



# The President's Veto Message

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Department of Budget and Management

March 25, 2015



# Veto Actions by the President

## Direct Veto

- Renders the provision inoperative, as if not written in the GAA

## Conditional Implementation

- Specifies conditions in the implementation of a provision
- Requires the issuance of guidelines for the proper implementation of a provision

## General Observation

- Explains how a provision will be implemented during the budget year



# DIRECT VETO

Renders the provision inoperative, as if not written in the GAA

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## 1. Income from Prior Years

- a. Bureau of Immigration, Special Provision (SP) No. 11  
(Trade Remedies Fund)

## 2. Double Programming

- a. Bureau of Immigration, SP No. 2  
(Use of Income)
- b. Department of Justice (DOJ)-National Bureau of Investigation, SP No. 1 (Use of Income)
- c. Department of Transportation and Communication SP No. 3 (Use of Income)



# DIRECT VETO

Renders the provision inoperative, as if not written in the GAA

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## 3. Revolving Funds

- a. Department of Education (DepEd)-National Museum  
SP No. 1 (Revolving Fund for Museum Operations)
- b. OEO-National Historical Commission of the Philippines,  
SP No. 2 (Revolving Fund for Projects of the National Historical Commission of the Philippines)
- c. OEO-National Commission for Culture and the Arts, SP  
No. 2 (Revolving Fund for Fabrication of Cultural Items and Printing Publications)



# DIRECT VETO

Renders the provision inoperative, as if not written in the GAA

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## 4. Inappropriate Proviso

- a. Miscellaneous Personnel Benefits Fund (MPBF),  
SP No. 3 (Productivity Enhancement Incentives)

**3. Productivity Enhancement Incentives.** The amount of Thirty Billion Six Hundred Forty Seven Million Four Hundred Sixty Four Thousand Pesos (P30,647,464,000) appropriated herein shall be used for the grant of Productivity Enhancement Incentives (PEI) to employees of the National Government, including SUCs. xxx

The grant of productivity enhancement incentives shall be exempted from income tax.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 1. Two-Year Validity of Appropriations

### a. General Provisions (GP), Sec. 61 (Availability of Appropriations)

- while appropriations for MOOE and CO are valid until December 31, 2016, the heads of agencies shall ensure that priority socio-economic and development programs and projects as well as those intended to mitigate and address disaster-related concerns are executed within one year thereby allowing the delivery of public services at the soonest possible time.
- *“ xxx I hereby instruct the heads of agencies to ensure that priority socio-economic and development programs and projects as well as those intended to mitigate and address disaster-related concerns are executed within one year thereby allowing the delivery of public services at the soonest possible time. xxx ”*



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 2. Fund Administrators

The following special purpose funds (SPFs) were expressly placed under the administration of the Executive Branch:

- a. E-Government Fund, SP No. 1 (Strategic Information and Communication Technology Projects)
- b. International Commitments Fund SP No. 5 (Appropriations under the ICF)
- c. Miscellaneous Personnel Benefits Fund SP No. 4 (Appropriations under the MPBF)
- d. National Disaster Risk Reduction and Management Fund SP No. 4 (Appropriations under the NDRRMF)
- e. Pension and Gratuity Fund SP No. 6 (Appropriations under the PGF)
- f. Rehabilitation and Reconstruction Program SP No. 2 (Appropriations under the RRP)



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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*“xxx PROVIDED, That before release of funds, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress. “*

- the DBM should spell out the requirements, procedure or guidelines as may be necessary in the release and use of these SPFs.





# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 3. Authorized Deductions- GPs, Sec. 48

- all government agencies undertaking salary deductions shall first and foremost protect the rights of every government employee under their employ and leverage the accommodation given to lending institutions under this GP to secure for government employees the most favorable terms possible
- agencies may charge service fee which shall be credited to the agency's Provident Fund. The use thereof should be focused on providing similar protection and related benefits to covered government employees.
- DBM to ensure that rules and regulations on the establishment and the use of the Provident Fund are rationalized to this end.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 4. Monitoring and Evaluation Expenses-GPs, Sec. 43

- the DBM should issue the rules and regulations setting the policies, standards and components of an effective monitoring and evaluation system, including the allowable monitoring and evaluation expenses per project category not to exceed 3% of the costs of programs or projects.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 5. Use of Fees

a. Office of the Ombudsman, SP No. 3 (Use of Income)

- subject to the conditions under pertinent sections in the General Provisions of this Act and for purposes as may be specifically authorized therein or by applicable provisions of law.

b. Congress-House of Representatives (HOR), SP No. 3 (Revolving Fund for the Reproduction of Legislative Records and Sale of Publications and Products)

- authorizes revolving funds to be established and maintained only for receipts derived from business-type activities, subject to the rules issued by the Permanent Committee and will only apply to fees collected from business-type activities as determined by the Permanent Committee.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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c. [DOJ-Bureau of Immigration, SP No. 1](#) (Collection from Shipping Companies and Vessels) and [DOJ-Office of the Government Corporate Counsel, SP No. 1](#) (Fees from Assessments Levied by the Office of the Government Corporate Counsel)

- fees collected by the above agencies are required to be deposited with the National Treasury. Failure to do so, shall subject the responsible officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 6, Book VI of E.O. No. 292, and to appropriate criminal action under existing laws.

d. [DENR-OSEC, SP No. 1](#) (Integrated Protected Areas Fund)

- is subject to Joint DBM-DENR Circular No. 2014-1 dated September 26, 2014 to ensure its proper implementation.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 6. Health Care Program

- a. [Department of Health \(DOH\)-OSEC, SP No. 7](#) (National Health Insurance Program for the Indigents and the Poor); and
- b. [Unprogrammed Fund, SP No. 12](#) (Share of the DOH from the Incremental Revenue from Excise Tax on Alcohol and Tobacco Products)
  - The inclusion of additional beneficiaries shall be limited to indigent individuals not yet covered under National Household Targeting System for Poverty Reduction, as identified by appropriate statistical method determined by the DOH and the DSWD in accordance with Section 19 of RA No. 20606 (*National Health Insurance Act of 2013*). The implementing agencies shall likewise ensure that there shall be no overlapping of beneficiaries under these provisions and the NHIP.
  - Funding for the above purpose shall be through the Unprogrammed Fund.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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- c. [DOH-OSEC, SP No. 2](#) (Hospital Income); and
- d. [DOH-OSEC, SP No. 8](#) (Assistance to Indigent and Poor Patients)
  - the implementation shall be subject to the joint guidelines of DOH and DSWD to determine the qualified indigent beneficiaries and procedure in the implementation of the Point of Care Program.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 7. Implementation of Programs and Projects

a. [Department of Agriculture-OSEC, SP No. 5](#) (Implementation of Farm-to-Market Road Projects)

- the DBM shall ensure that FMR projects to be implemented under DA-OSEC are consistent with the FMR projects included in the master plan submitted to it by the DA and that the location of FMRs lead to arterial or secondary national roads, tourism zones, fishing ports, and key production and processing areas.

b. [Department of Public Works and Highways \(DPWH\)-OSEC, SP No. 7](#) (Local Infrastructure Program)

- the DPWH shall conform with the standards and requirements set for the type of infrastructures covered in this provision i.e., preference given to the 4<sup>th</sup> to 6<sup>th</sup> class municipalities and their component barangays where the absolute number of poor families and the incidence of poverty are high as identified in the latest official statistics of the PSA-NSCB.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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c. [DPWH-OSEC, SP No. 15](#) (Engineering and Administrative Overhead Expenses)

- the EAO for pre-construction activities shall be limited to activities conducted after detailed engineering as expenses for the latter is already covered by the appropriations for feasibility study and detailed engineering under the DPWH-OSEC budget

d. [DPWH-OSEC, SP No. 26](#) (Project Modification)

- the project modification authority shall be undertaken at the soonest possible time, not later than the second quarter of the current fiscal year
- any modification from one project category to another, which would entail augmentation of an item of appropriation, shall comply with the rules on savings and augmentation in this Act

e. [DepEd-OSEC, SP No. 4](#) (Provision and Maintenance of Basic Educational Facilities)

- use of appropriations under Basic Educational Facilities for EAO shall strictly be by agencies implementing infrastructure projects consistent with its nature and purpose





# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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f. [DepEd-OSEC, SP No. 7](#) (Acquisition of School Sites)

- the DepEd shall prioritize urban areas where school congestion is high and in far-flung areas where local government units (LGUs) have no or limited capacity to buy new school sites

g. [DepEd-OSEC, SP No. 24](#) (Operations of Schools)

- the authority to use the MOOE of schools for their operational requirements, which includes procurement of supplies that would enable them to improve the delivery of educational services shall be consistent with procurement, budgeting, accounting and auditing rules and regulations

h. [DepEd-OSEC, SP No. 22](#) (Preservation of Gabaldon School Buildings) and [GP, Sec. 19,](#) (Protection of Built Heritage, Cultural Properties and Cultural Landscapes)

- the NCCA and other cultural agencies shall protect the State's interest by ensuring that government properties which are deemed part of the country's cultural heritage as cultural treasures, important cultural properties or grade III cultural properties are not altered, renovated or demolished without prior clearance from them, as the case may be



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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- i. [DILG-OSEC, SP No. 1](#) (Performance-Based Challenge Fund)
  - the additional amount earmarked as cash awards for child-friendly municipalities and cities shall be subject to the good governance criteria under the Performance-Based Challenge Fund to ensure that primordial objectives of the Local Government Performance Management Program are maintained and achieved.
  
- j. [DILG-OSEC, SP No. 5](#) (Housing Program for Informal Settler Families Residing in Danger Areas Within Metro Manila)
  - the relocation of informal settler families may be undertaken at such time as may be necessary taking into consideration the adequate preparation, orientation and adaptation of affected families, and with least interruption, if at all, in the studies of children affected by the relocation;



# CONDITIONAL IMPLEMENTATION

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- k. [Department of Foreign Affairs-OSEC, SP No. 11](#) (Legal Assistance Fund)
  - appropriations for the legal assistance fund shall be used in accordance with R.A. No. 10022 (*An Act Amending Migrant Workers and Overseas Filipinos Act of 1995*) and remain to be part of the General Fund. The creation of special funds require the identification of income sources which are then earmarked for specified purposes, hence the appropriations for this fund in the GAA clearly suggest the lack of income sources to justify the creation of a special fund.
  
- l. [OEO-Philippine Sports Commission, SP No. 1](#) (National Sports Development Fund)
  - the National Sports Development Fund shall be used primarily to give assistance to member-athletes of National Sports Associations and those non-members who will represent our country in international competitions sanctioned by the Philippine Olympic Committee.



# CONDITIONAL IMPLEMENTATION

- Specifies conditions in the implementation of a provision

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## 8. DOTC Importations

a. [GP, Sec. 14](#) (National Internal Revenue Taxes and Import Duties)

- subject the inclusion of all importations by the DOTC related to the maintenance, rehabilitation and capacity expansion of the MRT Line 3 system as non-cash transactions to approval by the DOF to ensure that only those properly treated as non-cash transactions of the National Government shall be considered as both revenue and expenditure of the government and are thus, deemed automatically appropriated.

## 9. Provision for Calamity Insurance

a. [NDRRMF, SP No. 3](#) (Quick Response Fund)

- shall be sourced from the NDRRMF under pre-disaster activities and shall not cover the QRF appropriations in the budgets of government agencies as these are exclusively meant as stand-by fund in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises and catastrophes may be normalized as quickly as possible.



# CONDITIONAL IMPLEMENTATION

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## 10. Local Government Unit Shares

- a. [Allocations to Local Government Units \(ALGU\), Special Shares of LGU in the Proceeds of National Taxes \(PNT\), SP No. 3](#) (Use, Allocation and Release of LGU Share in Excise Taxes from Locally-Manufactured Virginia-Type Cigarettes)
  - the use, allocation and release of LGU share shall consider the pronouncement by the Supreme Court in *Greco Antonious Beda B. Belgica et al., vs. Honorable Secretary Paquito N. Ochoa, Jr., et al.*, (G.R. Nos. 208566, 208493 and 209251, November 19, 2013) against any post-enactment intervention of legislators in the implementation of the Budget.
- b. [ALGU-Local Government Support Fund, SP No. 1](#) (Local Government Support Fund) and [GP, Sec. 88](#) (Internal Allotment of LGUs)
  - The bases in determining any deficiency in the IRA shares of LGUs under these provisions shall be solely through the submission of the final masterlist of land area issued by the Land Management Bureau as validated by the DILG and NAMRIA and/or presidential proclamation declaring the latest revised population count.
- c. [ALGU-PNT, SP No. 2](#) (Use, Allocation and Release of LGU Share in National Wealth)
  - The provision on the interest earnings of national wealth shares accruing to the general fund shall be harmonized with the provisions of Section 294 of RA No. 7160 (*Local Government Code of 1991*).



# CONDITIONAL IMPLEMENTATION

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## Final Discontinuance, Abandonment, and Non-Commencement of Programs, Activities and Projects

### a. [GP, Sec. 70](#) (Meaning of Savings)

- savings refer to portions or balances of any released appropriations which have not been obligated as a result of (i) final discontinuance or abandonment of an on-going program, activity or project (P/A/P) by the head of the agency concerned due to cause not attributable to the fault or negligence of the said; (ii) non-commencement of the P/A/P for which the appropriations is released; (iii) decreased cost resulting from improved efficiency during the implementation or until the completion by agencies of their P/A/P: PROVIDED, That the agencies will still be able to deliver the targets and services as approved in the GAA; or (iv) difference between the approved budget for the contract and the contract award price.



# GENERAL OBSERVATION

Explains how a provision will be implemented during the budget year

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## 1. Organizational Structure of Congress

- a. [Congress-HOR and Senate, SP No. 1](#) (Organizational Structure)

## 2. Appropriations for the Citizen Armed Forces Geographical Units

- a. [Department of National Defense, SP No. 3](#) (Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units)

## 3. Priority in the Hiring of Teachers

- a. [DepEd-OSEC, SP No. 14](#) (Priority in the Hiring of Teachers)

## 4. Appropriations for KALAHY-CIDDS

- a. [Department of Social Welfare and Development-OSEC, SP No. 11](#) [Kapit-Bisig Laban sa Kahirapan-Comprehensive and Integrated Delivery of Social Services; National Community Driven Development Project (KALAHY-CIDSS NCDDP)]





# ITEMS V and VI

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## ITEM V

- ❑ PS appropriations for all government agencies shall be valid for release and obligation until December 31, 2015.

## ITEM VI

- ❑ changes, increases, reductions and new budgetary items were introduced in this Act should carry with them corresponding adjustments in the committed performance targets of the agencies concerned.
- ❑ the DBM shall inform the agencies of the changes in their respective appropriations and require the submission of their revised performance targets and shall promulgate the approval requirements for the release of new budgetary items or appropriations affected by said changes, particularly for those the implementation of which will result in major shift in policies of the government, under which the Budget was crafted.





# AUGMENTATION & REALIGNMENT



# WHAT THE CONSTITUTION STATES

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## AUGMENTATION

### Section 25 (5), Article VI of the 1987 Constitution

No law shall be passed authorizing any transfer of appropriations; **however**, the President, the President of the Senate, the Speaker of the House of Representatives, the Chief Justice of the Supreme Court, and the heads of Constitutional Commissions **may, *by law***, be authorized to augment any item in the general appropriations law for their respective offices from savings in other items of their respective appropriations.



FOR EXAMPLE:

## ITEM OF APPROPRIATION

# Construction of Barangay San Isidro Farm-to-Market Road

Php 5.5 M



### ALLOTMENT CLASS 1



**Personnel  
Services  
(PS)**

EXAMPLE:  
Engineers to supervise  
construction

Php 300,000

### ALLOTMENT CLASS 3



**Maintenance  
and Other  
Operating  
Expenditures  
(MOOE)**

EXAMPLE:  
Gasoline for the engineers'  
transportation, and other such utilities

Php 250,000

### ALLOTMENT CLASS 2



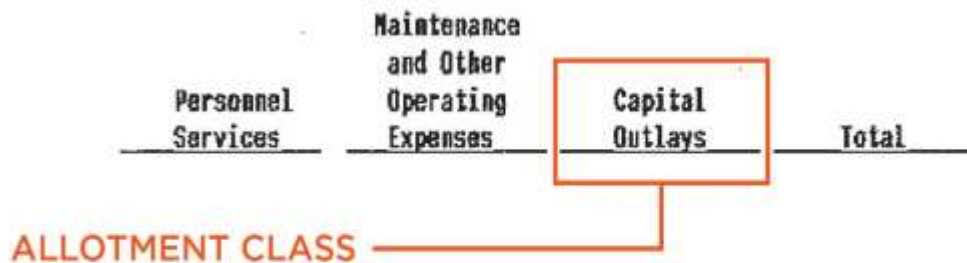
**Capital  
Outlays  
(CO)**

EXAMPLE:  
Cement, steel bars, and other  
materials for building roads

Php 5.0 M

The illustration above shows a hypothetical case. This does not reflect actual costs indicated in any particular General Appropriations Act.

Locally-Funded Project(s)



Repair/Rehabilitation and Construction  
 of Farm-to-Market Roads in the  
 Designated Key Production Areas

National Capital Region (NCR)

Central Office

Concreting of Bohe Pahu-Sitio Bohe Basilan  
 Farm-to-Market Road, Brgy. Bohe Pahu, Ungkaya  
 Pukan, Basilan

Concreting of Bohe Pahu-Sitio Block 41  
 Farm-to-Road, Brgy Bohe Pahu, Ungkaya Pukan,  
 Basilan

Concreting of Farm-to-Market Road, Basak-Sitio  
 Diata Kud, Brgy. Basak, Sumisip, Basilan

Concreting of Junction National Highway  
 Bacung-Sitio Diata Kud Brgy Bacung  
 Farm-to-Market Road, Brgy. Bacung, Sumisip,  
 Basilan

Concreting of Brgy. Pangadapun Farm-to-Market  
 Road, Brgy. Pangadapun, Piagapo, Lanao Del Sur

Concreting of Brgy. Rantian Farm-to-Market Road,  
 Brgy. Rantian, Piagapo, Lanao Del Sur

ITEM OF APPROPRIATION

6,250,000,000 6,250,000,000

150,000,000 150,000,000

150,000,000 150,000,000

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# GPs, Sec. 69 (Use of Savings)

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## SAVINGS

Officers authorized to use savings in their respective agency appropriations:

- The President of the Philippines
- the Senate President
- the Speaker of the House of Representatives
- the Chief Justice of the Supreme Court
- the Heads of the Constitutional Commissions





## GPs, Sec. 69 (Use of Savings)

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### DEFINITION

- refer to portions or balances of any released appropriations in this Act which have not been obligated as a result of any of the following:

- (a) Final discontinuance or abandonment of an on-going program, activity or project (P/A/P) by the head of the agency concerned due to cause not attributable to the fault or negligence of the said agency which would not render it possible for the agency to implement the said P/A/P during the validity of the appropriations.
- (b) Non-commencement of the P/A/P for which the appropriations is released. For this purpose, non-commencement shall refer to the inability of the agency or its duly authorized procurement agent to obligate the released allotment and implement the P/A/P due to natural or man-made calamities or other causes not attributable to the fault or negligence of the agency concerned during the validity of the appropriations;
- (c) Decreased cost resulting from improved efficiency during the implementation or until the completion by agencies of their P/A/P: PROVIDED, That the agencies will still be able to deliver the targets and services as approved in this Act; and
- (d) Difference between the approved budget for the contract and the contract award price.



