

Maintenance and Other Operating Expenses

Travelling Expenses	366,985	379,054
Training and Scholarship Expenses	58,383	50,915
Supplies and Materials Expenses	564,585	636,390
Utility Expenses	301,078	340,030
Communication Expenses	141,261	181,311
Confidential, Intelligence and Extraordinary Expenses		
Confidential Expenses	10,000	
Extraordinary and Miscellaneous Expenses	3,798	3,919
Intelligence Expenses		10,000
Professional Services	454,871	149,659
General Services	265,808	699,739
Repairs and Maintenance	358,169	123,104
Taxes, Insurance Premiums and Other Fees	21,325	23,202
Other Maintenance and Operating Expenses		
Advertising Expenses	72,591	68,850
Printing and Publication Expenses	4,307	5,249
Transportation and Delivery Expenses	9,298	8,112
Rent/Lease Expenses	531,522	152,086
Membership Dues and Contributions to Organizations	449	444
Subscription Expenses	3,527	429,695
Other Maintenance and Operating Expenses		10,609
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	3,167,957	3,272,368
Financial Expenses		
Interest Expenses	185,183	157,796
Bank Charges	260	
TOTAL FINANCIAL EXPENSES	185,443	157,796
TOTAL CURRENT OPERATING EXPENDITURES	6,831,496	6,828,993
Capital Outlays		
Property, Plant and Equipment Outlay		
Buildings and Other Structures	62,740	332,649
Machinery and Equipment Outlay	52,894	22,042
Furniture, Fixtures and Books Outlay		53,929
Other Property Plant and Equipment Outlay	5,121	12,682
TOTAL CAPITAL OUTLAYS	120,755	421,302
GRAND TOTAL	6,952,251	7,250,295

D. BUREAU OF LOCAL GOVERNMENT FINANCE

STRATEGIC OBJECTIVES

MANDATE : EO 127: Assist in the formulation and implementation of policies on local government revenue administration and fund management; Assist LGUs in the development and implementation of Real Property Tax Administration (RPTA) projects; Develop plans and programs for the improvement of tax collection enforcement mechanism and credit utilization schemes at the local levels; Exercise administrative and/or technical supervision over local treasury and assessment operations; Exercise line supervision over its regional offices and coordinate regional activities to maximize manpower and financial resources; and Perform such other appropriate functions as maybe assigned.

VISION : The focal agency and an authority in local finance that aims to be at the forefront of local economic growth leading the way towards national development.

MISSION : The focal agency and an authority in local finance that aims to be at the forefront of local economic growth leading the way towards national development.

KEY RESULT AREAS : Anti-Corruption/Transparent, Accountable and Participatory Governance

SECTOR OUTCOME : Fiscal Strength

ORGANIZATIONAL OUTCOME : 1. Fiscal Sustainability of LGUs strengthened

SECTION 1 : EXPENDITURE PROGRAM
(in pesos)

No./ Code	GASS / STO / OPERATIONS / PROJECTS	2013 Actual	2014 Current	2015 Proposed
100000000	General Administration and Support	35,616,000	39,236,000	36,662,000
	PS	19,311,000	16,257,000	16,999,000
	MOOE	16,305,000	17,979,000	19,663,000
	CO		5,000,000	
200000000	Support to Operations	28,708,000		
	PS	23,009,000		
	MOOE	5,699,000		
300000000	Operations	134,476,000	149,593,000	164,199,000
	PS	86,355,000	105,837,000	105,980,000
	MOOE	38,121,000	43,756,000	43,219,000
	CO	10,000,000		15,000,000
	Projects	538,000		
	MOOE	538,000		
TOTAL AGENCY BUDGET		199,338,000	188,829,000	200,861,000
	PS	128,675,000	122,094,000	122,979,000
	MOOE	60,663,000	61,735,000	62,882,000
	CO	10,000,000	5,000,000	15,000,000

NOTE : Net of RLIP

STAFFING SUMMARY

	2013	2014	2015
TOTAL STAFFING			
Total Number of Authorized Positions	460	460	460
Total Number of Filled Positions	304	304	304

OPERATIONS BY MFO

	PROPOSED 2015			
	PS	MOOE	CO	TOTAL
MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT	105,980,000	43,219,000	15,000,000	164,199,000

