



Republic of the Philippines
DEPARTMENT OF FINANCE
BUREAU OF LOCAL GOVERNMENT FINANCE

MEMORANDUM CIRCULAR NO. 016.2022

29 JUL 2022

TO : **All BLGF Central Office Directors; All City and Municipal Treasurers of the National Capital Region; and Others Concerned**

SUBJECT : **NCR Top Performing LGUs in Local Revenue Generation for Fiscal Year (FY) 2021**

This Memorandum Circular (MC) is issued to inform and recognize the **Top Performing Local Government Units (LGUs) in the National Capital Region (NCR) in Local Revenue Generation for FY 2021**, particularly in the following Performance Areas (PAs)¹: (1) **Highest Locally Sourced Revenues (LSR)**²; (2) **Collection Efficiency (CE) of LSR**³; and (3) **Year-on-Year (YoY) Growth in LSR**⁴.

The data were based on the Q4 FY2021 Statement of Receipts and Expenditures (SRE) reports submitted by Local Treasurers, as of 31 March 2022, pursuant to BLGF MC No. 08-2015⁵ dated 21 April 2015, and the evaluation thereof and subsequent processing⁶ was made by this Bureau's Local Financial Data Analysis Division (LFDAD).

The top-performing LGUs in the NCR are as follows:

PA NO. 1: HIGHEST LOCALLY SOURCED REVENUES		
Rank	Name of LGU	LSR Collections (in Php Million)
1	Quezon City	22,915.97
2	Makati City	13,777.25
3	Manila City	11,566.81
4	Taguig City	10,753.58
5	Pasig City	8,693.27

¹ For the second area, additional parameters were considered such that the LSR should be at least 20% of the Internal Revenue Allotment (IRA) for the municipality and at least 80% LSR to IRA ratio for the city, and that the LGU did not request for target reduction. For the third area, the parameter considered is for the LSR to IRA ratio to be at least 20% for the municipality and 80% for the city.

² LSR was computed as the sum of Real Property Tax (Basic and SEF), Local Business Tax, Fees and Charges, and Receipts from Economic Enterprises. Only the major local revenue sources were considered thus, Other Receipts was excluded because it is not part of the annual revenue target setting of the Bureau. Receipts from Economic Enterprises refer to the gross income of LGUs without deducting the corresponding expenditures for the operations of the local economic enterprise (LEE). Nominal collections refer to the LSR for FY2021.

³ Based on the verification of officially submitted reports under the SRE, pursuant to Department Order (DO) No. 08-2022, dated 11 February 2011, as amended by DO No. 034-2014, dated 26 March 2014. The targets were issued to the local treasurers through BLGF Memorandum dated 15 July 2021. Real Property Tax refers to the net collections of LGU. Receipts from Economic Enterprises refer to the gross income of LGUs without deducting the corresponding expenditures for the operations of the local economic enterprise (LEE).

⁴ Growth Rate is computed as (Current Year - Prior Year) / Prior Year.

⁵ Guidelines in the submission and reviewing of SRE reports pursuant to Department Order No. 034-2014 dated 26 May 2014, Amending Section 3, 8 and 9 of the Department Order No. 8-2011 dated 11 February 2012.

⁶ Using the official SRE data extracted on 01 July 2022.

PA NO. 2: COLLECTION EFFICIENCY (CE) OF LOCALLY SOURCED REVENUES

Rank	Name of LGU	Target <i>(in Php Million)</i>	LSR Collections <i>(in Php Million)</i>	CE
1	Taguig City	7,269.90	10,753.58	147.9%
2	Valenzuela City	2,852.21	3,890.31	136.4%
3	Muntinlupa City	2,871.21	3,728.05	129.8%
4	San Juan City	1,616.06	1,952.05	120.8%
5	Navotas City	755.84	883.17	116.8%

PA NO. 3: YEAR-ON-YEAR (YoY) GROWTH IN LOCALLY SOURCED REVENUES

Rank	Name of LGU	2020 LSR⁷ <i>(in Php Million)</i>	2021 LSR <i>(in Php Million)</i>	YoY Growth
1	Malabon City	1,020.92	1,291.27	26.5%
2	Valenzuela City	3,421.16	3,890.31	13.7%
3	San Juan City	1,731.86	1,952.05	12.7%
4	Quezon City	21,757.31	22,915.97	5.3%
5	Taguig City	10,259.53	10,753.58	4.8%

In addition to the regular performance awards, and in accordance with the directives of the Secretary of Finance, this Bureau hereby launches the “**Local Revenue Generation Hall of Fame**”, which is a special category for LGUs that excellently attained exemplary performance in local revenue collection in the past three (3) consecutive years in each performance area. To receive this award, an LGU must have consistently made it to the Top 10 National Awardees in the past three (3) consecutive years, from which the top three (3) provinces, cities, and municipalities, based on their average ranking, for the period covered were selected, as provided under BLGF MC No. 015.2022 dated 29 July 2022.

All concerned local officials are encouraged to continuously improve local revenue generation, through appropriate collection strategies and innovations that are in accordance with the Local Government Code and pursuant to existing rules and regulations.

Further, the Certificate of Recognition for the concerned LGUs will be awarded during the BLGF’s Anniversary Month Celebration in October 2022, including the awardees of the Local Revenue Generation Hall of Fame.

For information and reference.



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 Executive Director

⁷ FY2020 data were based on the extracted final SRE data as of 05 November 2021.