## GPs, Sec. 69 (Use of Savings)

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### CONDITIONAL IMPLEMENTATION

- *“The Congress has affirmed its intention to allow the declaration of savings resulting from the final discontinuance or abandonment of an ongoing program, activity or project (P/A/P), or non-commencement of a P/A/P. Moreover, it clarified that the same should be due to causes not attributable to the fault or negligence of the agency concerned and would not make it possible for the P/A/P to be implemented during the validity of appropriations.*

*Once this is determined, the Constitutional officers authorized to use savings may declare the existence thereof to augment deficient items of appropriation.*

*For the proper implementation of this provision and discount the possibility of diverging application during budget execution, I hereby task the DBM to issue rules and regulations governing this, consistent with the intent of Congress.”*



# GP, Sec. 71-Meaning of Augmentation

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## DEFINITION

- The act of the head of offices authorized under Section 69 of this Act to use savings in their respective appropriations to provide additional funding to cover an actual deficiency incurred for the current year in any existing item of their respective appropriations.
- A deficiency in the appropriations result from: (i) justified modifications or adjustments in the P/A/P authorized in this Act; or (ii) adjustment in the cost of implementing P/A/P due to justified causes.
- The existence of an appropriation for an allotment class in a P/A/P is necessary for the purposes of augmentation, then allotment class of which may either be Personnel Services, MOOE or Capital Outlays.





# GPs, Sec. 69 (Use of Savings)

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## REPORTORIAL REQUIREMENTS

- The foregoing constitutional officers authorized to use savings shall be responsible for:
  - (i) ensuring that a semestral and annual report on their respective use of savings shall be limited to the Senate Committee on Finance and the House Committee on Appropriations, copy furnished the DBM
  - (ii) shall indicate in the report, among others, the amount of savings generated, the sources and grounds used therefor, and the existing program, activity or project in their respective appropriations augmented.
  - (iii) they shall likewise ensure that said reports are posted on their official websites



## GP, Sec. 73-Rules in the Realignment of Allotment Classes and Reprioritization of Items of Appropriations.

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General rule:





The general rule is that agencies and offices must spend what it is programmed in their appropriations in this Act.

Exception:

Any request to realign or to reprioritize is an exception to the rule and must be strictly construed against the agency or office requesting it.

- The realignment of objects of expenditures within CO of agency allotments is allowed: PROVIDED, That the realignment is within the same P/A/P and may only be undertaken until the second quarter of the year.
- In all cases of realignment the existence of an appropriation in the object of expenditure and allotment class is necessary for realignment.



	AUGMENTATION	REALIGNMENT
Exercised by Whom	President, Senate President, House Speaker, Chief Justice, and the Heads of the Constitutional Commissions	Heads of Agencies, DBM or the President
Limitation	-Within respective appropriations (may be from one P/A/P to another) -no cross-border transfers	Within the same P/A/P Provided: a. Heads of agencies: within the same allotment class (exceptions: intelligence funds & payment of magna carta); b. DBM: from one allotment class to another
Existence of Allotment Class		
Existence of Object of Expenditure		



# THANK YOU!



## GPs, Sec. 46. Appropriations for Personnel Services

The appropriations for Personnel Services under this Act shall be used for the payment of personnel benefits authorized by law to be given to National Government employees, computed based on the human resource information provided in the Government Manpower Information System to be enhanced by the DBM: PROVIDED, That the payment of Magna Carta benefits shall be limited to the benefits specified and appropriations authorized in this Act for the purpose and the provision of Section 52 hereof: PROVIDED, FURTHER, That any available allotment for Personnel Services within a department or agency may be utilized by said department or agency for the payment of deficiencies in authorized personnel benefits.



## **GPs, Sec. 74. Rules in the Payment of Collective Negotiation Agreement Incentives**

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The amount sourced from allowable MOOE allotments, generated out of cost-cutting measures undertaken by the agencies of the government and their respective personnel, which are identified in their respective Collective Negotiation Agreements (CNAs) and supplements thereto, may be used for the grant of CNA Incentives by agencies with duly executed CNAs: PROVIDED, That the one-time annual payment of CNA Incentive shall be made through a written resolution signed by agency representatives from both labor and management, and approved by the agency head: PROVIDED, FURTHER, That the funding sources and amount of CNA Incentive shall in all cases be limited to the allowable MOOE allotments and rates determined by the DBM, respectively: PROVIDED, FURTHERMORE. That the payment of CNA Incentive sourced from the allowable MOOE allotments shall be subject to approval by the DBM: PROVIDED, FINALLY, That any excess amounts from the allowable MOOE allotments after payment of the CNA Incentive shall revert to the General Fund.

Implementation of this provision shall be subject to guidelines issued by the DBM.



# Direct Veto



## Unprogrammed Fund, Special Provision (SP) No. 11

**Trade Remedies Fund.** The unprogrammed amount authorized under Purpose 10 shall be used as appropriations cover for the release of funds previously deposited by the Bureau of Customs in the Bureau of the Treasury for the implementation of remedies, including safeguard measures pursuant to R.A. No. 8800, the Safeguard Measures Act of 2000, subject to the issuance of implementing rules and regulations.



## Bureau of Immigration, SP No. 2

**Use of Income.** The Bureau of Immigration is authorized to use twenty percent (20%) of its income derived from collections of immigration fees to defray additional maintenance and other operating requirement and capital outlays, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292. (DIRECT VETO – President’s Veto Message, December 23, 2014, Volume II-B, page 1550, R.A. No. 10651)



## Department of Justice (DOJ)-National Bureau of Investigation , SP No. 1

**Use of Income.** The National Bureau of Investigation (NBI) is authorized to use twenty percent (20%) of its income realized from the collections of clearance fees to augment maintenance and other operating expenses and purchase of equipment, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292. (DIRECT VETO – President’s Veto Message , December 23, 2014, Volume II-B, page 1550, R.A. No. 10651)

## Department of Transportation and Communication, SP No. 3

**Use of Income.** The Land Transportation Office (LTO) is authorized to use its income from information technology (IT)/computer fees to pay its obligations to the information technology provider for services rendered in accordance with its contract. Any excess income/collections, after deducting the said payments from the IT/computer fees shall be deposited to the Bureau of the Treasury and shall be made available to settle previous years unbooked obligations to LTO providers subject to existing accounting and auditing rules and regulations. (DIRECT VETO - President's Veto Message, December 23, 2014, Volume II-B, page 1551, R.A. No. 10651)

### Department of Education (DepEd)-National Museum, SP No. 1

**Revolving Fund for Museum Operations.** All income from sales of reproductions, cultural items, publications, creation, restoration, conservation, identification, authentication, earnings from planetarium programs and other auxiliary services shall be retained without the need of a separate approval from any government agency and shall be used for the operational requirements of the National Museum subject to existing accounting and auditing rules and regulations.

The National Museum shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Director of National Museum and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the National Museum, which shall be considered compliance with the said reportorial requirements.

Failure to comply with the foregoing requirements, shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted/ posted. (DIRECT VETO- President's Veto Message, December 23, 2014, Volume II-B, page 1551, R.A. No. 10651

### OEO-National Historical Commission of the Philippines, SP No. 1

#### **Revolving Fund for Projects of the National Historical Commission of the Philippines.**

All income of the NHCP derived from the proceeds of publications, park entrance fees and donations, the rendering of technical services, conferences and workshops and similar income shall be retained by the NHCP without need of a separate approval from any government agency, and shall be constituted as a revolving fund to augment the projects of the NHCP subject to existing accounting rules and regulations.

The NHCP shall submit to the DBM, the House Committee on Appropriations, and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Chairperson of the NHCP and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the NHCP which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render, any disbursement in the subsequent quarters void except upon certification by the DBM and the commission's web administrator that said report has been submitted/ posted. (DIRECT VETO- President's Veto message, December 23, 2014, Volume II-B page 1551, R.A. No. 10651)



### OEO-National Commission for Culture and the Arts, SP No. 2

**Revolving Fund for Fabrication of Cultural Items and Printing Publications.** All income of the NCCA derived from the proceeds of sales of cultural items or publications shall be retained by the NCCA, without need of a separate approval from any government agency, and shall be constituted as a revolving fund for the fabrication of such items or printing of such publications subject to existing accounting auditing rules and regulations.

The NCCA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this Fund. The Chairperson of the NCCA and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the NCCA which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render, any disbursement in the subsequent quarters void, except upon certification by the DBM and the Commission's web administrator that said report has been submitted/posted.



## Miscellaneous Personnel Benefits Fund (MPBF), SP No. 3

**Productivity Enhancement Incentives.** The amount of Thirty Billion Six Hundred Forty Seven Million Four Hundred Sixty Four Thousand Pesos (P30,647,464,000) appropriated herein shall be used for the grant of Productivity Enhancement Incentives (PEI) to employees of the National Government, including SUCs. The amount of PEI to be granted shall either be Five Thousand Pesos (P5,000) or one month basic salary, subject to the following conditions: (i) accomplishment of FY 2014 Performance Targets for at least one strategic Major Final Output of the National Government Agencies; and (ii) compliance with two good governance conditions (i.e. transparency seal and citizen's charter): PROVIDED, That the implementation of this provision shall be subject to guidelines to be issued by the President.

The grant of productivity enhancement incentives shall be exempted from income tax. (Direct Veto)



# Conditional Implementation





## General Provisions (GP), Sec. 61

**Availability of Appropriations.** Appropriations for MOOE and Capital Outlays authorized in this Act shall be available for release and obligation for the purposes specified, and under the same special provisions applicable thereto, for a period extending to one fiscal year after the end of the year in which such items were appropriated.

A report on these releases and obligations shall be submitted to the House Committee on Appropriations and Senate Committee on Finance.



## GP, Sec. 70

**Meaning of Savings.** Savings refer to portions or balances of any released appropriations in this Act which have not been obligated as a result of any of the following:

- (a) Final discontinuance or abandonment of an on-going program, activity or project (P/A/P) by the head of the agency concerned due to cause not attributable to the fault or negligence of the said agency which would not render it possible for the agency to implement the said P/A/P during the validity of the appropriations.
- (b) Non-commencement of the P/A/P for which the appropriations is released. For this purpose, non-commencement shall refer to the inability of the agency or its duly authorized procurement agent to obligate the released allotment and implement the P/A/P due to natural or man-made calamities or other causes not attributable to the fault or negligence of the agency concerned during the validity of the appropriations;
- (c) Decreased cost resulting from improved efficiency during the implementation or until the completion by agencies of their P/A/P: PROVIDED, That the agencies will still be able to deliver the targets and services as approved in this Act; and
- (d) Difference between the approved budget for the contract and the contract award price.

## GP, Sec. 70

*Continuation...*

PROVIDED, HOWEVER, That savings may likewise refer to available balances of appropriations arising from unused compensation and related costs pertaining to: (i) unfilled, vacant or abolished positions; (ii) non-entitlement to allowance and benefits; (iii) leaves of absence without pay; and (iv) unutilized pension and retirement benefits arising from death of pensioners, decrease in the number of retirees, or other related causes.

Programmed appropriations which have not been released or allotments not obligated due to the fault of the agency concerned shall not be considered savings.



### E-Government Fund, SP No. 1

**Strategic Information and Communication Technology Projects.** The amount of One Billion Pesos (P1,000,000,000) appropriated herein for strategic information and communication technology projects shall be used exclusively to finance the following projects and activities of departments, bureaus and offices of the National Government, including those of Constitutional Offices enjoying fiscal autonomy, SUCs and GOCCs: (i) on-going E-Government funded projects; and (ii) strategic information and communication technology projects in public financial management, basic and higher education, health, justice, peace and order, transport, land use, open government or open data, climate change, citizen frontline delivery services, and other priority sectors: **PROVIDED**, That such projects strictly comply with all the criteria and guidelines jointly prescribed by the Information and Communications Technology Office, DBM and NEDA under the government-wide Medium-Term Information and Communications Technology Harmonization Initiative (MITHI). In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The amounts appropriated herein shall be administered by the Executive branch. Savings from the said fund may be used to augment deficiency in the in the budget of the judicial branch, legislative branch and Executive branch of the government including Constitutional Commissions and Offices, subject to Section 35, Chapter 5, Book VI of E.O. No. 292: **PROVIDED**, That before release of funds, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.



## International Commitments Fund, SP No. 5

**Appropriations under the International Commitments Fund.** The amounts appropriated herein shall be administered by the Executive branch. Savings from the said fund may be used to augment deficiency in the in the budget of the Judicial Branch, Legislative Branch and Executive Branch of the government including Constitutional Commissions and Offices, subject to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That before release of funds, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.



## MPBF, SP 4

**Appropriations under the Miscellaneous Personnel Benefits Fund.** The amounts appropriated herein shall be administered by Executive branch. Savings from said fund may be used to augment deficiency in the budget of the Judicial Branch, Legislative Branch and the Executive Branch of the government including Constitutional Commissions and Offices, subject to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That before the release of funds, the DBM shall submit to congress the amounts allocated to The Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.



## National Disaster Risk Reduction and Management Fund (NDRRMF), SP No. 4

**Appropriations under the National Disaster Risk Reduction and Management Fund.** The amounts appropriated herein shall be administered by the Executive branch. Savings from the said fund may be used to augment deficiency in the budget of the Judicial Branch, Legislative Branch and Executive Branch of the government including Constitutional Commissions and Offices, subject to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That before the release of funds, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.



## Pension and Gratuity Fund, SP No. 6

**Appropriations under the Pension and Gratuity Fund.** The amounts appropriated herein shall be administered by the Executive Branch. Savings from the said fund may be used to augment deficiency in the budget of the Judicial Branch, Legislative Branch and Executive branch of the government including Constitutional Commissions and offices, subject to Section 35, Chapter 5, Book VI Of E.O. No. 292: PROVIDED, That within the first quarter, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.





## Rehabilitation and Reconstruction Program, SP No. 2

### **Appropriations under the Rehabilitation and Reconstruction Program.**

The amounts appropriated herein shall be considered as appropriations under the Executive branch. Savings from the said fund may be used to augment deficiency in the budget of the Judicial Branch, Legislative Branch and Executive Branch of the government including Constitutional Commissions and Offices, subject to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That before the release of funds, the DBM shall submit to Congress the amounts allocated to the Judicial Branch, Legislative Branch, Constitutional Commissions and the Ombudsman. Releases to the said offices shall in no case exceed the amount submitted to Congress.



### GP, Sec. 48

**Authorized Deductions.** Deductions from salaries, emoluments or other benefits accruing to any government employee chargeable against the appropriations for Personnel Services may be allowed for the payment of an individual employee's contributions or obligations due to the following, and in the order of preference stated below.

- (a) The BIR, PHILHEALTH, GSIS and HDMF;
- (b) Government Financial Institutions authorized by law and accredited by appropriate government regulating bodies to engage in lending;
- (c) Mutual benefits associations, thrift banks and non-stock savings and loan associations duly operating under existing laws which are managed by and/or for the benefit of government employees;
- (d) Associations/cooperatives/provident funds organized and managed by government employees for their benefit and welfare;
- (e) Duly licensed insurance companies accredited by the appropriate government agency; and
- (f) Rural Banks accredited by the Bangko Sentral ng Pilipinas.

In no case shall the foregoing deductions reduce the employee's monthly net take home pay to an amount lower than Three Thousand Pesos (P3,000).



### GP, Sec. 43

**Monitoring and Evaluation Expenses.** The monitoring and evaluation expenses of the agencies mandated to implement and/or oversee the implementation of programs and projects shall not exceed three percent (3%) of the project/program costs.



### Office of the Ombudsman, SP No. 3

**Use of Income.** The Office of the Ombudsman may use the income generated from funds collected by it, subject to the conditions under pertinent sections in the General Provisions of this Act and for purposes as may be specifically authorized therein or by applicable provisions of law.

The Office of the Ombudsman shall submit, either in printed form or by way of electronic document, to the Office of the President quarterly reports on the utilization of said amount.



### Congress-House of Representatives (HOR), SP No. 3

**Revolving Fund for the Reproduction of Legislative Records and Sale of Publications and Products.** Income derived from business-type activities of the House of Representatives including fees for the reproduction of legislative records, sale of publications and other institutional products shall be constituted as Revolving Fund. Said income shall be deposited in an authorized government depository bank and shall be used to cover expenses incurred for the said activities, subject to pertinent accounting and auditing rules and regulations: PROVIDED, That no amount to the revolving fund authorized in this Act shall be used for the payment of discretionary and representation expenses.

The House or Representatives shall submit to the DBM, quarterly reports on income of, and expenditure from, this fund. The Speaker of the House of Representatives and the Agency web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the Agency's official website.

Failure to comply with the foregoing requirements, shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted and posted, respectively.



### DOJ-Bureau of Immigration, SP No. 1

**Collection from Shipping Companies and Vessels.** Fees, expenses or any form of charges from shipping companies or vessels in the conduct of inspection of immigration officers shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292.

The Bureau of Immigrations (BI) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the collection of said income. The Commissioner of BI 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 BI which shall be considered compliance with the said reportorial requirement.



### DOJ-Office of the Government Corporate Counsel, SP No. 1

**Fees from Assessments Levied by the Office of the Government Corporate Counsel.** Fees collected by the Office of the Government Corporate Counsel (OGCC) from client GOCCs in accordance with Section 4 of P.D. No. 1415 shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That the OGCC shall assess client GOCCs based on the volume of work, the complexity of issues, the amounts involved, and other similar criteria.

The OGCC 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 the collection of said income. The Government Corporate Counsel and the Agency'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 OGCC.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions pursuant to Section 43, Chapter 5, and Section 80, Chapter 6, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.



### DENR-OSEC, SP No. 1

**Integrated Protected Areas Fund.** In addition to the amounts appropriated herein, the Protected Area Management Board (PAMB) of each protected area shall retain and directly utilize Seventy Five percent (75%) of all income generated by each protected area from its operation or management of wild flora and fauna pursuant to R.A. 10629 and its implementing guidelines.

The PAMB is also authorized to use the amount of Thirty Million Pesos (P30,000,000) which shall be sourced from the remaining fund deposited in the trust account to finance projects of the system in accordance with Section 16 of R.A. 7586, as amended.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DENR shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount including the list of projects and activities and their corresponding amounts. The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.



### Department of Health (DOH)-OSEC, SP No. 7

**National Health Insurance Program for the Indigents.** The amount of Thirty Seven Billion Sixty Million Four Hundred Forty Thousand Pesos (P37,060,440,000) appropriated herein under Subsidy for Health Insurance Premium of Indigent Families Enrolled in the National Health Insurance Program shall cover full subsidy for health insurance premium of the following: (i) indigents under the NHTS-PR of the DSWD including the poor and low income that may be identified by the DSWD, local social worker and medical social worker; (ii) qualified barangay officials including barangay secretary, barangay treasurer, barangay tanods, barangay day care workers and allied health workers that are not receiving salaries from other sources and (iii) senior citizens: PROVIDED, That said enrollees are not yet covered under any Philhealth insurance program and are not dependents of a principal member: PROVIDED, FURTHER, That the cost of administering the Program shall not exceed seven percent (7%) of the amount of premium contributions: PROVIDED, FURTHERMORE, That releases from said amount to Philhealth shall be made through the BTR: PROVIDED FINALLY, that, the release of cash allocation shall be based on the certified billing indicating the names of indigent enrollees, barangay officials and workers and senior citizens to be submitted to DBM which shall ensure that there is no duplication in the enrollees.