NOTE : Net of RLIP

SECTION 2 : EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2015
(in pesos)

REGION	PS	MOOE	CO	TOTAL
CENTRAL OFFICE	38,247,000	23,986,000		62,233,000
Regional Allocation (net of Central Office):	84,732,000	38,896,000	15,000,000	138,628,000
Region I - Ilocos	7,667,000	3,238,000		10,905,000 ✓
Region II - Cagayan Valley	5,784,000	1,957,000		7,741,000 ✓
Cordillera Administrative Region (CAR)	5,008,000	3,275,000		8,283,000 ✓
Region III - Central Luzon	7,611,000	2,201,000		9,812,000 ✓
Region IVA - CALABARZON	6,644,000	4,980,000		11,624,000 ✓
Region V - Bicol	6,334,000	2,872,000	15,000,000	24,206,000 ✓
Region VI - Western Visayas	6,787,000	2,289,000		9,076,000 ✓
Region VII - Central Visayas	5,740,000	3,203,000		8,943,000 ✓
Region VIII - Eastern Visayas	5,830,000	2,749,000		8,579,000 ✓
Region IX - Zamboanga Peninsula	4,946,000	2,562,000		7,508,000 ✓
Region X - Northern Mindanao	5,705,000	1,970,000		7,675,000 ✓
Region XI - Davao	5,271,000	2,556,000		7,827,000 ✓
Region XII - SOCCSKSARGEN	6,469,000	2,675,000		9,144,000 ✓
Region XIII - CARAGA	4,936,000	2,369,000		7,305,000 ✓
TOTAL AGENCY BUDGET	122,979,000	62,882,000	15,000,000	200,861,000

NOTE : Net of RLIP

SECTION 3 : SPECIAL PROVISION(S)

1. Assessment Loan Revolving Fund. The Assessment Loan Revolving Fund shall be made available for lending purposes to provinces, cities and municipalities, without interest, to be used for financing tax-mapping projects, periodic revisions of assessments, and other real property assessment programs in accordance with P.D. No. 1002.

The Bureau of Local Government Finance (BLGF) shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this Fund. The Executive Director of BLGF and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the BLGF.

In case of failure to comply with the foregoing requirements, any disbursement in the subsequent quarters shall be void, except upon certification by the DBM and the Bureau's web administrator that said report has been submitted and posted, respectively.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

SECTION 4 : PERFORMANCE INFORMATION

KEY STRATEGIES :

Supervise local assessment and treasury operations through regular monitoring of fiscal and financial performance and compliance to rules, regulations and policies

Conduct capacity building seminars on strategies and best practices to improve LGU revenue generation and resource mobilization

Formulation of opinions, guidelines, rules and regulations on local taxation and tax administration, real property assessment, financial management, credit and other forms of indebtedness
Oversee the implementation of Special Projects.

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	Baseline	Targets
Fiscal Sustainability of LGUs strengthened		
Ratio of LGU expenditures over total income	2012 : 0.75	Ratio is < or = 1
Percentage of total actual collections of LGUs from local taxes and other locally generated revenue sources versus targets	2012: 108.54% 2013: 84.33% (Preliminary)	Collection efficiency is > or = 95%
Number of LGUs not exceeding 20% of their regular income for debt servicing (Sec. 324 (b) of RA 7160)	2013: 99.3% (Actual)	No. of LGUs is > or = 95% of the total number of provinces, cities and municipalities nationwide

MFO / PIs

2015 Targets

MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT

Number of directives, guidance notes, policies and procedures issued	459
Number of compliance reviews carried out	2763
% of LGUs that breach one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	20%
% of LGUs over the last three years with two or more breaches on one or more of the rules, directives, guidelines, policies or procedures specified by BLGF	15%
% of LGUs subject to three or more compliance reviews in the last two years	70%

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 200,861,000
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New Appropriations, by Programs/Activities/Projects, by Operating Units

