There were two (2) activities related to the Budget Modernization Bill, and two (2) activities on the Budget Reform Program that were conducted/hold in the fourth quarter of CY 2020.</p>
3. All seven (7) essential budget documents (in the OBI) under DBM responsibility published on time		1	--	4	2	7	0	1	2	4	7	0	<p>Q2: The FY 2021 Budget Priorities Framework (BPF), was published on the DBM Website on May 22, 2020.</p> <p>Q3: The President's Budget Message was submitted on August 20, 2020 and FY 2021 NEP and BESF submitted to Congress last August 25, 2020.</p> <p>Q4: FY 2020 Mid-Year Report and Annual Fiscal Report were finalized and published in the DBM website on October 2 and 15, 2020, respectively; The FY 2021 General Appropriations Act was enacted on December 28, 2021 and was published on the DBM website on December 31, 2020; and The following are the National Government Disbursement Reports with date of publication: January and February- April 27, 2020; March - May 25, 2020; April- June 17, 2020; May- July 20, 2020; June- August 14, 2020; July - September 15, 2020; August- October 12, 2020; September- November 4, 2020; and October- December 10, 2020.</p>

Prepared By:

In coordination with:

Approved by:

X  
ROWEL D. ESCALANTE  
OIC-Director, CPM S

X  
DANTE B. DE CHAVEZ  
Director, FS

X  
ACHILLES GERARD C. BRAVO  
Assistant Secretary