In the implementation of this Program, the Philhealth shall ensure that the utilization of said amount for premiums shall be based on the list of indigent and poor enrollees submitted to DBM.

### Unprogrammed Fund, SP No. 12

**Share of the Department of Health from the Incremental Revenue from Excise Tax on Alcohol and Tobacco Products.** The unprogrammed appropriations may likewise be used as appropriation cover for the release of Ten Billion Six Hundred Ninety Four Million Seven Hundred Fifty Four thousand Pesos (P10,694,754,000) to the Department of Health to implement Universal Health Care, attainment of the Millenium Development Goals, Health Awareness Programs, Medical Assistance and Health Enhancement facilities pursuant to R.A. No. 10351 chargeable against Purpose 12 and may be availed of when revenue collections from incremental revenues from the excise tax on alcohol and tobacco products of Forty Two Billion Eight Hundred Sixty Million Pesos (P42,860,000,000), which is the target amount for the said revenue under the 2015 Budget of Expenditures and Sources of Financing is actually collected, as certified by the Bureau of the Treasury: PROVIDED, That releases covering the Universal Healthcare Coverage under the National Health Insurance Program shall be in accordance with Special Provision No. 7-National Health Insurance Program of the Department of Health of this Act.

### DOH-OSEC, SP No. 2

**Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operation of special hospitals, medical centers, institute for disease prevention and control, including drug abuse treatment and rehabilitation centers and facilities, and other National Government hospitals under the DOH shall be deposited in an authorized government depository bank and shall be used to augment the hospital's MOOE and Capital Outlays including the payment of PhilHealth premium under the Point of Care Program: PROVIDED, That no amount therefrom shall be used for the payment of salaries, allowances and other benefits: PROVIDED, FURTHER, That at least twenty-five percent (25%) of the said income shall be used to purchase and upgrade hospital equipment used directly in the delivery of health services.

The DOH shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said annual reports and the audited financial statements are likewise posted on the official website of the DOH.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.



### DOH-OSEC, SP No. 8

**Assistance to Indigent and Poor Patients.** The amount of One Billion Eight Hundred Forty Nine Million One Hundred Forty Nine Thousand Pesos (P 1,849,149,000) appropriated herein under Assistance to Indigent Patients shall be utilized for hospitalization and the grant of assistance to indigent and poor patients including the payment of Philhealth premium under the Point of Care Program: PROVIDED, That the beneficiary shall comply with the requirements of DOH and/or government hospital: PROVIDED, FURTHER, That the DOH shall not release any subsequent cash allocation until fifty percent (50%) of the amount previously released has been liquidated in accordance with the pertinent budgeting and auditing rules and regulations: PROVIDED, FURTHERMORE, That the DOH shall be allowed to utilize up to one percent (1%) of the said amount to cover administrative costs of implementing the activity: PROVIDED, FURTHERMORE, That the DOH may engage a third party agency, entity or organization to monitor the implementation of this Program: PROVIDED, FINALLY, That the DOH shall submit a quarterly report on the utilization of this amount to the DBM, the House Committee on Appropriations and the Senate Committee on Finance.

The DOH shall post the following on its official website: (i) Name of recipient government hospitals and indigent patients receiving medical services therein, whether confined or out patients; (ii) Type of medical assistance given and other related information; and (iii) Name and address of indigent patients, and medical services rendered to and/or drugs and medicines received by each of them with the corresponding fee or amount. The recipient government hospital shall likewise post the foregoing information on its official website. The Secretary of Health and The Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOH which shall be considered compliance with the said reportorial requirement.



Department of Agriculture-OSEC, SP No. 5

**Implementation of Farm-to-Market Road Projects.** The amount of Six Billion Two Hundred Fifty Million Pesos (P6,250,000,000) appropriated herein for Farm-to-Market Road (FMR) projects shall be used exclusively for the repair, rehabilitation and construction of FMRs: PROVIDED, That said amount shall be released directly to the DPWH consistent with the list of FMR projects approved by the DA. In no case shall said amount be used for any other purpose.

The Secretary of Agriculture and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the list are posted on the official website of the DA reflecting the following: (1) over-all rationale and objective of the plan; (2) implimenting strategy; (3) location of FMRs which must lead to arterial roads and key production areas; (4) estimated length in kilometers of FMRs to be constructed; (5) costing, construction design and specifications consistent with the standards set by the DPWH for FMR projects; (6) number of farmers; and (7) status of the implementation of the said projects.

### Department of Agriculture-OSEC, SP No. 5 *Continuation...*

The Secretary of the Department of Agriculture is authorized to approve realignment of allotment released from appropriations of the Department from one project and/or scope of work to another: PROVIDED, That the realignment may only be undertaken once per project and not later than the third quarter of the current year: PROVIDED, FURTHER, That the realignment is made to another project and/or scope of work within the same project category, as the original project and within the same implementing unit: PROVIDED, FURTHERMORE, That the allotment released has not been obligated for the original project/scope of work.

The DPWH shall formulate a strategy to ensure the timely implementation of FMR projects such as, but not limited to, the clustering of projects for cost efficiency in the procurement thereof and effective management and implementation of FMR projects.

The DA shall submit to the DBM, the House Committee on Appropriations and Senate Committee on Finance and COA, quarterly reports on the utilization of said fund. The Secretary of Agriculture and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DA, which shall be considered compliance with the said reportorial requirement.





Department of Public Works and Highways (DPWH)-OSEC, SP No. 7

**Local Infrastructure Program.** The amount of Twenty Seven Billion Three Hundred Fifty Two Million Six Hundred Ninety One Thousand Pesos (P27,352,691,000) appropriated herein under the Local Infrastructure Program shall be utilized for the construction and/or rehabilitation of the following local infrastructures, including the completion of existing ones:

- a) Roads and Bridges including Farm to Market Roads and Pathways;
- b) Classrooms or Academic Buildings;
- c) Multi-Purpose Buildings; and
- d) Levels 2 and 3 Water Supply Systems:

PROVIDED, That any procurement arising from the implementation of this Program shall comply with the provisions of R.A. No. 9184, and its Implementing Rules and Regulations and guidelines, particularly on the posting requirements on the Philippine Government Electronic Procurement System: PROVIDED, FURTHERMORE, That the DPWH is authorized to charge not more than one percent (1%) of the project cost for engineering and administrative overhead expenses from the allocation under this Program: PROVIDED, FURTHERMORE, That in case of projects to be implemented by LGUS, the DPWH must first determine that the LGU has the actual capability to implement the infrastructure project by itself: PROVIDED, FURTHERMORE, That the DPWH may engage a third party agency, entity or organization to monitor the implementation of this Program: PROVIDED, FINALLY, That the DPWH shall submit a quarterly report on the utilization of this amount to the DBM, the House Committee on Appropriations, and the Senate Committee on Finance.

### Department of Public Works and Highways (DPWH)-OSEC, SP No. 7 (continuation)

The DBM and DPWH shall post the list of infrastructure projects covered and the municipality and barangay where it is located, as well as the recipient SUC when applicable, with corresponding cost per project on their respective official websites. The DPWH shall likewise post the below information within the period stated on its official website:

<u>Within thirty (30) days from entering into contract with the winning bidder:</u>	<u>Within thirty (30) days from the issuance of a Certificate of Completion:</u>
<u>a) Project title and detailed description including nature/scope and location thereof;</u>	<u>a) Actual cost of the project; and</u>
<u>b) Detailed estimates in arriving at the Approved Budget of the Contract; and</u>	<u>b) Variation orders issued, if any.</u>
<u>c) Name of winning bidder and the detailed estimates of the bid as awarded.</u>	

The agency's web administrator or his/her equivalent shall be responsible for ensuring compliance with the above posting requirements.

Implementation of this provision shall be subject to guidelines as may be issued by the DPWH in consultation with the DBM for the purpose.





### [DPWH-OSEC, SP No. 15 \(Engineering and Administrative Overhead Expenses\)](#)

**Engineering and Administrative Overhead Expenses.** The DPWH is authorized to deduct not more than the following percentages of the project cost for infrastructure projects of the Department to be used for engineering and administrative overhead expenses (EAO): (i) three and one-half percent (3.5%) for those directly released to its Central Office; (ii) two and one-half percent (2.5%) for those directly released to its Regional Offices; and (iii) two percent (2%) for those directly released to its District Engineering Offices. The use thereof shall be limited: (i) administrative overhead including the hiring of individuals engaged through job-orders or contracts of service or such other engagement of personnel without any employer-employee relationship; (ii) pre-construction activities; (iii) construction project management; (iv) testing and quality control; (v) acquisition, rehabilitation and repair of heavy equipment and other related equipment and parts used in the implementation of infrastructure projects; and (vi) contingencies in relation to pre-construction activities: PROVIDED, That the EAO expenses shall be treated or booked-up as capitalized expenditures and shall form part of the project cost.

For infrastructure projects of other departments or agencies and undertaken by the DPWH, the DPWH Central Office, regional offices and district engineering offices are only authorized to deduct not more than one-half percent (0.5%) of the project cost to be used for EAO expenses.

In all of the foregoing instances, the EAO expenses shall not be authorized for infrastructure projects costing One Million Pesos (P1,000,000) and below.

The DPWH shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on said disbursements. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DPWH, which shall be considered compliance with the said reportorial requirement. Violation of, or non-compliance with this provision shall subject the government official or employee concerned to administrative, civil and/or criminal sanction in accordance with Section 43 of Chapter 5, Section 57 of Chapter 6, and Section 80 of Chapter 7, Book VI of E.O. No. 292.



### [DPWH-OSEC, SP No. 26 \(Project Modification\)](#)

**Project Modification.** The Secretary of Public Works and Highways is authorized to modify the details of the projects covered by allotment released from appropriations of the Department: PROVIDED, That the same may only be undertaken once per project and until the end of the third quarter: PROVIDED, FURTHER That the modification shall be within the same project category as the original project and within the same DPWH Implementing Unit: PROVIDED, FURTHERMORE, That in the case of Local Infrastructure Program, the modification may be undertaken from one project category to another within the same district: PROVIDED, FURTHERMORE, That the allotment released has not been obligated: PROVIDED, FINALLY, That in no case shall splitting of projects or deliberate creation of gaps to justify itemization of a single project be allowed.

Except for Local Infrastructure Program, for modifications in the project category and/or DPWH Implementing Unit, the DPWH shall first secure approval by the DBM before implementation of the project.

The DPWH shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that such modification is likewise posted on the official website of the DPWH within the same period.

DepEd-OSEC, SP No. 4 (Provision and Maintenance of Basic Educational Facilities)

**Provision and Maintenance of Basic Educational Facilities.** The amount appropriated herein for the provision and maintenance of Basic Educational Facilities shall be allocated, as follows:

PROVIDED, That the amount of Forty Eight Billion Sixty Two Million Five Hundred Ninety Nine Thousand Two Hundred Seventy Pesos (P 48,062,599,270) appropriated herein for the construction, replacement, and/or completion of kindergarten, elementary and secondary school buildings and technical vocational laboratories, and the construction of water and sanitation facilities shall be released directly to the DPWH subject to a Special Budget in accordance with Section 35, Chapter 5, Book VI of Executive Order 292: PROVIDED, FURTHER, That the DPWH shall implement the same based on the list, location, and the standards and specifications of school buildings, technical vocational laboratories and water and sanitation facilities identified or prescribed by the DepEd: PROVIDED, FURTHER, that, the DPWH shall determine the design plans and cost of such school building to be constructed based on the prevailing average unit cost in the province/municipality where the school will be located, taking into consideration the actual site condition: PROVIDED, FURTHERMORE, That the amount of Two Billion Nine Hundred Thirty Eight Million Three Hundred Sixty Seven Thousand Pesos (P 2,938,367,000) appropriated herein for the repair, rehabilitation and renovation of kindergarten, elementary and secondary school buildings, and repair of water and sanitation facilities shall be implemented by the DepEd through public bidding in accordance with R.A. No. 9184 and its Implementing Rules and Regulations: PROVIDED, FINALLY, That the DepEd is authorized to deduct an amount not to exceed one fourth of one percent (0.25%) of the project cost to be used for engineering and administrative overhead expenses.

The amount of Forty Million Seven Hundred Thirty Pesos (P 40,000,730) appropriated herein for provision for annual payment of school buildings constructed by the National Housing Authority (NHA) shall be used as payment/reimbursement of elementary and secondary school buildings constructed by the NHA in NHA resettlement sites located in Laguna, Cavite, Rizal, Bulacan and Muntinlupa city per memorandum of agreement (MOA) signed by the DepEd and the NHA dated November 16, 2009: PROVIDED, that said amount shall not be used for new projects.



### DepEd-OSEC, SP No. 4 (Provision and Maintenance of Basic Educational Facilities) *Continuation...*

The amount of One Billion Two Hundred Six Million Two Hundred Twelve Thousand Pesos (P1,206,212,000) appropriated herein for the acquisition of school desks, furniture and fixtures shall be used to purchase school desks, furniture and fixtures: PROVIDED, That the DepEd shall ensure that all kindergarten, elementary and secondary school buildings to be constructed by the DPWH shall be provided with the corresponding number of school desks, furniture and fixtures: PROVIDED, FURTHER, That said amount may also be used in case of shortage in the provision of school desks, furniture and fixtures in existing kindergarten, elementary and secondary school buildings: PROVIDED, FURTHERMORE, That in the acquisition of school desks, furniture and fixtures, the DepEd shall give preference to arts and trade schools and other similar technical or vocational schools which possess the technical capabilities in the manufacture and fabrication thereof: PROVIDED, FINALLY, That twenty-five percent (25%) of the amount allocated for school desks, furniture and fixtures shall be used to purchase those manufactured and fabricated by cooperatives, to be distributed as follows: (i) ten percent (10%) from cooperatives of persons with disabilities; and (ii) fifteen percent (15%) from other types of cooperatives.

The DepEd shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports indicating therein: (i) the status of the implementation of the Basic Educational Facilities, identifying the list of school buildings, technical vocational laboratories and water and sanitation facilities constructed, replaced, completed, repaired, rehabilitated and renovated, as well as the number of school desks, furniture and fixtures purchased; and (ii) the future plans and targets for Basic Educational Facilities, taking into consideration the K-12 Basic Education Program. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.



### DepEd-OSEC, SP No. 7

**Acquisition of School Sites.** The amount of Four Hundred Ten Million Seven Hundred Ninety Six Thousand Pesos (P 410,796,000) appropriated herein for Acquisition, Improvement, Survey and Titling of Existing School Sites includes Three Hundred Thirty Five Million Pesos (P335,000,000), which shall be used exclusively for the acquisition of new school sites to address congestion in existing schools. In the utilization of this fund, DepEd shall take into consideration not only the need of school site/s, but also other modes of acquisition such as donations of school sites in the name of DepEd from LGUs and other stakeholders.

The DepEd shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the acquisition of school sites to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

### [DepEd-OSEC, SP No. 24](#)

**Operations Of Schools.** The amounts herein appropriated as MOOE for non-implementing secondary schools and for elementary schools lodged in the budget of the division offices as well as the MOOE for implementing secondary schools shall be used to address the operational requirements of schools to include related supplies thereto to enable them to improve the delivery of educational service to learners: PROVIDED, That mandatory and other basic operating expenses shall be prioritized.

Implementation of this provision is subject to the guidelines issued by DepEd.



## DepEd-OSEC, Sp No. 22 (Preservation of Gabaldon School Buildings)

**Preservation of Gabaldon School Buildings.** Gabaldon School Buildings shall not be demolished. The DepEd shall preserve and restore the existing Gabaldon School Buildings as part of the preservation of the country's cultural heritage.





## GP, Sec. 19 (Protection of Built Heritage, Cultural Properties and Cultural Landscapes)

**Protection of Built Heritage, Cultural Properties and Cultural Landscapes.** No alteration, renovation or demolition of government buildings and open spaces declared by government cultural agencies or presumed to be important cultural properties, including but not limited to provincial capitol buildings, city halls, municipal halls, monuments, fountains, parks and plazas, schools, state colleges and universities, fortifications, lighthouses, bridges, public hospitals, train stations, museums, public librarians, stadiums, prisons and government offices, shall be undertaken without prior approval of the government cultural agencies and proper consultation with stakeholders and cultural groups to be administered by the NCAA.

In addition, in undertaking major infrastructure projects, the concerned department/agency shall be responsible specifically in the planning, design, construction, and maintenance of national roads and bridges as they impact on heritage structures or aspects of heritage, conservation pursuant to Republic Act No. 10066 or the National Cultural heritage Act of 2009.



## Department of Interior and Local Government (DILG)-OSEC, SP No. 1

**Performance-Based Challenge Fund.** The amount of One Billion Pesos (P1,000,000,000) appropriated herein for the Performance Based Challenge Fund shall cover the financial subsidy to qualified LGUs under the Local Governance Performance Management Program for the implementation of projects aligned to the Philippine Development Plan 2011-2016. The amount of Three Million Seven Hundred Thousand Pesos (P3,700,000) is for the grant of cash awards for the child-friendly municipalities and cities.

The DILG shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishment of this Fund, including the list of beneficiary LGUs. The Secretary of the Interior and Local Government and the Agency'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 DILG, which shall be considered compliance with said reportorial requirement.

### DILG-OSEC, SP No. 5

**Housing Program for Informal Settler Families Residing in Danger Areas within Metro Manila.** The amount of One Billion Two Hundred Forty Four Million Six Hundred Six Thousand Pesos (P1,244,606,000) appropriated herein for the Housing Program for Informal Settler Families (ISF) Residing in Danger Areas within Metro Manila shall be used exclusively for the following projects with the corresponding amounts:

- |  |              |
|--|--------------|
| a) Construction of Micro-Medium-Rise Buildings     | P700,000,000 |
| b) Interim Shelter Fund for 26,367 Target Families | P474,606,000 |
| c) Administrative Cost                             | P 70,000,000 |

Releases from said amounts shall be subject to the submission by the DILG to the DBM of the People's Plan and the listing and details of projects indicating therein, among others, the location of the sites and names of prospective beneficiaries approved by the DILG: PROVIDED, That the People's Plan shall be prepared by the DILG in consultation with the Presidential Commission for the Urban Poor, the National Anti-Poverty Commission and their partner civil society organizations: PROVIDED, FURTHER, That the DILG shall schedule the actual relocation of ISF during summer vacation to avoid interruption in the education of their children.

The DILG shall submit quarterly reports indicating, among others, the breakdown of disbursements for the aforesaid Programs to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the House and the Senate Committees on Housing.