		Current Operating Expenditures			
		Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS					
100000000	General Administration and Support				
100010000	General management and supervision	P 16,999,000	P 19,663,000		P 36,662,000
	National Capital Region (NCR)	16,999,000	19,663,000		36,662,000
	Central Office	16,999,000	19,663,000		36,662,000
Sub-total, General Administration and Support		16,999,000	19,663,000		36,662,000
300000000	Operations				
301000000	MFO 1: REGULATION OF LGU FINANCIAL MANAGEMENT	105,980,000	43,219,000	15,000,000	164,199,000
301010000	Local Government Finance Policy Formulation, Monitoring and Evaluation	105,980,000	43,219,000	15,000,000	164,199,000
301010001	Development of LGU treasury and assessment operating policies, guidelines, systems and procedures including the promulgation of rulings/opinions for the proper implementation thereof	9,089,000	1,538,000		10,627,000
	National Capital Region (NCR)	9,089,000	1,538,000		10,627,000
	Central Office	9,089,000	1,538,000		10,627,000
301010002	Conduct of revenue and assessment performance evaluation	6,603,000	1,259,000		7,862,000
	National Capital Region (NCR)	6,603,000	1,259,000		7,862,000
	Central Office	6,603,000	1,259,000		7,862,000
301010003	Management, evaluation and monitoring of special projects on local government finance	5,556,000	1,526,000		7,082,000
	National Capital Region (NCR)	5,556,000	1,526,000		7,082,000
	Central Office	5,556,000	1,526,000		7,082,000
301010004	LGU training on policies, procedures and other competency requirements of local treasurers and assessors	84,732,000	38,896,000	15,000,000	138,628,000
	Region I - Ilocos	7,667,000	3,238,000		10,905,000
	Regional Office - I	7,667,000	3,238,000		10,905,000
	Region II - Cagayan Valley	5,784,000	1,957,000		7,741,000

Regional Office - II	5,784,000	1,957,000		7,741,000
Cordillera Administrative Region (CAR)	5,008,000	3,275,000		8,283,000
Regional Office - CAR	5,008,000	3,275,000		8,283,000
Region III - Central Luzon	7,611,000	2,201,000		9,812,000
Regional Office - III	7,611,000	2,201,000		9,812,000
Region IVA - CALABARZON	6,644,000	4,980,000		11,624,000
Regional Office - IVA	6,644,000	4,980,000		11,624,000
Region V - Bicol	6,334,000	2,872,000	15,000,000	24,206,000
Regional Office - V	6,334,000	2,872,000	15,000,000	24,206,000
Region VI - Western Visayas	6,787,000	2,289,000		9,076,000
Regional Office - VI	6,787,000	2,289,000		9,076,000
Region VII - Central Visayas	5,740,000	3,203,000		8,943,000
Regional Office - VII	5,740,000	3,203,000		8,943,000
Region VIII - Eastern Visayas	5,830,000	2,749,000		8,579,000
Regional Office - VIII	5,830,000	2,749,000		8,579,000
Region IX - Zamboanga Peninsula	4,946,000	2,562,000		7,508,000
Regional Office - IX	4,946,000	2,562,000		7,508,000
Region X - Northern Mindanao	5,705,000	1,970,000		7,675,000
Regional Office - X	5,705,000	1,970,000		7,675,000
Region XI - Davao	5,271,000	2,556,000		7,827,000
Regional Office - XI	5,271,000	2,556,000		7,827,000
Region XII - SOCCSKSARGEN	6,469,000	2,675,000		9,144,000
Regional Office - XII	6,469,000	2,675,000		9,144,000
Region XIII - CARAGA	4,936,000	2,369,000		7,305,000
Regional Office - XIII	4,936,000	2,369,000		7,305,000
Sub-total, Operations	105,980,000	43,219,000	15,000,000	164,199,000
TOTAL NEW APPROPRIATIONS	P 122,979,000	P 62,882,000	P 15,000,000	P 200,861,000
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Obligations, by Object of Expenditures

CY 2013
(In Thousand Pesos)

2013

A. Programs/Locally-Funded Project(s)

Current Operating Expenditures

Personal Services

Basic Pay, Civilian	97,007
Total Salaries/Wages	97,007

Other Compensation

Representation Allowance	3,919
Year-End Bonus	9,349
Personnel Economic Relief Allowance	6,946
Clothing/ Uniform Allowance	1,470
Productivity Incentive Benefits	567
CNA/PEI/PBB	4,718
Total Other Compensation	26,969
Gross Compensation	123,976