### Department of Foreign Affairs-OSEC, SP No. 11 (Legal Assistance Fund)

**Legal Assistance Fund.** The amount of one hundred Million Pesos (P100,000,000) appropriated herein for the Legal Assistance Fund (LAF) shall be used exclusively for the implementation of R.A. No. 8042, as amended by R.A. 10022: PROVIDED, That the balance of the LAF at the beginning of the year, including the amount appropriated in this act shall not be less than One Hundred Million Pesos (P 100,000,000): PROVIDED, FURTHER, That the Fund shall be treated as a Special Fund in the National Treasury and its balance, including the amount appropriated herein which forms part of the Fund shall not revert to the General Fund. The DFA shall ensure the efficient and effective utilization of the Legal Assistance Fund, by expanding the coverage of legal assistance to cover all migrant workers in distress, whether documented or undocumented. In case of deficiency, the same may be augmented from savings of the DFA.

The DFA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the list of migrant workers and amount of legal services provided. The Secretary of Foreign Affairs and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the quarterly reports are posted on the official website of the DFA which shall be considered compliance with the said reportorial requirement.

### OEO-Philippine Sports Commission, SP No. 1

National Sports Development Fund. In addition to the amounts appropriated herein, the income from the following sources, constituted as the National Sports Development Fund (NSDF), pursuant to Section 26 of R.A. No. 6847, shall be used for the implementation of the National Sports Development Program:

- a) Deposited with the National Treasury Twenty Nine Million Two Hundred Ninety Eight Thousand Pesos (P29,298,000) from taxes on horse races during special holidays, share from all taxes collected on imported athletic equipment, and proceeds from the sale of stamps depicting sports events, which shall be released subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987; and
- b) b) Deposited with an authorized government depository bank - from the proceeds of sweepstakes or lottery draws of the PCSO and the PSC's share from the gross income of the PAGCOR.

The NSDF shall likewise cover the following:



### OEO-Philippine Sports Commission, SP No. 1 Continuation...

- a) At least Six Million Pesos (P6,000,000) for the research, promotion, development and implementation of Sports Science and Sports Medicine in the country;
- b) Assistance to national sports associations, private associations and entities, civil service organizations and individuals relative to the implementation of the National Physical Fitness and Sports;
- c) Training and preparation of national athletes, coaches and trainers, as well as the selection of individual athletes at the elementary and high school levels for individual sports events; and
- d) Assistance to Filipino athletes who are not under any National Sports Association (NSA) and are representing the country in any international competition whether or not sanctioned by the Philippine Olympics Committee (POC); and
- e) Payment of cash incentives and retirement benefits to national athletes, coaches and trainers: PROVIDED, That the rates for said benefits and incentives shall be in accordance with the provisions of R.A. No. 9064.

The PSC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of the NSDF, inclusive of all sources. The Chairperson of the PSC and the Commission'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 PSC which shall be considered compliance with the said reportorial requirement.

GP, Sec. 14

**National Internal Revenue Taxes and Import Duties.** The amounts pertaining to the following taxes and duties shall be considered as both revenue and expenditure of the government, and are deemed automatically appropriated:

- (a) National internal revenue taxes and import duties payable or assumed by departments, bureaus and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs to the Government arising from foreign donations, grants and loans;
- (b) Non-cash tax transactions of the following agencies: (i) the BTr for documentary stamp taxes on foreign and domestic securities issued; (ii) the DND and PNP on importations of military hardwares, software, munitions, arms and equipment; (iii) Bureau of Fire Protection on importations of fire fighting equipment, rescue equipment, and personal protective gears; (iv) the DOTC for the Metro Rail Transit Line 3 System incurred starting FY 1997 in accordance with the provisions of the Build-Lease-Transfer Agreement executed thereon and all importations by the DOTC related to the maintenance, rehabilitation and build-operate and transfer agreement and any of its variants; and



### GP, Sec. 14 *Continuation...*

- (c) Tax expenditure subsidies granted by the Fiscal Incentives Review Board to GOCCs, the AFP Commissary and Exchange Service, the PNP Service Store System, and the Procurement Service Exchange Marts or PX Marts, in accordance with E.O. No. 93, s. 1986, as amended and such pertinent guidelines thereon, including those for tax obligations assumed by GOCCs pursuant to a valid agreement.

Implementation of this section shall be subject to DOF-DBM J.C. No. 1 dated April 30, 2014 and such other pertinent guidelines issued by the agencies concerned.





# CONDITIONAL IMPLEMENTATION

Provision for Calamity Insurance

## NDRRMF, SP No. 3

**Quick Response Fund.** The QRF allocations lodged under the budgets of the below-stated implementing agencies, are as follows:

<u>DSMD-OSEC</u>	<u>P 1,325,000,000</u>
<u>DND-Office of Civil Defense</u>	<u>530,000,000</u>
<u>DND-OSEC</u>	<u>352,500,000</u>
<u>DPWH-OSEC</u>	<u>1,000,000,000</u>
<u>DepEd-OSEC</u>	<u>1,000,000,000</u>
<u>DA-OSEC</u>	<u>500,000,000</u>
<u>DOH-OSEC</u>	<u>500,000,000</u>
<u>DOTC-OSEC</u>	<u>1,000,000,000</u>
<u>NIA</u>	<u>500,000,000</u>

The foregoing QRFs shall serve as a stand-by fund to be used in accordance with the purposes authorized in the respective special provisions of the implementing agencies concerned: PROVIDED, That the following agencies may procure insurance policies to cover for the repair, rehabilitation, reconstruction and/or replacement of buildings and other structures damaged by natural and man-made calamities and other catastrophes in accordance with the provisions of R.A. No. 9184 and Section 5 of R.A. No. 656, as follows:

<u>DepEd-OSEC</u>	<u>School Building and Facilities</u>
<u>DOH-OSEC</u>	<u>Hospital and Health Centers and Facilities</u>
<u>DPWH-OSEC</u>	<u>Roads and Bridges</u>
<u>DOTC-OSEC</u>	<u>Ports, Airports and Rails</u>





### Allocations to Local Government Units (ALGU), Special Shares of LGU in the Proceeds of National Taxes (PNT), SP No. 3

**Use, Allocation and Release of LGU Share in Excise Taxes from Locally Manufactured Virginia-Type Cigarettes.** The amount of Ten Billion One Hundred Ninety Million Nine Hundred Seventy Four Thousand Pesos (P10,190,974,000) appropriated herein for the LGU share in excise taxes from locally manufactured Virginia-type cigarettes shall be used in accordance with Section 2 of R.A. No. 7171: PROVIDED, That fifty percent (50%) of said LGU shares shall be used for barangay economic development projects: PROVIDED, FURTHER, That said shares shall be allocated pursuant to the provisions of Section 289 of R.A. No. 8424, to be implemented in accordance with the guidelines of Memorandum Circular 61-A dated November 28, 1993 and other issuances by the DBM in consultation with DOF, BIR, DA and National Tobacco Administration (NTA): PROVIDED, FURTHERMORE, That the release of the LGU share from collections realized in CY 2013, as reflected in the FY 2015 BESF, shall be subject to the submission of: (i) documentary requirements that may be prescribed in the guidelines to be issued by the DBM; (ii) certification of actual collections of the BIR; and (iii) certification of volume of production and acceptances made by the NTA endorsed by the DA as basis for distribution of shares.

## ALGU-Local Government Support Fund, SP No. 1

**Use and Release of LGU Shares in the Fire Code Revenues.** The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein for the LGU shares in the taxes, fees and fines collected by the Bureau of Fire Protection (BFP) pursuant to Section 13 of R.A. No. 9514 shall be used by the LGUs for the operation and maintenance of local fire stations, subject to the submission of a certification of actual collections of the BFP.

Release of this amount shall be subject to guidelines to be jointly issued by the BFP, DILG and DBM.



### GP, Sec. 88

**Internal Allotment of LGUs.** The IRA which is automatically appropriated shall be apportioned among LGUs, including provinces, cities, and municipalities created, approved, and ratified in 2014 in accordance with the allocation formula prescribed under Section 285 of R.A. No. 7160 taking into consideration the following:

- (a) The land area shall be based on the FY 2001 Land Management Bureau (LMB certified Masterlist of Land Area unless the FYs 2004 and 2007 LMB certified Masterlist of Land Area has been validated by the DILG, NAMRIA and representatives of the Leagues of Provinces, Cities and Municipalities, and endorsed by the Secretary of the DENR and the Regional Secretary of the ARMM to DBM on or before December 31, 2014; and
- (b) The population shall be based on the FY 2010 Presidential Proclamation on the Official Population Count of the Philippines by Province, City, Municipality and Barangay.

All valid adjustments, changes, modifications, or alterations in any of the factors affecting the computation of IRA that occurred or happened, including final and executory court decisions made effective during the current fiscal year, shall be considered and implemented by the DBM upon receipt of the notice of said change chargeable against the amount herein appropriated under the Local Government Support Fund.



GP, Sec. 88

LGUs shall include in their budgets income both from local and external sources, and receipts from borrowings, including their IRA which shall be approved by their respective sanggunian. Member-municipalities of the Partido Development Administration may charge the capitalization requirement under R.A. No. 7820 against their respective IRA.

Enforcement of Sections 325 (a) and 331 (b) of R.A. No. 7160 shall be waived to enable LGUs to: (i) absorb the cost of hospital services transferred from provinces to newly created cities; (ii) fund the initial year requirements for newly created mandatory positions in the LGUs, as confirmed by DBM; (ii) pay the minimum year-end bonus of One Thousand Pesos (P1,000) for the punong barangay and Six Hundred Pesos (P600) for other mandatory barangay officials, and their cash gifts; and (iv) pay the retirement and terminal leave benefits of their employees.



## ALGU-PNT, SP No. 2

**Use, Allocation and Release of LGU Share in National Wealth.** The amount of Three Billion Forty Three Million Five Hundred Twenty Nine Thousand Pesos (P3,043,529,000) appropriated herein for the LGU share in mining taxes, royalties from mineral reservations, forestry charges, and fees and revenues collected from energy resources in the utilization and development of national wealth shall be used in accordance with Section 294 of R.A. No. 7160: PROVIDED, That said shares shall be allocated among the LGU beneficiaries pursuant to Section 292 of R.A. No. 7160: PROVIDED, FURTHER, That the foregoing share from estimated collections in CY 2014, as reflected in FY 2015 BESF, as well as those in prior years shall be released to the LGU beneficiaries, subject to the submission of a certification of actual remittance of collections of revenue collecting agencies to the BTr.

# General Observation



# GENERAL OBSERVATION

## Congress-HOR and Senate, SP No. 1

**Organizational Structure.** Notwithstanding any provision of law to the contrary, and within the limits of the appropriations authorized in this Act, the House of Representatives and the House of Representatives Electoral Tribunal, through the Speaker of the House, is hereby authorized: (i) to formulate and implement their organizational structures; (ii) to fix and determine the salaries, allowances and other benefits of their Members, personnel and consultants, subject to Section 10, Article VI of the Constitution; and (iii) to make adjustments in the Personnel Services itemization including, but not limited to, the transfer of item or creation of new positions in the House of Representatives and House of Representatives Electoral Tribunal, whenever public interest so requires: PROVIDED, That any modification of existing organizational structure and staffing pattern shall comply with existing organization, staffing and position classification and compensation standards, and shall in no case increase their respective total funding requirements for Personnel Services: PROVIDED, FURTHER, That the retirement and separation benefits of employees whose positions are affected by such organizational modification shall be paid in accordance with applicable laws and shall be sourced from any unexpended balance of, or savings in, the respective appropriations of the House of Representatives and House of Representatives Electoral Tribunal: PROVIDED, FINALLY, That a request on the foregoing changes and modifications shall be submitted to the DBM for proper documentation.



# GENERAL OBSERVATION

Appropriations for the Citizen  
Armed Forces Geographical Units

## Department of National Defense-OSEC, SP No. 3

**Quick Response Fund.** The amount of Three Hundred Fifty Two Million Five Hundred Thousand Pesos (P352,500,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for relief, rehabilitation and reconstruction programs and projects, including pre-positioning of goods and equipment in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises, and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities or for any other purpose not authorized in this provision.

The DND shall submit, either in printed form or by way of electronic document, to the National Disaster Risk Reduction and Management Council, copy furnished the DBM, quarterly reports on the status of the utilization of the QRF. The Secretary of National Defense and the Agency'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 DND.





# GENERAL OBSERVATION

Priority in the Hiring of Teachers

DepEd-OSEC, SP No. 14

**Priority in the Hiring of Teachers.** In the hiring of new teachers, whether to fill unfilled or newly created positions, priority shall be given to bonafide residents of the barangay, municipality or city within the jurisdiction of the schools division (in the order as aforestated) where the school is located: PROVIDED, That teacher-applicants are listed in the Registry of Qualified Applicants (RQA), subject to the guidelines issued by the DepEd. (GENERAL OBSERVATION-President's Veto Message, December 23, 2014 Volume II-B, Pages 1558-1559, R.A. No. 10651)



# GENERAL OBSERVATION

Appropriations for KALAHY-CIDDS

## Department of Social Welfare and Development-OSEC, SP No. 11

**KAPIT-BISIG LABAN SA KAHIRAPAN-COMPREHENSIVE AND INTEGRATED DELIVERY OF SOCIAL SERVICES: NATIONAL COMMUNITY DRIVEN DEVELOPMENT PROJECT (KALAHY-CIDSS NCDDP).** The amount herein appropriated shall cover projects that are geared towards poverty reduction. In the implementation of the KALAHY-CIDSS program, the DSWD shall take into consideration programs on increasing food productivity and agriculture to address the high poverty incidence among farmers: PROVIDED, That unless otherwise provided in the loan agreement, the provisions of R.A. No. 9184 and its Implementing Rules and Regulations shall apply in the procurement of supplies and services under this program.



## DENR-OSEC, SP 5 (National Greening Program Modification)

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**National Greening Program (NGP) Modification.** The Secretary of Environment and Natural Resources is authorized to modify the allotment released for the BGP due to declaration of natural or man made calamity and/or force majeure which will adversely affect the survival of the seedlings to be planted: PROVIDED, That the modification shall be made within the Region: PROVIDED, FURTHER, That the same may only be undertaken once: PROVIDED, FURTHERMORE, That the allotment released has not been obligated.

The DENR shall inform the DBM, in writing, of the modification as well as the corresponding targets within five (5) calendar days upon the approval of the DENR Secretary.

The DENR shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee of Finance, Reports on financial and physical accomplishments on the utilization and modification of said amount including the lists of projects.

The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that such utilization and modification are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall result in the automatic suspension of the salaries of the responsible official and/or employee until they have complied with the above requirements pursuant to Section 57, Chapter 6, Book VI of E.O. No. 292. Repeated failure or refusal of said official or employee to submit the above reports without any justifiable cause may be a ground for administrative disciplinary action, subject to pertinent civil service rules and regulations. The head of agency shall be responsible for ensuring compliance with this penalty provision.



## DOST-ICTO, SP 1 (Free Wi-fi Internet Access)

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**Free Wi-fi Internet Access.** In order to expedite the implementation of the "Free Wi-fi Internet Access in Public Places", agencies of the government and LGUs where the wi-fi internet access are located shall extend cooperation and assistance, including the reasonable use of electricity and facilities for the purpose and ensure the security of the equipment.



## OEO-GCG, SP 1 (Submission of Annual Report)

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**Submission of Annual Report.** The Governance Commission for GOCCs (GCG) shall submit, either in printed form or by way of electronic document, to the President of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance an annual report on the performance of the GOCCs under its coverage pursuant to Section 4 of R.A. No. 10149. Said annual report shall contain the following information on the GOCCs concerned: (i) FY 2015 performance targets and accomplishments; (ii) performance assessment by the GCG; (iii) summary of year-end financial statements; (iv) dividends remitted to the National Government; (v) 2014 and 2015 comparative report on basic salaries, allowances, benefits, and incentives received by members of the boards of directors or trustees, officers and employees of GOCCs; and (vi) list of GOCCs allowed by GCG to grant adjustment in salary and other emoluments to its board of directors, trustees, officers and employees.

The Chairperson of the GCG and the Agency's web administrator or his/her equivalent shall ensure that said annual report is likewise posted on the official website of the GCG.



**Subsidy to the Intercontinental Broadcasting Corporation.** The amount herein appropriated as subsidy shall be used solely to settle the obligations of the Intercontinental Broadcasting Corporation (IBC-13) to the Social Security System (SSS), the Philippine Health Insurance Corporation (PHIC) and the Home Development Mutual Fund (HDMF).

In addition to the foregoing special provision, the special provisions applicable to all government corporations enumerated under the Budgetary Support to Government Corporations-Others shall be observed by the IBC.



## GP, Sec. 18- Implementation of Infrastructure Projects

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**Sec. 18. Implementation of Infrastructure Projects.** The respective heads of agencies of the government shall ensure that all infrastructure projects under their coverage shall be implemented in locations, areas or sites that are not included in the critical geo-hazard areas or no build zones identified by the Mines and Geo-Sciences Bureau (MGB).

For those in the National Integrated Protected Area System (NIPAS), critical habitats, and other conservation areas, the agencies shall not undertake major infrastructure and/or development projects therein except for measures intended to enhance biodiversity protection: PROVIDED, That all agencies shall include measures that eliminate or minimize the risk of biodiversity loss in the planning and implementation of all infrastructure and/or development projects. Such measures shall include prohibition of cutting of trees: PROVIDED, FURTHER, That the DPWH in coordination with the DENR, shall determine the specifications of all infrastructure projects including the materials to be used to guarantee its protection.



## DENR-OSEC, SP 9 (Exclusive Use of Funds)

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**Exclusive Use of Funds.** The amounts appropriated herein for the following programs shall be used exclusively for said purposes: (i) National Greening Program; (ii) Forest Protection; and (iii) Cadastral Program. In no case shall said amounts be used for any other purpose.





## DENR-NAMRIA, SP 3 (Exclusive Use of Funds)

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**Exclusive Use of Funds.** The amounts appropriated herein for the following shall be used exclusively for said purposes: (i) Survey and Standby Operation, and Maintenance of the Two (2) s20-m Survey Vessels of NAMRIA; and (ii) Unified Mapping Program. In no case shall said amounts be used for any other purpose.



## DOTC-OSEC, SP 10 (Project Modification)

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**Project Modification.** The Secretary of Transportation and Communications is authorized to modify the details of the projects covered by allotment released from appropriations of the Department: PROVIDED, That the same may only be undertaken once per project and until the end of the second quarter: PROVIDED, FURTHER, That the modification shall be within the same project category as the original project: PROVIDED, FURTHERMORE, That the allotment released has not been obligated: PROVIDED, FINALLY, That in no case shall splitting of projects or deliberate creation of gaps to justify itemization of a single project be allowed.

For modifications in the project category, the DOTC shall first secure approval by the DBM before implementation of the project.

The DOTC shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval. The Secretary of Transportation and Communications and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that such modification is likewise posted on the official website of the DOTC within the same period.



## BSGC-NIA, SP 9 (Project Modification)

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**Project Modification.** The Administrator of NIA is authorized to modify the details of the irrigation projects funded by subsidy from the National Government: PROVIDED, That the same may only be undertaken once per project and until the end of the second quarter: PROVIDED, FURTHER, That the modification shall be within the same project category as the original project and within the same NIA Implementing Unit: PROVIDED, FURTHERMORE, That the allotment released has not been obligated: PROVIDED, FINALLY, That in no case shall splitting of projects or deliberate creation of gaps to justify itemization of a single project be allowed.

For modifications in the project category and/or NIA Implementing Unit, the NIA shall first secure approval by the DBM before implementation of the project.

The NIA shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval. The Administrator of NIA and the Administration's web administrator or his/her equivalent shall be responsible for ensuring that such modification is likewise posted on the official website of the NIA within the same period.



**Use and Availment of Unprogrammed Appropriations.** The amounts authorized herein for Purposes 1 to 9, covered in the succeeding provisions, shall be availed of upon the occurrence of any one of the following instances and subject to compliance with any conditions under the pertinent special provisions:

- (i) When there are excess revenue collections in any one of the identified non-tax revenue sources from its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF submitted by the President of the Philippines to Congress pursuant to Section 22, Article VII of the Constitution: PROVIDED, That the amount authorized herein for Purpose 6 (General Fund Adjustments for Use of Excess Income by Agencies) may only be availed of when an agency authorized to collect fees or charges under Table C.4 of the BESF has generated income in excess of its total revenue collection target presented in the aforesaid Table of the BESF;
- (ii) When there are new revenue collections, defined as those arising from new non-tax sources which are not part of nor included in the original revenue sources reflected in Tables C.3 and C. 4 of the BESF; or
- (iii) When there are newly approved loans for foreign-assisted projects.

## Unprogrammed Appropriations, SP 2 (Releases from Unprogrammed Appropriations)

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**Releases from Unprogrammed Appropriations.** Releases from excess non-tax revenue collections under Item (i) above shall be subject to issuance of a certification from the DOF or BTr, as the case may be, that the actual collections from a particular revenue source has exceeded its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF: PROVIDED, That in the case of excess revenue collections by an agency authorized to collect fees or charges, releases therefrom shall only require a certification from the BTr that the agency concerned has generated income in excess of its total revenue collection target presented in Table C.4 of the BESF and said income has been deposited with the National Treasury.

In the case of new revenue collections, releases therefrom shall be subject to certification by the DOF or BTr, as the case may be, that the collections identified were not part of nor included in the original revenue collection target reflected in Tables C.3 and C.4 of the BESF.

For newly approved loans, the same shall be supported by a perfected loan agreement, which shall be sufficient basis for the issuance of a SARO covering the loan proceeds.



**General Fund Adjustments for Use of Excess Income by Agencies.** The amount of Two Hundred Million Pesos (P200,000,000) chargeable against Purpose 6 may be used by departments, bureaus and offices of the National Government authorized to collect fees and charges, as shown in Table C.4 of the BESF for income realized and deposited with the National Treasury, in excess of the revenue collection targets presented in the aforesaid Table of the BESF to augment their respective current appropriations: PROVIDED, That said income shall not be used to fund Personnel Services appropriations including payment of discretionary and representation expenses.



## GP, Sec. 3 (Fees, Charges and Assessments)

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**Fees, Charges and Assessments.** All fees, charges, assessments, and other receipts or revenues collected by the departments, bureaus and offices of the national Government, including Constitutional Offices enjoying fiscal autonomy in the exercise of their functions, at such rates as are now or may be approved by the appropriate approving authority shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987 and Section 65 of P.D. No. 1445, except for the following:

- (a) Receipts authorized by law to be recorded as a Special Account in the General Fund, a Fiduciary or Trust Fund, or a fund other than the General Fund in accordance with rules and regulations as may be issued by the Permanent Committee (the “Permanent Committee”) created under Section 45, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That revenues or income accruing to special accounts in the General Fund may be made available for expenditure, subject to any special provision of the agencies concerned, and the submission of a Special Budget pursuant to Section 35, Chapter 5, book VI of E.O. No. 292; and
- (b) Other instances authorized by law.

Disbursements or expenditures by agencies from use and/or retention of income absent the above legal authority and/or from income deposited outside of the National Treasury without legal basis shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing laws.



All agencies shall ensure that fees , charges and assessments collected cover the costs of services delivered to the public, and shall be allowed to raise their fees and charges in accordance with A.O. no. 31, s. 2012, DOF-DBM-NEDA Joint Circular (J.C.) No. 1-2013 dated January 30, 2013, and such other pertinent guidelines issued by the agencies concerned. The schedule of fees, charges and assessments collectible by any government agency shall be posted in big bold characters in a conspicuous place within the agency, including its branches or extension offices. The updating and continuous display of said schedule shall be the responsibility of the head of the agency.

Whenever practicable, and taking into account the cost reduction program of the government, an agency which renders service to another government office for fabrication of furniture or equipment, or for computer, printing or other services, may assess the requesting agency for the cost of production and services rendered. The proceeds derived therefrom shall be deposited with the National Treasury as income of the General Fund: PROVIDED, That government agencies which do not have appropriations in their budgets for the said purposes may use the proceeds thereof to defray the cost of production and service rendered, subject to pertinent budgeting, accounting and auditing rules and regulations: PROVIDED, FURTHER, That any excess proceeds shall be deposited with the National Treasury as income of the General Fund: PROVIDED, FINALLY, That the agency concerned shall submit, either in printed form or by way of electronic document, to the DBM a report on the income from the manufacture of furniture or equipment or rendition of services and the expenses incurred thereon.



## GP, Sec. 4 [Donations for a Term Exceeding One (1) Year]

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Donations for a Term Exceeding One (1) Year. Department, bureaus, and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs may accept donations, contributions, grants, bequests or gifts, in cash or in kind, from various sources, domestic or foreign, for purposes relevant to their functions: PROVIDED, That in case of donations from recommendation of the Secretary of Foreign Affairs.

Receipts from donations shall be accounted for in the books of the donee-government agency in accordance with pertinent accounting and auditing rules and regulations. Such donations, whether in cash or in kind shall be deemed automatically appropriated for the purpose specified by the donor. The receipts from cash donations and proceeds from sale of donated commodities shall be deposited with the National Treasury and recorded as a Special Account in the General Fund and shall be available to the implementing agency concerned through a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. no. 292: PROVIDED, That donations for specific purpose with a term not exceeding one (1) year shall be treated as trust receipts in accordance with the succeeding section.



Disbursements or expenditures by agencies in violation of the above requirement shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI or E.O. No. 292, and to appropriate criminal action under existing penal laws.

The donee-agency concerned shall submit to the DBM, the House Committee on Appropriations, the Senate Committee on Finance, and the COA, a quarterly report of all donations received, whether in cash or in kind, and a quarterly report on expenditures or disbursements thereon. The head of the agency concerned and the agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the agency's official website, which shall be considered compliance with the said reportorial requirement.



## GP, Sec. 5 (Trust Receipts)

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Trust Receipts. Receipts from non-tax sources, including insurance proceeds , and donations authorized by law or contract for specific purposes with a term not exceeding one (1) year; (i) which are collected or received by departments, bureaus, and offices of the National Government, including Constitutional offices enjoying fiscal autonomy and SUCs acting as trustee, agent or administrator; (ii) which have been received as guaranty for the fulfillment of an obligation; or (iii) classified by law or regulations as trust receipts, shall be deposited with the National Treasury and booked as trust liability account of the agency concerned in accordance with E.O. No. 338, s. 1996, as implemented by COA-DBM-DOF J.C. No. 1-97 dated January 2, 1997 and such other pertinent guidelines issued by the agencies concerned, and subject to any conditions prescribed under the special provisions of the agency concerned and to the rules and regulations as may be issued by the Permanent Committee. Disbursements shall be made in accordance with the purpose for which the fund is created and shall be subject to pertinent accounting and auditing rules and regulations.

Disbursements or expenditures by agencies in violation of the above requirement shall be void and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.



**Performance Bonds and Deposits.** Performance bonds and deposits filed or posted by private persons or entities with departments, bureaus, and offices in the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs shall be deposited with the National Treasury as trust receipts under the name of the agency concerned in accordance with E.O. No. 338, as implemented by COA-DBM-DOF J.C. No. 1-97. Upon faithful performance of the undertaking or termination of the obligation for which the bond or deposit was required, any amount due shall be returned by the agency concerned to the filing party, withdrawable in accordance with pertinent accounting and auditing rules and regulations.

This provision shall apply to bonds posted in cash, such as bidders bond, guaranty bonds, bail bonds, judicial deposits for the benefit of clients, cash under litigation deposited in courts or quasi-judicial bodies, other refundable and judicial bonds, and all bonds and deposits required by law, rules and regulations to be posted in order to ensure the faithful performance of an activity or undertaking.

**Receipts Arising from Build-Operate-and-Transfer Arrangements and Its Variant Schemes.** Receipts, such as toll fees, charges and other revenues arising from public sector projects implemented through build-operate-and-transfer arrangement and other variants pursuant to R.A. No. 6957, as amended by R.A. No. 7718, collected by an agency of the National Government but which shall accrue to the proponent private company or individual in accordance with the contract entered into by said government office or agency and the project proponent, shall be deposited in an authorized government depository bank and booked as trust liability account of the agency concerned, notwithstanding the provision of Section 5 hereof, to be utilized exclusively for the fulfillment of obligations prescribed under the contract: PROVIDED, That the National Government share out of the collections from said projects, if any, including interest earned thereon, shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292.

Implementation of this section shall be subject to the guidelines issued by BTr and DBM.

**Revolving Fund.** Revolving funds shall be established and maintained only for receipts derived from business-type activities of departments, bureaus, offices, and instrumentalities of the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs, and which are expressly created and authorized by law or this section.

The following may be constituted into a revolving fund and made available for the purposes stated:

- a) Income derived from rentals for the use of buildings and facilities or from fees imposed for board and lodging, by agencies to be used for the MOOE or Capital Outlay requirements of said buildings and facilities, subject to any guidelines issued by the agency concerned and to pertinent budgeting, accounting and auditing rules and regulations.
- b) Other receipts derived from business-type activities of agencies, including sale of products, which are authorized by law or by the Permanent Committee to be utilized for the operational expenses of said business-type activity, subject to any conditions prescribed under the special provision of the agency concerned and the rules and regulations as may be prescribed by the Permanent Committee.

## GP, Sec. 8 (Revolving Funds) *Continuation...*

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The revolving fund shall be separately recorded and deposited in an authorized government depository bank, and considered self-perpetuating and self-liquidating. All eligible obligations or expenditures incurred for the operations of the business-type activity including maintenance of building and facilities shall be charged against the revolving fund: PROVIDED, That no amount of the revolving funds authorized in this Act shall be used for the payment of discretionary and representation expenses.

The agency concerned shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance quarterly reports on income of, and expenditure from, this fund. The head of the agency concerned and the agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the agency's official website, which shall be considered compliance with the said reportorial requirements.

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 agency's web administrator or his/her equivalent that said report has been submitted and posted, respectively.





## GP, Sec. 10 (Reversion, Closure, and Transfer of Balances of Special Accounts, Fiduciary or Trust Funds, Revolving Funds, and Unauthorized Accounts)

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**Reversion, Closure, and Transfer of Balances of Special Accounts, Fiduciary or Trust Funds, Revolving Funds, and Unauthorized Accounts.** All departments, bureaus and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs are mandated to revert all balances of Special Accounts, Fiduciary or Trust Funds, and Revolving Funds to the General Fund and close the same in any of the following instances: (i) when their terms have expired; or (ii) when they are no longer necessary for the attainment of the purposes for which said funds were established.

They shall likewise transfer with the National Treasury all balances of unauthorized accounts with any banking institution. Unauthorized Accounts shall refer to cash account balances maintained by agencies without legal authority or those while legally authorized are maintained with non-authorized government depository banks.

In case an agency fails or refuses to implement such reversion, closure or transfer, the Permanent Committee may recommend for approval of the President the reversion, closure, or transfer of Special Accounts, Fiduciary or Trust Funds, Revolving Funds, and Unauthorized Accounts, as the case may be, on any applicable grounds, to wit: (i) any of the cases above-mentioned; (ii) when there is no legal basis for its creation; (iii) when they have remained dormant for an unreasonable length of time; (iv) when needed by the General Fund in times of emergency; or (v) when used in violation of the rules and regulations issued by the Permanent Committee.

Implementation of this section shall be subject to the Permanent Committee J.C. No. 4-2012 dated September 11, 2012 and such other pertinent guidelines issued by the agencies concerned.





## GP, Sec. 9 (Transparency of Public Funds)

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**Transparency on Public Funds.** Consistent with the State policy on full public disclosure of government transactions, the BTr shall post on its official website information relating to all Special Accounts, Fiduciary or Trust Funds, and Trust Receipts recorded with the National Treasury, which shall include, but not limited to the following: (i) agency under whose name the account or fund was constituted or created; (ii) funding source/s of the account or fund; (iii) legal basis for the creation of the account or fund; (iv) allowable uses/purposes of the account or fund; (v) monthly balances of each account or fund; and (vi) such other pertinent information as may be reasonably required to be posted on the BTr website.

In like manner, departments, bureaus, offices, and instrumentalities of the National Government, including Constitutional Offices enjoying fiscal autonomy, SUCs, and GOCCs shall post on their respective official websites information relating to public funds deposited, maintained, and invested by them with any banking or financial institution which shall include, but not limited to the following: (i) name of the banking or financial institution/s where public funds are deposited, maintained or invested; (ii) specific income/fund source/s; (iii) legal basis for depositing, maintaining or investing said income/fund source/s with the bank/s or financial institution/s; (iv) allowable uses/purposes of the income or fund; (v) monthly balances of each account or fund; and (vi) such other pertinent information as may be reasonably required to be posted by the agency concerned on its website.

The head of the agency concerned and the agency's web administrator or his/her equivalent shall be responsible for ensuring compliance with the foregoing requirement.

Implementation of this section shall be subject to the guidelines as may be jointly issued by the DBM, DOF and BTr.



**Contracting Multi-Year Projects.** Departments, bureaus and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy and SUCs shall request the DBM for the issuance of a Multi-Year Obligational Authority for multi-year projects where the total cost is not provided in this Act, subject to such pertinent guidelines issued by the concerned agencies.

The Multi-Year Obligational Authority issued by the DBM shall be the basis for the Approved Budget for the Contract referred to under Section 5 of R.A. No. 9184.

Notwithstanding the issuance of a Multi-Year Obligational Authority, the obligation to be incurred in any given year, shall in no case exceed the allotment released for the purpose during said year.



## GP, Sec. 68 (Requirements on Fund Transfers to Civil Society Organizations)

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**Requirements on Fund Transfers to Civil Society Organizations.** Fund transfers by agencies of the government to CSOs shall be made only when earlier fund releases to said entities, if any, shall have been fully liquidated pursuant to pertinent accounting and auditing rules and regulations. Said government agencies shall remain accountable for the funds transferred by them to CSOs. They shall likewise ensure compliance with the provisions of R.A. No. 9184, its IRR and guidelines in the procurement of Goods, Infrastructure Projects, and Consulting Services for funds to be transferred to CSOs as well as pertinent budgeting, accounting and auditing rules and regulations.

Government agencies shall deal only with legitimate CSOs. For this purpose, CSOs may only be identified as a recipient, beneficiary or implementing entity of government or public funds upon accreditation by the DSWD, following the guidelines jointly issued by the DSWD, COA and DBM, in consultation with agencies concerned. The Secretary of Social Welfare and Development and the agency's web administrator or his/her equivalent shall be responsible for posting the list of accredited CSOs and update the same every quarter on the official website of the DSWD.

**The agency concerned, shall submit to the House Committee on Appropriations and the Senate Committee on Finance, a report on the fund releases, indicating the names of the accredited CSOs and amounts transferred, duly audited by the COA.** The respective heads of the agencies and web administrators or their equivalent shall be responsible for ensuring that said reports are likewise posted on their respective official websites.

**Failure to comply with any of the foregoing shall result in the automatic suspension of the salaries of the responsible official and/or employee until they have complied with the above requirements pursuant to Section 57, Chapter 6, Book VI of E.O. No. 292. Repeated failure or refusal of said official or employee to submit the above reports without any justifiable cause may be a ground for administrative disciplinary action, subject to pertinent civil service rules and regulations. The head of agency shall be responsible for ensuring compliance with this penalty provision.**



## GP, Sec. 82 (Reversion to the General Fund)

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**Reversion to the General Fund.** Notwithstanding any provision of law to the contrary, and within the limits of the appropriations authorized in this Act, the President is hereby authorized in this Act shall revert to the General Fund at the end of the validity of appropriations and shall not thereafter be available for expenditure except by subsequent legislative enactment.



## GP, Sec. 90 (Procurement of Critical Supplies)

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**Procurement of Critical Supplies.** Departments, bureaus, and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy, SUCs, GOCCs, and LGUs shall ensure the timely and sufficient provision of critical supplies such as fuel, equipment spare parts, and such other analogous items, particularly, those by its nature, use or characteristic, the quantity and/or exact time of need cannot be accurately pre-determined. For this purpose, said agencies shall resort to the use of Ordering Agreement in the procurement thereof, subject to the pertinent provisions of R.A. No. 9184, its IRR, and guidelines.



## GP, Sec. 95 (Reportorial Requirements)

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**Reportorial Requirements.** The reports required in this Act to be posted in the official websites of agencies which are considered compliance to the said reportorial requirements, shall remain posted in their websites for at least three (3) years from posting.

It shall be the duty and responsibility of the head of the agency to comply with the reportorial and documentary submissions mandated in this Act. Any head of the agency who fails to submit the said reports shall be subject to Section 11 of R.A. No. 6713, or the Code of Conduct and Ethical Standards for Public Officials and Employees and Section 57, Chapter 6, Book VI of E.O. No. 292, the Administrative Code of 1987.



## GP, Sec. 96 (Submission of Post 2015 Budget Status)

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**Submission of Post 2015 Budget Status.** The DBM shall submit to Congress a post 2015 budget status together with the documents pertaining to the President's Budget of Expenditures and Sources of Financing not later than thirty (30) days after the opening of the third regular session of the Sixteenth Congress. The report shall indicate a brief accomplishment on all P/A/Ps of agencies of the government as reflected in this Act and including specific programs, activities, and projects funded from lump-sum appropriations and Special Purpose Funds: PROVIDED, That a final report following the same format shall be submitted not later than March 31, 2017: PROVIDED, FURTHER, That said report shall be posted on the official website of the DBM while the government agencies shall likewise post in their respective websites the portion of the report pertinent to the agency concerned.



## GP, Sec. 98 (Transparency Seal)

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**Transparency Seal.** To enhance transparency and enforce accountability, all agencies of the government, including Constitutional Offices enjoying fiscal autonomy, SUCs, GOCCs, and LGUs shall maintain a transparency seal to be posted on their official websites. The transparency seal shall contain the following information: (i) the agency's mandates and functions, names of its officials with their position and designation, and contact information; (ii) physical accountability reports, as required under N.B.C. Nos. 507 and 507-A dated January 31, 2007 and June 12, 2007, respectively, financial accountability reports, as required under COA and DBM J.C. No. 2013-1 dated March 15, 2013, and other pertinent guidelines issued by the COA and DBM; (iii) annual reports on the status of income authorized by law to be retained and/or used and be deposited outside of the National Treasury, which shall include the legal basis for its retention and/or use, the beginning balance, income collected and its sources, expenditures, and ending balance for the preceding fiscal year; (iv) approved budgets and corresponding targets immediately upon approval of this Act; (v) major programs and projects categorized in accordance with the five key results areas under E.O. No. 43, s. 2011; (vi) the program or project beneficiaries as identified in the applicable special provisions; (vii) the status of implementation of said program or project and project evaluation and/or assessment reports; and (viii) the annual procurement plan, contracts awarded and the name of contractors/suppliers/consultants.