Other Benefits

Retirement Benefits	3,018
Total Other Benefits	3,018

Fixed Personnel Expenditures

PAG-IBIG Contributions	343
Health Insurance Premiums	1,017
Employees Compensation Insurance Premiums (ECIP)	321
Total Fixed Personnel Expenditures	1,681

01 Total Personal Services	128,675
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Maintenance and Other Operating Expenses

02 Travelling Expenses	11,567
03 Communication Expenses	4,912
04 Repair and Maintenance	1,719
07 Supplies and Materials	6,151
08 Rents	7,213
14 Utility Expenses	3,868
17 Training and Scholarship Expenses	8,358
18 Extraordinary and Miscellaneous Expenses	1,620
21 Taxes, Insurance Premiums and Other Fees	710
29 Professional Services	13,928
19 Representation Expenses	79
Total Maintenance and Other Operating Expenses	60,125

Total Current Operating Expenditures	188,800
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Capital Outlays

35 Buildings and Structures Outlay	10,000
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Total Capital Outlays	10,000
Total Programs/Locally-Funded Project(s)	198,800
<u>B. Foreign Assisted Project(s)</u>	
Current Operating Expenditures	
Maintenance and Other Operating Expenses	
02 Travelling Expenses	17
03 Communication Expenses	22
04 Repair and Maintenance	18
07 Supplies and Materials	45
17 Training and Scholarship Expenses	42
29 Professional Services	394
Total Maintenance and Other Operating Expenses	538
Total Current Operating Expenditures	538
Total Programs/Locally-Funded Project(s)	198,800
Total Foreign Assisted Project(s)	538
TOTAL OBLIGATIONS	199,338
	=====

Obligations, by Object of Expenditures

CYs 2014-2015
(In Thousand Pesos)

	2014	2015
Current Operating Expenditures		
Personnel Services		
Civilian Personnel		
Permanent Positions		
Basic Salary	98,300	99,112
Total Permanent Positions	98,300	99,112
Other Compensation Common to All		
Personnel Economic Relief Allowance	7,368	7,296
Representation Allowance	1,314	1,374
Transportation Allowance	1,314	1,374
Clothing and Uniform Allowance	1,535	1,520
Productivity Incentive Allowance	614	608
Year End Bonus	8,194	8,259
Cash Gift	1,535	1,520
Step Increment	244	246
Total Other Compensation Common to All	22,118	22,197
Other Benefits		
PAG-IBIG Contributions	368	365
PhilHealth Contributions	940	940
Employees Compensation Insurance Premiums	368	365

Total Other Benefits	1,676	1,670
TOTAL PERSONNEL SERVICES	122,094	122,979
Maintenance and Other Operating Expenses		
Travelling Expenses	11,699	11,699
Training and Scholarship Expenses	12,727	12,727
Supplies and Materials Expenses	4,811	5,826
Utility Expenses	5,947	5,859
Communication Expenses	3,870	3,978
Awards/Rewards and Prizes		165
Confidential, Intelligence and Extraordinary Expenses		
Extraordinary and Miscellaneous Expenses	1,830	1,830
Professional Services		2,911
General Services		3,500
Repairs and Maintenance	3,111	2,074
Taxes, Insurance Premiums and Other Fees	1,154	1,154
Other Maintenance and Operating Expenses		
Advertising Expenses		2,057
Rent/Lease Expenses	9,057	9,102
Other Maintenance and Operating Expenses	7,529	
TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES	61,735	62,882
TOTAL CURRENT OPERATING EXPENDITURES	183,829	185,861
Capital Outlays		
Property, Plant and Equipment Outlay		
Buildings and Other Structures		15,000
Furniture, Fixtures and Books Outlay	5,000	
TOTAL CAPITAL OUTLAYS	5,000	15,000
GRAND TOTAL	188,829	200,861

E. BUREAU OF THE TREASURY

STRATEGIC OBJECTIVES

MANDATE	: The Bureau of the Treasury (BTr) acts as principal custodian 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.
VISION	: To be pro-active manager of public funds characterized by active duration management, minimization of interest rate risks and hedging of financial risks.
MISSION	: To efficiently and effectively manage the financial resources of government by maximizing revenues from available funds and minimizing costs of financing.
KEY RESULT AREAS	: Anti-corruption/transparent, accountable and participatory governance
SECTOR OUTCOME	: Fiscal strength