The respective heads of the agencies and their web administrators or their equivalent shall be responsible for ensuring compliance with this section. For this purpose, the DBM shall post on its official website the status of compliance by all agencies of the government.





## GP, Sec. 98 (Transparency Seal)

---

**Transparency Seal.** To enhance transparency and enforce accountability, all agencies of the government, including Constitutional Offices enjoying fiscal autonomy, SUCs, GOCCs, and LGUs shall maintain a transparency seal to be posted on their official websites. The transparency seal shall contain the following information: (i) the agency's mandates and functions, names of its officials with their position and designation, and contact information; (ii) physical accountability reports, as required under N.B.C. Nos. 507 and 507-A dated January 31, 2007 and June 12, 2007, respectively, financial accountability reports, as required under COA and DBM J.C. No. 2013-1 dated March 15, 2013, and other pertinent guidelines issued by the COA and DBM; (iii) annual reports on the status of income authorized by law to be retained and/or used and be deposited outside of the National Treasury, which shall include the legal basis for its retention and/or use, the beginning balance, income collected and its sources, expenditures, and ending balance for the preceding fiscal year; (iv) approved budgets and corresponding targets immediately upon approval of this Act; (v) major programs and projects categorized in accordance with the five key results areas under E.O. No. 43, s. 2011; (vi) the program or project beneficiaries as identified in the applicable special provisions; (vii) the status of implementation of said program or project and project evaluation and/or assessment reports; and (viii) the annual procurement plan, contracts awarded and the name of contractors/suppliers/consultants.

The respective heads of the agencies and their web administrators or their equivalent shall be responsible for ensuring compliance with this section. For this purpose, the DBM shall post on its official website the status of compliance by all agencies of the government.



## DepEd-OSEC, Sec. 24 (Operations Of Schools)

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**Operations of Schools.** The amounts herein appropriated as MOOE for non-implementing secondary schools and for elementary schools lodged in the budget of the division offices as well as the MOOE for implementing secondary schools shall be used to address the operational requirements of schools to include related supplies thereto to enable them to improve the delivery of educational service to learners: PROVIDED, That mandatory and other basic operating expenses shall be prioritized.

Implementation of this provision is subject to the guidelines issued by DepEd.



## Congress-HOR, SP No. 2 (Use of Savings)

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**Use of Savings.** The Speaker of the House, is hereby authorized to augment any item in the appropriations of the House of Representatives from savings in other items of the House of Representatives' appropriations pursuant to Section 25 (5), Article VI of the Constitution.



## Congress-HOR, SP No. 4 (Release of Appropriations)

**Release of Appropriations.** All appropriations authorized for the House of Representatives shall be automatically and regularly released.



## Congress-HOR, SP No. 5 (Realignment of Allocation for Operational Expenses )

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**Realignment of Allocation for Operational Expenses.** Subject to the approval of the Speaker of the House, a member of the House of Representatives may realign their allocation for operational expenses to any other expense category: PROVIDED, That the total of said allocation is not exceeded.



## Congress-HOR, SP No. 5 (Realignment of Allocation for Operational Expenses )

**Realignment of Allocation for Operational Expenses.** Subject to the approval of the Speaker of the House, a member of the House of Representatives may realign their allocation for operational expenses to any other expense category: PROVIDED, That the total of said allocation is not exceeded.

The Speaker of the House and the Agency's web administrator or his/her equivalent shall ensure that any realignment under this provision shall be posted on the official website of the House of Representatives.



## DepEd-OSEC, SP No. 5 (Bottom-up Budgeting Projects)

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**Bottom-up Budgeting Projects.** The amount of Three Hundred Nineteen Billion Two Hundred Thirty Million Nine Hundred Seventy Three Thousand Pesos (P319,230,973,000) appropriated herein for The Department of Education-Office of the Secretary includes One Billion Four Hundred Ninety Two Million Five Hundred Nine Thousand Pesos (P 1,492,509,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DepEd shall submit, quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the guidelines to be issued by the DBM.



**Socio-Economic Component of the Normalization Process.** The amount of Two Hundred Thirty One Million Pesos (P231,000,000) appropriated herein shall be used exclusively for the implementation of the Socio-Economic Component of the Normalization Process. In no case shall said amount be used for any other purpose.

The DepEd shall submit, either in printed form or by way of electronic document, to the OPAPP quarterly reports on the status of the implementation of the Normalization Process, including the list of beneficiaries. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of DepEd.





## SUCs-Applicable to All, SP No. 5 (Tulong Dunong Program )

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**Tulong Dunong Program.** The amount appropriated herein for the implementation of the Tulong Dunong Program shall be used exclusively for the grant of financial assistance to deserving students: PROVIDED, That the beneficiary shall comply with the requirements of CHED and the SUC.

The SUCs shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the scholarship program, including the list of beneficiaries. The Presidents of the SUCs and the SUCs web administrators or their equivalents shall be responsible for ensuring that said quarterly reports are posted on the official website of the SUCs which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines as may be issued for the purpose.



## DOE-OSEC, SP No. 3 (Bottom-Up Budgeting Projects )

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**Bottom-Up Budgeting Projects.** Of the amount sourced from the fees and revenues collected from the exploration, development and exploitation of energy resources, the amount of One Hundred Fifty Three Million Three Hundred Eighty Five Thousand Pesos (P153,385,000) earmarked for the Household Electrification Program in Off-Grid Areas using Renewable Energy System includes Eighty Four Million Six Hundred Seventy Nine Thousand Five Hundred Pesos (P84,679,500), which shall be used for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume I of this Act.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DOE shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Energy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOE, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## DOE-OSEC, SP No. 3 (Bottom-Up Budgeting Projects )

---

**Bottom-Up Budgeting Projects.** Of the amount sourced from the fees and revenues collected from the exploration, development and exploitation of energy resources, the amount of One Hundred Fifty Three Million Three Hundred Eighty Five Thousand Pesos (P153,385,000) earmarked for the Household Electrification Program in Off-Grid Areas using Renewable Energy System includes Eighty Four Million Six Hundred Seventy Nine Thousand Five Hundred Pesos (P84,679,500), which shall be used for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume I of this Act.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DOE shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Energy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOE, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## DOF-BTR, SP No. 1 (Reimbursement of Documentary Stamp Tax)

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**Reimbursement of Documentary Stamp Tax.** The amount of One Hundred One Million Three Hundred Fifty Nine Thousand Pesos (P101,359,000) appropriated herein shall be used exclusively for the reimbursement of documentary stamp tax paid by the Land Bank of the Philippines for the period of 2003 to June 30, 2013 and January 30, 2014 to June 30, 2014. In no case shall said amount be used for any other purpose.



**Bottom-Up Budgeting Projects.** The amounts appropriated herein for Environmental and Occupational Health, Family Health and Responsible Parenting, Health Emergency Management, Health Facilities Enhancement Program, Implementation of Doctors to the Barrios and Rural Health Team Placement Program, Other Infectious Disease (HIV/AIDS, Dengue), National Pharmaceutical Policy Development and Implementation of Various Programs/Projects for LGUs include Thirty One Million Six Hundred Thirty Eight Thousand Pesos (P31,638,000), One Hundred Thirty One Million Six Hundred Sixty Five Thousand Three Hundred Ninety Two Pesos (P131,665,000), Forty Million Two Hundred Ninety Six Thousand Pesos (P40,297,000), Nine Hundred Eighty Seven Million Eight Hundred Fifteen Thousand Five Hundred Pesos (P987,815,000), Seventy One Million Three Hundred Thirty Three Hundred Twelve Pesos (P71,333,000), One Hundred Nine Million Six Hundred Nineteen Thousand Pesos (P109,619,000), Ten Million Six Hundred Thousand Pesos (P10,600,000), and Ninety Nine Million Two Hundred Twenty Four Thousand Pesos (P99,224,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be required in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BUB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DOH shall submit, quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the DOH which shall be considered compliance with the reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.

**Deployment of Medical Workers.** In the deployment of doctors, midwives, nurses and other medical workers, the DOH shall give priority to localities where the absolute number of poor and the incidence of poverty are high as identified in the latest official poverty statistics of the PSA-NSCB.



**Income from Collections of the Office of the Solicitor General.** In addition to the amounts appropriated herein, the following amounts from collections of the Office of the Solicitor General constituted as a Special Trust Fund pursuant to R.A. No. 9417 shall be used exclusively for the authorized purposes under Section 11 of R.A. No. 9417, and its implementing rules and regulations, except for payment of special allowance:

- a) Five percent (5%) of monetary awards by the Courts to client agencies; and
- b) Fifty Thousand Pesos (P50,000) sourced from fifty percent (50%) of fees collected by the Special Committee on Naturalization.

PROVIDED, That the special allowances granted to the Solicitor General, Assistant Solicitor General, Senior State Solicitors, State Solicitors I and II and Associate Solicitors I to III of the Office of the Solicitor General under R.A. No. 9417 which have already been fully integrated into their salary increases as of June 1, 2012 shall cease to be granted: PROVIDED, FURTHER, That only the authorized benefits granted to the incumbent employees of the OSG and at such rates given to them prior to, the effectivity of Congress Joint Resolution No. 4, s. 2009 shall be charged against the said Fund.



## DILG-OSEC, SP No. 6 (Bottom-up Budgeting Program)

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**Bottom-up Budgeting Program.** The amount of Five Billion Six Hundred Sixty Four Million One Hundred Sixty Six Thousand Pesos (P5,664,166,000) appropriated herein for Provision for Potable Water Supply and Other Projects shall be used exclusively for the Bottom-up Budgeting (BuB) Projects and shall be implemented exclusively in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DILG or LGUs concerned, as the case may be, shall likewise ensure that the cost of implementing the BuB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DILG shall submit, quarterly reports on the financial and physical accomplishments of the amounts for the BuB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of the Interior and Local Government and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the DILG, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the guidelines to be issued by the DBM.



## DOLE-OSEC, SP No. 5 (Bottom-Up Budgeting Projects.)

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**Bottom-up Budgeting Program.** The amounts appropriated herein for the Conduct of Training, Livelihood, and Enterprise Development and other Capacity Building Programs for Students, Youths and Disabled Workers and for the Rural Workers including programs for Self-Organization for Plantation Workers, Reintegration Services for Overseas Filipino Workers and Rural and Emergency Employment Services includes Four Hundred Seventeen Million Three Hundred Ninety One Thousand Pesos (P417,391,000), Twelve Million Four Hundred Twenty Five Thousand Pesos (P12,425,000) and Thirteen Million Four Hundred Sixty One Thousand Pesos), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the GPB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DOLE shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Labor and Employment and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOLE which shall be considered compliance with the reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## DOLE-TESDA, SP No. 5 (Bottom-Up Budgeting Projects.)

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**Bottom-up Budgeting Program.** The amount of One Billion Eight Hundred Seventy Million Four Hundred Sixty Thousand Pesos (P1,870,460,000) appropriated herein for the Operation of TESDA Regional and Provincial Offices, INcluding RTESDCs and PTESDCs includes Two Hundred Ninety Seven Million Three Hundred Sixty Seven Thousand Pesos (P297,367,000) which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The TESDA shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Director General of TESDA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the TESDA which shall be considered compliance with the reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



**Socio-Economic Component of the Normalization Process.** The amount of Three Hundred Thirty Five Million Two Hundred Two Thousand Pesos (P335,202,000) appropriated herein shall be used exclusively for the implementation of the Socio-Economic Component of the Normalization Process. In no case shall said amount be used for any other purpose.

The TESDA shall submit, either in printed form or by way of electronic document, to the OPAPP quarterly reports on the status of the implementation of the Normalization Process, including the list of beneficiaries. The Director General of the TESDA and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of TESDA.

## DND-AFP-GHQ, SP No. 3 (Firearms License Fees)

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**Firearms License Fees.** The thirty percent (30%) net proceeds of the firearms license fees deposited with the National Treasury as trust receipts pursuant to DBM-DILG Joint Circular No. 1-92 dated May 8, 1992 and E.O. No. 338, s. 1996, shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963.

The AFP shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts including the list of beneficiaries of the scholarship program. The AFP Chief of Staff and the Agency'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 AFP which shall be considered compliance with the said reportorial requirement.



## DOST-ICTO, SP No. 1 (Free Wi-fi Internet Access.)

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**Free Wi-fi Internet Access.** In order to expedite the implementation of the "Free Wi-fi Internet Access in Public Places", agencies of the government and LGUs where the wi-fi internet access are located shall extend cooperation and assistance, including the reasonable use of electricity and facilities for the purpose and ensure the security of the equipment.



**Socio-Economic Component of the Normalization Process.** The amount of Nine Hundred Fifty Million Two Thousand Pesos (P950,002,000) appropriated herein shall be used exclusively for the implementation of the Socio-Economic Component of the Normalization Process. In no case shall said amount be used for any other purpose.

The DSWD shall submit, either in printed form or by way of electronic document, to the OPAPP quarterly reports on the status of the implementation of the Normalization Process, including the list of beneficiaries. The Secretary of the Social Welfare and Development and the Agency'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 DSWD.



## DSWD-OSEC, SP No. 7 (Bottom-up Budgeting Projects)

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**Bottom-up Budgeting Projects.** The amounts of Five Billion Two Hundred Forty Nine Million Nine Hundred Eighty Thousand Pesos (P5,249,980,000), Four Billion Nine Hundred Thirty Two Million Nine Hundred Seventy Seven Thousand Pesos (P4,932,977,000) and One Billion Six Hundred Twenty Two Million Two Hundred Forty Seven Thousand Pesos (P1,622,247,000) appropriated herein for Protective Services for Individual and Families in difficult circumstances, Sustainable Livelihood Program and Implementation of Various Programs/Projects for LGUs, respectively, includes Two Hundred Twenty One Million Three Hundred Eighteen Thousand Pesos (P221,318,000), Eight Hundred Sixty Million Seven Hundred Sixty One Thousand Pesos (P860,761,000) and One Billion Six Hundred Twenty Two Million Two hundred Forty Seven Thousand Pesos (P 1,622,247,000) , which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BUB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DSWD shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Social Welfare and Development and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DSWD, which shall be considered compliance with the said reportorial requirements.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.





## DOT-OSEC, SP No. 5 (Bottom-up Budgeting Projects)

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**Bottom-up Budgeting Projects.** The amount of One Billion Ninety Six Million Five Hundred Ninety Eight Thousand Pesos (P1,096,598,000) appropriated herein for Tourism Advisory Services and Tourism Regulatory Services includes Three Hundred Fifty Million Forty One Thousand Pesos (P 350,041,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other requirements as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BUB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DOT shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Tourism and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the DOT which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## DTI-OSEC, SP No. 4 (Bottom-up Budgeting Projects)

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**Bottom-up Budgeting Projects.** The amount of Nine Hundred Sixty Six Million Eight Hundred Fifty Six Thousand Pesos (P966,856,000) appropriated herein for Promotion and Development of Small and Medium Industries includes Six Hundred Thirteen Million One Hundred Twenty Six Thousand Pesos (P613,126,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BUB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DTI shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Trade and Industry and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DTI which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## PCOO-NPO, SP No. 1 (Revolving Fund for the National Printing Office)

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**Revolving Fund for the National Printing Office.** In addition to the amount appropriated herein, income derived from the production and other printing activities of the National Printing Office (NPO) shall be constituted as a revolving fund. Said income shall be deposited in an authorized government depository bank and shall be used to cover its operating requirements and Capital Outlays consistent with Section 3 of E.O. No. 378, s. 2004, which may be withdrawn without need of further disbursement authorization, subject to pertinent budgeting, accounting and auditing rules and regulations: PROVIDED, That the amount of One Hundred Thirty One Million Eight Hundred Twenty Nine Thousand Pesos (P131,829,000) appropriated herein for Personnel Services, shall only be released upon submission by the NPO to the DBM of a certification from the BTr that the corresponding amount, sources from collections under this fund, has been deposited with the National Treasury: PROVIDED, FURTHER, That the DBM is authorized to make an advance release to cover the first month Personnel Services requirements of the NPO in the event the revolving fund is not sufficient to provide for the said requirements: PROVIDED, FURTHERMORE, That the expenditures sourced from this fund shall be consistent with the performance indicators identified herein and shall be considered the commitment and accountability of the Director of NPO.

The NPO shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditures from, this fund. The Director of NPO and the Agency'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 NPO which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987 and to appropriate criminal action under existing laws.



## NPO, SP No. 1 (Revolving Fund for the National Printing Office)

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**Revolving Fund for the National Printing Office.** In addition to the amount appropriated herein, income derived from the production and other printing activities of the National Printing Office (NPO) shall be constituted as a revolving fund. Said income shall be deposited in an authorized government depository bank and shall be used to cover its operating requirements and Capital Outlays consistent with Section 3 of E.O. No. 378, s. 2004, which may be withdrawn without need of further disbursement authorization, subject to pertinent budgeting, accounting and auditing rules and regulations: PROVIDED, That the amount of One Hundred Thirty One Million Eight Hundred Twenty Nine Thousand Pesos (P131,829,000) appropriated herein for Personnel Services, shall only be released upon submission by the NPO to the DBM of a certification from the BTr that the corresponding amount, sources from collections under this fund, has been deposited with the National Treasury: PROVIDED, FURTHER, That the DBM is authorized to make an advance release to cover the first month Personnel Services requirements of the NPO in the event the revolving fund is not sufficient to provide for the said requirements: PROVIDED, FURTHERMORE, That the expenditures sourced from this fund shall be consistent with the performance indicators identified herein and shall be considered the commitment and accountability of the Director of NPO.

The NPO shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditures from, this fund. The Director of NPO and the Agency'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 NPO which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987 and to appropriate criminal action under existing laws.



## CHED, SP No. 1 (Socio-Economic Component of the Normalization Process)

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**Socio-Economic Component of the Normalization Process.** The amount of Fifteen Million Five Hundred Thousand Pesos (P15,500,000) appropriated herein shall be used exclusively for the implementation of the Socio-Economic Component of the Normalization Process. In no case shall said amount be used for any other purpose.

The CHED shall submit, either in printed form or by way of electronic document, to the OPAPP, quarterly reports on the status of the implementation of the Normalization Process, including the list of beneficiaries. The Chairperson of the CHED and the Agency'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 CHED.



## OEO-NAPC, SP No. 1 (Bottom-Up Budgeting Projects)

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**Bottom-Up Budgeting Projects.** The amount of Four Million Five Hundred Ninety Thousand Pesos (P4,590,000) appropriated herein shall be used exclusively for Bottom-Up Budgeting (BUB) Projects.

The NAPC shall likewise validate the quarterly reports on the status of the implementation of the BUB projects within ten (10) calendar days from the submission thereof by the LGUs identified under this Act: PROVIDED, That the NAPC shall evaluate the progress, results and outcome of the GPB projects of the foregoing LGUs to ensure proper implementation of said project.

The NAPC shall submit to the DBM quarterly status reports on the implementation of the BUB projects. Likewise, the NAPC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate validated quarterly reports on the utilization of the funds by the LGUs identified. The Commissioner of NAPC and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the NAPC which shall be considered compliance with the reportorial requirement.



## COMELEC, SP No. 4 (Appropriations of Region IV-A)

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**Appropriations of Region IV-A.** The amount appropriated herein for Region IV-A shall include the budgetary requirements of Region IV-B.



## BSGC-IBC, SP No. 1 (Subsidy to the Intercontinental Broadcasting Corporation.)

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**Subsidy to the Intercontinental Broadcasting Corporation.** The amount herein appropriated as subsidy shall be used solely to settle the obligations of the Intercontinental Broadcasting Corporation (IBC-13) to the Social Security System (SSS), the Philippine Health Insurance Corporation (PHIC) and the Home Development Mutual Fund (HDMF).





**Implementation of Infrastructure Projects.** The respective heads of agencies of the government shall ensure that all infrastructure projects under their coverage shall be implemented in locations, areas or sites that are not included in the critical geo-hazard areas or no build zones identified by the Mines and Geo-Sciences Bureau (MGB).

For those in the National Integrated Protected Area System (NIPAS), critical habitats, and other conservation areas, the agencies shall not undertake major infrastructure and/or development projects therein except for measures intended to enhance biodiversity protection: PROVIDED, That all agencies shall include measures that eliminate or minimize the risk of biodiversity loss in the planning and implementation of all infrastructure and/or development projects. Such measures shall include prohibition of cutting of trees: PROVIDED, FURTHER, That the DPWH in coordination with the DENR, shall determine the specifications of all infrastructure projects including the materials to be used to guarantee its protection.

## GP, Sec. 48 (Authorized Deductions)

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**Authorized Deductions.** Deductions from salaries, emoluments or other benefits accruing to any government employee chargeable against the appropriations for Personnel Services may be allowed for the payment of an individual employee's contributions or obligations due to the following, and in the order of preference stated below.

- (a) The BIR, PHILHEALTH, GSIS and HDMF;
- (b) Government Financial Institutions authorized by law and accredited by appropriate government regulating bodies to engage in lending;
- (c) Mutual benefits associations, thrift banks and non-stock savings and loan associations duly operating under existing laws which are managed by and/or for the benefit of government employees;
- (d) Associations/cooperatives/provident funds organized and managed by government employees for their benefit and welfare;
- (e) Duly licensed insurance companies accredited by the appropriate government agency; and
- (f) Rural Banks accredited by the Bangko Sentral ng Pilipinas.

In no case shall the foregoing deductions reduce the employee's monthly net take home pay to an amount lower than Three Thousand Pesos (P3,000).



**Availability of Appropriations.** Appropriations for MOOE and Capital Outlays authorized in this Act shall be available for release and obligation for the purposes specified, and under the same special provisions applicable thereto, for a period extending to one fiscal year after the end of the year in which such items were appropriated.

A report on these releases and obligations shall be submitted to the House Committee on Appropriations and Senate Committee on Finance.



## GP, Sec. 67 (Bottom-Up Budgeting Projects)

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Bottom-Up Budgeting Projects.



GP, Sec. 86 (Transfer of National Government Agencies and Funds to the Autonomous Region in Muslim Mindanao)

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Transfer of National Government Agencies and Funds to the Autonomous Region in Muslim Mindanao.



**Allocation for Autonomous Region in Muslim Mindanao in Nationwide Projects.**



**Tuition Fees and School Charges.** SUCs are authorized to collect tuition fees and other necessary school charges pursuant to R.A. No. 8292. In consonance with the policies enumerated under R.A. No. 8292, all SUCs shall ensure that fees and charges collected are at such rates that fees and charges collected are at such rates that would implement a cost recovery program and a socialized scheme of tuition and school fees in order to democratize access to education by poor and deserving students.

All income from tuition fees and other school charges shall be retained and deposited by SUCs in an authorized government depository bank: PROVIDED, That there are no government banks in the locality, such income may be deposited in non-government banks, subject to BSP Circular No. 110 dated June 14, 196.

Said income, including the amounts appropriated herein, shall be used: (i) for the instruction, research, extension and other programs and projects of the SUC; (ii) for the creation of additional positions, subject to the guidelines issued by the DBM; or (iii) for the payment of the Magna Carta benefits of Public Health Workers employed in the SUC, pursuant to R.A. No. 7305: PROVIDED, That SUCs shall use their income primarily for expenditures that directly support their core mandate: PROVIDED, FURTHER, That no amount from their income shall be used for the payment of allowances and other benefits not authorized by law.

## DFA-OSEC, SP No. 3 (Passport Booklets)

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**Passport Booklets.** The amount of Two Billion Eighty Million Pesos (P2,080,000,000) appropriated herein for the implementation of e-passport shall be used exclusively for the purchase of passport booklets, including the cost of personalization/printing of information of the passport holder: PROVIDED, That in case of deficiency, this amount may be augmented from the Passport Revolving Fund. In no case shall said amount be used for any other purpose.





**Health Facilities Enhancement Program.** The amount of Thirteen Billion Two Hundred Seventy One Million Three Hundred Ninety Three Thousand Pesos (P13,271,393,000) appropriated herein for the Health Facilities Enhancement Program shall be used to implement the following in compliance with the Philippines' commitment to health by year 2015 under the Millennium Development Goal: (i) the construction, upgrading, expansion, repair and rehabilitation of DOH retained hospitals, and other health care facilities, such as Rural Health Units, district or provincial hospitals, and barangay health stations; and (ii) the purchase of hospital equipment. Said amount is further allocated, as follows:

PROVIDED, That the amount of Three Billion Six Hundred Ninety Six Million One Hundred Seventy Four Thousand Pesos (P3,696,174,000) appropriated herein for the construction, upgrading, and expansion of LGU Health Care Facilities shall be released directly to the Department of Public Works And Highways (DPWH): PROVIDED, FURTHER, that the DPWH shall implement the construction, upgrading, and expansion of the LGU health care facilities following the architectural and engineering design prescribed by the DOH: PROVIDED, FURTHERMORE, that the DPWH shall construct LGU Health Care Facilities only in lots that are already owned by the government: PROVIDED, FURTHERMORE, That Health Facilities Enhancement Projects initially implemented by Local Government Units may be delegated by the DPWH to said LGUs through the execution of a Memorandum of Agreement: PROVIDED, FURTHERMORE, That the amount of Six Billion Seven Hundred Twenty Two Million Four Hundred Ninety One Thousand Pesos (P6,722,491,000) appropriated herein for the construction, upgrading, expansion, repair and rehabilitation of DOH retained hospitals and other health care facilities shall be implemented by the DOH through public bidding in accordance with R.A. No. 9184 and its Implementing Rules And Regulations (IRR): PROVIDED, FURTHERMORE, That the DPWH and DOH shall be allowed to deduct not more than one-half percent (0.5%) each, of the project cost as administrative overhead expense:

PROVIDED FURTHERMORE, That the administrative overhead expense shall not be authorized for infrastructure projects costing One Million Pesos (P1,000,000) and below: PROVIDED, FINALLY That releases from said amounts shall be made upon submission to the DBM of the list of retained hospitals and other health care facilities to be constructed, upgraded, expanded, repaired and rehabilitated. The amount of Two Billion Eight Hundred Fifty Two Million Seven Hundred Twenty Eight Thousand Pesos (P2,852,728,000) appropriated herein for hospital equipment shall be used by the DOH to procure hospital equipment for DOH retained hospitals and other health care facilities to be constructed, upgraded, or expanded: PROVIDED, That in the identification of hospital equipment to be purchased, the DOH shall give preference to equipment needed by DOH retained hospitals and other health care facilities located in areas where: (i) there are large number of poor families or households under the National Household Targeting System for Poverty Reduction (NHTS-PR) by the DSWD, or where the facilities are situated near said families; and (ii) there are no other private health care facilities which can provide affordable and quality health care: PROVIDED, FURTHER, That the DOH may procure such hospital equipment in bulk to ensure cost-efficiency, subject to compliance with R.A. No. 9184 and its IRR, and pertinent auditing laws, rules and regulations.

The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the list and cost of DOH retained hospitals and other health care facilities constructed, upgraded, expanded, repaired and rehabilitated, and the list and cost of hospital equipment purchased, including its distribution are posted on the official website of the DOH.

**Subsidy For Health Insurance Under the PAyapa at MAsaganang PamayaNAn Program (PAMANA) and Sajahatra Bangsamoro Programs.** The amount of One Hundred Twenty Nine Million Thirty Five Thousand Pesos (P129,035,000) appropriated herein for the Subsidy for Health Insurance premium under the PAMANA and Sajahatra Bangsamoro Programs includes the following: (1) Forty Seven Million Seven Hundred Sixty Two Thousand Pesos (P47,762,000), to implement projects in conflict-affected areas already identified by the OPAPP ; (2) Fifty Million Four Hundred Thousand Pesos (P50,400,000) for health insurance premiums of targeted beneficiaries under the Socio-Economic Component of the Normalization Process; (3) Twenty Six Million Four Hundred Thousand Pesos (P26,400,000) for health insurance premiums of targeted beneficiaries already identified under the Sajahatra Bangsamoro Program; AND (4) Four Million Four Hundred Seventy Three Thousand Pesos (P4,473,000) for health insurance premiums of the three thousand six hundred ninety eight (3,698) actual enrollees for the FY 2013 Sajahatra Bangsamoro Program: PROVIDED, That the subsidy for the health insurance premiums of former rebels and/or their qualified dependents as well as members of identified communities as determined by the OPAPP shall be released to PHILHEALTH, through the BTr: PROVIDED, FURTHER, That the release of cash allocation shall be based on the certified billing indicating the names of enrollees to be submitted to DBM. In no case shall said amount be used for any other purpose.

**Subsidy For Health Insurance Under the PAYapa at MAsaganang PamayaNAn Program (PAMANA) and Sajahatra Bangsamoro Programs.** The amount of One Hundred Twenty Nine Million Thirty Five Thousand Pesos (P129,035,000) appropriated herein for the Subsidy for Health Insurance premium under the PAMANA and Sajahatra Bangsamoro Programs includes the following: (1) Forty Seven Million Seven Hundred Sixty Two Thousand Pesos (P47,762,000), to implement projects in conflict-affected areas already identified by the OPAPP ; (2) Fifty Million Four Hundred Thousand Pesos (P50,400,000) for health insurance premiums of targeted beneficiaries under the Socio-Economic Component of the Normalization Process; (3) Twenty Six Million Four Hundred Thousand Pesos (P26,400,000) for health insurance premiums of targeted beneficiaries already identified under the Sajahatra Bangsamoro Program; AND (4) Four Million Four Hundred Seventy Three Thousand Pesos (P4,473,000) for health insurance premiums of the three thousand six hundred ninety eight (3,698) actual enrollees for the FY 2013 Sajahatra Bangsamoro Program: PROVIDED, That the subsidy for the health insurance premiums of former rebels and/or their qualified dependents as well as members of identified communities as determined by the OPAPP shall be released to PHILHEALTH, through the BTr: PROVIDED, FURTHER, That the release of cash allocation shall be based on the certified billing indicating the names of enrollees to be submitted to DBM. In no case shall said amount be used for any other purpose.

In the implementation of this Program, the PHILHEALTH shall ensure that the utilization of said amount for premiums shall be based on the list of enrollees submitted to DBM.

The DOH, through the PHILHEALTH, shall submit to the OPAPP, the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the status of implementation of the PAMANA Program and the Normalization Process, and to the task force on Bangsamoro Development created under A.O. No. 37, s. 2013, quarterly reports on the status of the Sajahatra Bangsamoro Program. The President of PHILHEALTH and the Corporation's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the Philhealth which shall be considered compliance with the said reportorial requirement.



**Advance Payment for Drugs and Vaccines Procured from International Cooperating Agencies.**

The DOH is authorized to deposit or pay in advance the amount necessary for the procurement of drugs and vaccines from the World Health Organization, the United Nations International Children's Emergency Fund, and the Deutsche Gesellschaft für Technische Zusammenarbeit (GTZ) GmbH.



**Government Internship Program and Tulong Panghanapbuhay sa Ating Disadvantaged Workers Project.** The amount of Six Hundred Forty Nine Million Five Hundred Seventy Three Thousand Pesos (P649,573,000) appropriated herein under Conduct of Training, Livelihood and Enterprise Development and other Capacity Building Programs for Students, Youths, and Disabled Workers and for the Rural Workers including Programs for Self-organization for Plantation Workers shall be used, as follows: (i) for the payment of stipend of beneficiaries equivalent to seventy five percent (75%) of the existing minimum wage in the area during their six-month office/field training in the government under the GIP; and (ii) for the payment of wages of displaced workers resulting from weather and regulatory shocks and internal conflict during their short-term employment under the Tulong Panghanapbuhay sa Ating Disadvantaged Workers Project: PROVIDED, That the beneficiary shall comply with the requirements of DOLE: PROVIDED, FURTHER, That any procurement arising from the implementation of the Programs shall comply with the provisions of RA No. 9184, and its Implementing Rules and Regulations and guidelines, particularly on the posting requirements on the Philippine Government Electronic Procurement System: PROVIDED, FURTHERMORE, That the DOLE shall be allowed to utilize up to one percent (1%) of the said amounts to cover administrative costs of implementing the Programs: PROVIDED, FURTHERMORE, That the DOLE may engage a third party agency, entity or organization to monitor the implementation of both Programs: PROVIDED, FINALLY, That the DOLE shall submit a quarterly report on the utilization of said amounts to the DBM, the House Committee on Appropriations, and the Senate Committee on Finance.

In no case shall implementation of the Programs be delegated and/or transferred to any kind of Civil Society Organization, whether it be a non-governmental organizations or people's organization.

The DOLE shall post the names and addresses of the beneficiaries, the area of deployment for each of them and the type of assistance provided, on its official website. The agency's web administrator or his/her equivalent shall be responsible for ensuring that the said reports are posted in the official website of DOLE which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines as may be issued for the purpose.





## DSWD-OSEC, SP No. 2 (Protective Services Program)

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**Protective Services Program.** The amount of Five Billion Two Hundred Forty Nine Million Nine Hundred Eighty Thousand Pesos (P5,249,980,000) appropriated herein for protective services for individuals, families and communities in difficult circumstances shall be used to provide financial assistance to individuals, families and communities in difficult situations. This includes food assistance, food packs, transportation, medical, burial assistance, assistance to students, and all other types of assistance to vulnerable individuals/sectors, cash/food for work, repairs/upgrading/construction of day care centers and senior citizens centers for communities in need of such facilities PROVIDED, That these are not funded by other programs of DSWD: PROVIDED, FURTHER, That three percent (3%) of the said amount maybe used to cover administrative costs in the implementation of this program: PROVIDED, FURTHERMORE, That a third party agency, entity or organization maybe engaged to monitor the implementation of this program: PROVIDED, FINALLY, That the DSWD shall submit a quarterly report on the utilization of this amount to the DBM, the House Committee on Appropriations, and Senate Committee on Finance.

In no case shall implementation of this Program be delegated and/or transferred to any kind of Civil Society Organization, whether it be a non-governmental organization or a people's organization.

The DSWD shall post the following on its official websites: (i) List of cases responded to and the type of intervention provided; and (ii) list of program-beneficiaries, their locations, the specific assistance given to them and the corresponding amounts. The Secretary of Social Welfare and Development and the agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DSWD which shall be considered compliance with the said reportorial requirements.

Implementation of this provision shall be subject to the guidelines as may be issued for the purpose.



**Social Pension for Indigent Senior Citizens.** The amount of Five Billion Nine Hundred Sixty Two Million Six Hundred Twenty Eight Thousand Pesos (P5,962,628,000) appropriated herein for the social pension for indigent senior citizens shall be used exclusively for the monthly stipend of Five Hundred Pesos (P500) : PROVIDED, That the stipend shall be given by the DSWD directly to senior citizen-beneficiaries: PROVIDED, FURTHER, That in case the senior citizen-beneficiaries are not capable of personally receiving the stipend for health reasons, as verified by the DSWD, it may adopt other ways of distribution such as, engaging the services of money remittance companies duly accredited by the BSP: PROVIDED, FINALLY, That the cost of the administration of this Program shall not exceed seven percent (7%) of the above amount.



**Fees and Other Charges of the Intellectual Property Office of the Philippines.** The income of the Intellectual Property Office of the Philippines (IPOP HIL) sourced from fees, fines, royalties and other charges shall be used for its operations, including human resource development, acquisition of office space and equipment, and upgrading of facilities to improve the delivery of its services in accordance with Section 14.1 of R.A. No. 8293.

The IPOP HIL shall prepare and submit to the DBM annual reports on the utilization of income and its audited financial statements for the preceding fiscal year.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.



**Submission of Annual Reports.** The Governance Commission for GOCCs (GCG) shall submit, either in printed form or by way of electronic document, to the President of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance an annual report on the performance of the GOCCs under its coverage pursuant to Section 4 of R.A. No. 10149. Said annual report shall contain the following information on the GOCCs concerned: (i) FY 2015 performance targets and accomplishments; (ii) performance assessment by the GCG; (iii) summary of year-end financial statements; (iv) dividends remitted to the National Government; (v) 2014 and 2015 comparative report on basic salaries, allowances, benefits, and incentives received by members of the boards of directors or trustees, officers and employees of GOCCs; and (vi) list of GOCCs allowed by GCG to grant adjustment in salary and other emoluments to its board of directors, trustees, officers and employees.

The Chairperson of the GCG and the Agency's web administrator or his/her equivalent shall ensure that said annual report is likewise posted on the official website of the GCG.

**Donations for a Term Exceeding One (1) Year.**



## **Revolving Fund.**



## **Employment of Contractual Personnel.**



## **Harmonized Priority Research Agenda.**





## **Requirements on Fund Transfers to Civil Society Organizations.**



**Revolving Fund for the Reproduction of Legislative Records and Sale of Publications and Products.** Income derived from business-type activities of the House of Representatives including fees for the reproduction of legislative records, sale of publications and other institutional products shall be constituted as Revolving Fund. Said income shall be deposited in an authorized government depository bank and shall be used to cover expenses incurred for the said activities, subject to pertinent accounting and auditing rules and regulations: PROVIDED, That no amount to the revolving fund authorized in this Act shall be used for the payment of discretionary and representation expenses.

The House or Representatives shall submit to the DBM, quarterly reports on income of, and expenditure from, this fund. The Speaker of the House of Representatives and the Agency web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the Agency's official website.

Failure to comply with the foregoing requirements, shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted and posted, respectively.

**Realignment of Allocation for Operational Expenses.** Subject to the approval of the Speaker of the House, a member of the House of Representatives may realign their allocation for operational expenses to any other expense category: PROVIDED, That the total of said allocation is not exceeded.

The Speaker of the House and the Agency's web administrator or his/her equivalent shall ensure that any realignment under this provision shall be posted on the official website of the House of Representatives.



## DA-OSEC, SP No. 1 (Agricultural Competitiveness Enhancement Fund)

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**Agricultural Competitiveness Enhancement Fund.** In addition to the amounts appropriated herein, Two Hundred Forty Two Million Seven Hundred Twenty Thousand Pesos (P242,720,000) sourced from duties collected from the importation of agricultural products under the minimum access volume mechanism, including unused balances and collections from repayments from loans beneficiaries, and interests, if any, constituted into the Agricultural Competitiveness Enhancement Fund shall be used exclusively for the implementation of the Comprehensive Scholarship Program for poor and deserving students: PROVIDED, That the course offerings under the Program shall be directly related to agriculture, forestry, fisheries and veterinary medicine education: PROVIDED, FURTHER, That the Program shall be availed of through enrollment in SUCs which offer said courses: PROVIDED, FURTHERMORE, That the DA shall coordinate with the SUCs for the criteria and qualifications for scholars of SUCs with respect to the foregoing courses.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DA 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 the financial and physical accomplishments on the utilization of said amount. The Secretary of Agriculture and the Agency'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 DA, which shall be considered compliance to the said reportorial requirement.



**Bottom Up Budgeting Projects.** The amount of Three Billion Five Hundred One Million Six Hundred Fourteen Thousand Pesos (P3,501,614,000) appropriated herein for the implementation of various programs and projects of the LGUs shall be used exclusively for the Bottom-up Budgeting (BuB) Projects in the LGUs identified in Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BuB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DA shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BuB Projects to the DBM, the House Committee on Appropriations and Senate Committee on Finance. The Secretary of Agriculture and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DA, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.

## DA-NMIS, SP No. 1 (Meat Inspection Service)

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**Meat Inspection Service.** In addition to the amounts appropriated herein, Fifty Million Pesos (P50,000,000) and One Hundred Fourteen Million Five Hundred Four Thousand Pesos (P114,504,000) sourced from fees, fines and charges collected by the National Meat Inspection Service (NMIS), constituted into the Meat Inspection Service Development Fund, shall be used for implementation of the Meat Establishment Improvement Project and Meat Inspection Service Development Project, respectively, in accordance with Section 47 of R.A. No. 9296, as amended.



**Fees, Charges and Assessment of National Elementary and Secondary Schools.** The income earned by national elementary and secondary schools from fees, charges, and assessments collected in the exercise of their functions, such as, but not limited to, certification or authentication of Forms 137 and 138 and diplomas, sale of scrap materials, charges for lost identification cards, and such other services, shall be deposited in an authorized government depository bank and shall be used to augment the schools' MOOE and other instructional programs.

The DepEd shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income and expenditure. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted/posted.

**Revolving Fund for Manufacturing and Production Programs.** All income earned by national schools under DepEd from manufacturing and production programs, including auxiliary services, constituted into a revolving fund, shall be deposited in an authorized government depository bank pursuant to LOI No. 1026 dated May 23, 1980. Said income shall be used for the following purposes: (i) to cover expenses directly incurred in said manufacturing and production activities; (ii) to cover student loans essential to support school-student projects or enterprises and other instructional programs of the school; and (iii) to augment scholarship to students who are directly involved in the manufacturing and production programs of the school, withdrawable upon the joint signatures of the authorized representatives of the school.

The DepEd shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted/posted.



**Revolving Fund for Rentals in the Use of Buildings and Facilities of Training Centers.** The income of Baguio Teachers Camp, National Educators Academy of the Philippines, Regional Education Learning Centers, Ecotech Center, Boracay National High School Hostel, Applied Nutrition Center, and National Science Teaching Instrumentation Center derived from rentals in the use of their buildings and facilities, board and lodging, and other sources shall be deposited in an authorized government depository bank and shall be constituted as a revolving fund for each of the training centers. Said income shall be used for the MOOE incurred for the board and lodging of teacher-occupants and Capital Outlays, which may be withdrawn without need of further disbursement authorization, subject to the guidelines issued by the DepEd and to pertinent accounting and auditing rules and regulations: PROVIDED, That no amount from such income shall be used to fund new and existing permanent and regular positions.

The Baguio Teachers Camp, National Educators Academy of the Philippines, Regional Education Learning Centers, Ecotech Center, Boracay National High School Hostel, Applied Nutrition Center, and National Science Teaching Instrumentation Center shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this Fund. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted/posted.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.

**Provision and Maintenance of Basic Educational Facilities.** The amount appropriated herein for the provision and maintenance of Basic Educational Facilities shall be allocated, as follows:

PROVIDED, That the amount of Forty Eight Billion Sixty Two Million Five Hundred Ninety Nine Thousand Two Hundred Seventy Pesos (P 48,062,599,270) appropriated herein for the construction, replacement, and/or completion of kindergarten, elementary and secondary school buildings and technical vocational laboratories, and the construction of water and sanitation facilities shall be released directly to the DPWH subject to a Special Budget in accordance with Section 35, Chapter 5, Book VI of Executive Order 292: PROVIDED, FURTHER, That the DPWH shall implement the same based on the list, location, and the standards and specifications of school buildings, technical vocational laboratories and water and sanitation facilities identified or prescribed by the DepEd: PROVIDED, FURTHER, that, the DPWH shall determine the design plans and cost of such school building to be constructed based on the prevailing average unit cost in the province/municipality where the school will be located, taking into consideration the actual site condition: PROVIDED, FURTHERMORE, That the amount of Two Billion Nine Hundred Thirty Eight Million Three Hundred Sixty Seven Thousand Pesos (P 2,938,367,000) appropriated herein for the repair, rehabilitation and renovation of kindergarten, elementary and secondary school buildings, and repair of water and sanitation facilities shall be implemented by the DepEd through public bidding in accordance with R.A. No. 9184 and its Implementing Rules and Regulations: PROVIDED, FINALLY, That the DepEd is authorized to deduct an amount not to exceed one fourth of one percent (0.25%) of the project cost to be used for engineering and administrative overhead expenses.

The amount of Forty Million Seven Hundred Thirty Pesos (P 40,000,730) appropriated herein for provision for annual payment of school buildings constructed by the National Housing Authority (NHA) shall be used as payment/reimbursement of elementary and secondary school buildings constructed by the NHA in NHA resettlement sites located in Laguna, Cavite, Rizal, Bulacan and Muntinlupa city per memorandum of agreement (MOA) signed by the DepEd and the NHA dated November 16, 2009: PROVIDED, that said amount shall not be used for new projects.

The amount of One Billion Two Hundred Six Million Two Hundred Twelve Thousand Pesos (P1,206,212,000) appropriated herein for the acquisition of school desks, furniture and fixtures shall be used to purchase school desks, furniture and fixtures: PROVIDED, That the DepEd shall ensure that all kindergarten, elementary and secondary school buildings to be constructed by the DPWH shall be provided with the corresponding number of school desks, furniture and fixtures: PROVIDED, FURTHER, That said amount may also be used in case of shortage in the provision of school desks, furniture and fixtures in existing kindergarten, elementary and secondary school buildings: PROVIDED, FURTHERMORE, That in the acquisition of school desks, furniture and fixtures, the DepEd shall give preference to arts and trade schools and other similar technical or vocational schools which possess the technical capabilities in the manufacture and fabrication thereof: PROVIDED, FINALLY, That twenty-five percent (25%) of the amount allocated for school desks, furniture and fixtures shall be used to purchase those manufactured and fabricated by cooperatives, to be distributed as follows: (i) ten percent (10%) from cooperatives of persons with disabilities; and (ii) fifteen percent (15%) from other types of cooperatives.



The DepEd shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports indicating therein: (i) the status of the implementation of the Basic Educational Facilities, identifying the list of school buildings, technical vocational laboratories and water and sanitation facilities constructed, replaced, completed, repaired, rehabilitated and renovated, as well as the number of school desks, furniture and fixtures purchased; and (ii) the future plans and targets for Basic Educational Facilities, taking into consideration the K-12 Basic Education Program. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.



**Bottom-up Budgeting Projects.** The amount of Three Hundred Nineteen Billion Two Hundred Thirty Million Nine Hundred Seventy Three Thousand Pesos (P319,230,973,000) appropriated herein for The Department of Education-Office of the Secretary includes One Billion Four Hundred Ninety Two Million Five Hundred Nine Thousand Pesos (P 1,492,509,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DepEd shall submit, quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the guidelines to be issued by the DBM.



**Acquisition of School Sites.** The amount of Four Hundred Ten Million Seven Hundred Ninety Six Thousand Pesos (P 410,796,000) appropriated herein for Acquisition, Improvement, Survey and Titling of Existing School Sites includes Three Hundred Thirty Five Million Pesos (P335,000,000), which shall be used exclusively for the acquisition of new school sites to address congestion in existing schools. In the utilization of this fund, DepEd shall take into consideration not only the need of school site/s, but also other modes of acquisition such as donations of school sites in the name of DepEd from LGUs and other stakeholders.

The DepEd shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the acquisition of school sites to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Education and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DepEd, which shall be considered compliance with the said reportorial requirement.

**Interest Income of the National Book Development Trust Fund.** The interest income of the National Book Development Trust Fund shall be used as grant to Filipino authors especially in science and technology and in subject areas wherein locally authored books are either few or nonexistent, to be awarded equitably among the regions in accordance with R.A. No. 9521: PROVIDED, That no part of the seed capital of the Fund, including earnings thereof shall be used to underwrite overhead expenses for the administration of said Fund.

The National Book Development Board (NBDB) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the National Book Development Trust Fund, including the list of all recipients of the grants. The Chairperson of the NBDB and the Board's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the NBDB , which shall be considered compliance with the said reportorial requirements.



**Interest Income of the National Endowment Fund for Children's Television.** The interest income of the National Endowment Fund for Children's Television shall be used as grant to qualified producers and organizations with proven track record in the production of high quality children's television programs pursuant to Section 12 of R.A. No.8370: PROVIDED, That priority shall be given to independent producers and organizations which do not have access to the resources of a national network.

The National Council for Children's Television (NCCT) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the National Endowment fund for Children's Television, including the list of all recipients, producers, youth organization and institutions. The Executive Director of the NCCT and the Council's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the NCCT which shall be considered compliance with the said reportorial requirements.



**Revolving Fund for Museum Operations.** All income from sales of reproductions, cultural items, publications, creation, restoration, conservation, identification, authentication, earnings from planetarium programs and other auxiliary services shall be retained without the need of a separate approval from any government agency and shall be used for the operational requirements of the National Museum subject to existing accounting and auditing rules and regulations.

The National Museum shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Director of National Museum and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the National Museum, which shall be considered compliance with the said reportorial requirements.

Failure to comply with the foregoing requirements, shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Agency's web administrator or his/her equivalent that said report has been submitted/ posted.

## SUCs-UPS, SP No. 1 (Legal Research Fund)

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**Legal Research Fund.** In addition to the amounts appropriated herein, one percent (1%) of the filing fees collected by courts, as well as agencies or tribunals exercising quasi-judicial functions and those enumerated in LOI No. 1182 dated December 16, 1981, constituted as the Legal Research Fund, shall be deposited in an authorized government depository bank and shall be used for the support of the University of the Philippines Law Center in accordance with Section 4 of R.A. No. 3870, as amended by P.D. Nos. 200 and 1856.

The University of the Philippines System (UPS) shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate quarterly reports on the financial and physical accomplishments of this fund. The President of the UPS and the University'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 UPS which shall be considered compliance with the said reportorial requirement.



## SUCs-Applicable to All, SP No. 2 (Hospital Income)

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**Hospital Income.** In addition to the amounts appropriated herein, all income generated from hospital operations of the University of the Philippines-Philippine General Hospital (UP-PGH), the Western Visayas State University (WVSU) Hospital, and such other hospitals or medical centers under SUCs, shall be deposited in an authorized government depository bank and shall be used to augment the hospital's MOOE and Capital Outlays :PROVIDED, That no amount therefrom shall be used for the payment of salaries, allowances and other benefits : PROVIDED, FURTHER, That at least Twenty five percent (25%) of the said income shall be used to purchase and upgrade hospital equipment used directly in the delivery of health services.

The UP-PGH, WVSU Hospital, and such other hospitals or medical centers under SUCs shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The President of UP System, WVSU and the SUC hospital or medical center, and the SUCs web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the SUC concerned which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing laws.



## SUCs-Applicable to All, SP No. 4 (Expanded Students' Grants-in-Aid Program)

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**Expanded Students' Grants-in-Aid Program.** The amounts appropriated herein for the Expanded Students' Grants-in-Aid Program for Poverty Alleviation shall be used exclusively to support the tertiary education of poor but deserving students: PROVIDED, That in no case shall said amount be used for any other purpose: PROVIDED, FURTHER, That the program shall only cover course offerings aligned with the priorities of the government in key growth areas, such as, semiconductor and electronics, business, process outsourcing, tourism, agriculture and fisheries, general infrastructure, and other priority manufacturing industries: PROVIDED, FURTHERMORE, That the scholarship program shall be availed of through enrollment in SUCs which offer said courses.

The SUCs shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the scholarship program, including the list of beneficiaries. The Presidents of the SUCs and the SUCs' web administrators or their equivalents shall be responsible for ensuring that said quarterly reports are posted on the official website of the SUCs which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to CHED, DBM, DSWD, DOLE and PASUC Joint Circular No. 2014-1 dated February 3, 201 and other pertinent guidelines issued by the agencies concerned.



## SUCs-Applicable to All, SP No. 5 (Tulong Dunong Program)

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**Tulong Dunong Program.** The amount appropriated herein for the implementation of the Tulong Dunong Program shall be used exclusively for the grant of financial assistance to deserving students: PROVIDED, That the beneficiary shall comply with the requirements of CHED and the SUC.

The SUCs shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the scholarship program, including the list of beneficiaries. The Presidents of the SUCs and the SUCs web administrators or their equivalents shall be responsible for ensuring that said quarterly reports are posted on the official website of the SUCs which shall be considered compliance with the said reportorial requirement. .

Implementation of this provision shall be subject to guidelines as may be issued for the purpose.



## DOE-OSEC, SP No. 1 (Proceeds from the Exploration, Development and Exploitation of Energy Resources.)

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**Proceeds from the Exploration, Development and Exploitation of Energy Resources.** In addition to the amounts appropriated herein, Nine Hundred Seventy Four Million Three Hundred Nine Thousand Pesos (P974,309,000), sourced from the fees and revenues collected from the exploration, development and exploitation of energy resources shall be used to finance energy resource development and exploitation programs and projects in accordance with Section 8 of P.D. No. 910 and Section 21 of R.A. No. 7638.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DOE shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the programs and projects implemented using the said proceeds. The Secretary of Energy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DOE, which shall be considered compliance with the said reportorial requirement.



**Bottom-Up Budgeting Projects.** Of the amount sourced from the fees and revenues collected from the exploration, development and exploitation of energy resources, the amount of One Hundred Fifty Three Million Three Hundred Eighty Five Thousand Pesos (P153,385,000) earmarked for the Household Electrification Program in Off-Grid Areas using Renewable Energy System includes Eighty Four Million Six Hundred Seventy Nine Thousand Five Hundred Pesos (P84,679,500), which shall be used for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume I of this Act.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DOE shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Energy and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOE, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



**Integrated Protected Areas Fund.** In addition to the amounts appropriated herein, the Protected Area Management Board (PAMB) of each protected area shall retain and directly utilize Seventy Five percent (75%) of all income generated by each protected area from its operation or management of wild flora and fauna pursuant to R.A. 10629 and its implementing guidelines.

The PAMB is also authorized to use the amount of Thirty Million Pesos (P30,000,000) which shall be sourced from the remaining fund deposited in the trust account to finance projects of the system in accordance with Section 16 of R.A. 7586, as amended.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DENR shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount including the list of projects and activities and their corresponding amounts. The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.



## DENR-OSEC, SP No. 2 (Wildlife Management Fund)

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**Wildlife Management Fund.** In addition to the amounts appropriated herein, Five Million Five Hundred Thousand Pesos (P5,500,000) sourced from fines imposed and damages awarded, fees, charges, donations, endowments, administrative fees or grants in the form of contributions in areas within the jurisdiction of the DENR under Section 4 of R.A. No. 9147 shall be used to finance activities for the conservation and protection of wildlife resources in accordance with Section 29 of R.A. No. 9147.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DENR shall submit, to the DBM, the House Committee on Appropriation and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount including the list of projects and activities with their corresponding amounts. The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.



## DENR-OSEC, SP No. 5 (National Greening Program (NGP) Modification)

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**National Greening Program (NGP) Modification.** The Secretary of Environment and Natural Resources is authorized to modify the allotment released for the BGP due to declaration of natural or man made calamity and/or force majeure which will adversely affect the survival of the seedlings to be planted: PROVIDED, That the modification shall be made within the Region: PROVIDED, FURTHER, That the same may only be undertaken once: PROVIDED, FURTHERMORE, That the allotment released has not been obligated.

The DENR shall inform the DBM, in writing, of the modification as well as the corresponding targets within five (5) calendar days upon the approval of the DENR Secretary.

The DENR shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee of Finance, Reports on financial and physical accomplishments on the utilization and modification of said amount including the lists of projects.

The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that such utilization and modification are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall result in the automatic suspension of the salaries of the responsible official and/or employee until they have complied with the above requirements pursuant to Section 57, Chapter 6, Book VI of E.O. No. 292. Repeated failure or refusal of said official or employee to submit the above reports without any justifiable cause may be a ground for administrative disciplinary action, subject to pertinent civil service rules and regulations. The head of agency shall be responsible for ensuring compliance with this penalty provision.



## DENR-OSEC, SP No. 7 (Bottom-up Budgeting Projects)

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**Bottom-up Budgeting Projects.** The amount of Seven Billion Five Hundred Million Nine Hundred Eighty Six Thousand Pesos (P7,500,986,000) appropriated herein for Forest Development, Rehabilitation and Protection includes Three Hundred Thirty Two Million One Hundred Eighty Four Thousand Pesos (P332,184,000) which shall be used exclusively for the implementation of Bottom-up Budgeting (BuB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BuB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DENR shall submit quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BuB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Environment and Natural Resources and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DENR which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## DOF-OSEC, SP No. 1 (Municipal Development Fund)

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**Municipal Development Fund.** The Municipal Development Fund (MDF) shall be administered by the Municipal Development Fund Office (MDFO) to be used for the loaning and relending operations to LGUs in accordance with P.D. No. 1914, COA-DOF-DBM Joint Circular No. 6-87 dated August 17, 1987 and E.O. No. 41, s. 1998. In addition to the interest rates for existing loans imposed against the National Government, the MDFO Policy Governing Board shall determine the appropriate additional sub-loan interest rates to be charged to qualified LGUs availing of said loans: PROVIDED, That the MDFO shall deposit with the National Treasury all interest earnings of the MDF as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987 and Section 65 of P.D. No. 1445.

The MDFO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the income of, and expenditure from, this Fund. The Executive Director of the MDFO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the MDFO which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Office's web administrator that said report has been submitted/posted.



## DOF-BOC, SP No. 1 (Super Green Lane Fund)

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**Super Green Lane Fund.** In addition to the amounts appropriated herein, Thirty Six Million Pesos (P36,000,000) sourced from service fees charged for every shipment of qualified importers utilizing the Super Green Lane Facility shall be used for the maintenance and improvement of the operation of the Super Green Lane Facility, including the Automated Customs Operation System and related computer systems of the BOC and such other activities and programs needed to enhance the effectiveness and efficiency of the facility, as determined by the BOC.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BOC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this Fund. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BOC which shall be considered compliance with the said reportorial requirement.



## DOF-BOC, SP No. 2 (Non-Intrusive Container Inspection System Project Fund)

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**Non-Intrusive Container Inspection System Project Fund.** In addition to the amounts appropriated herein, Two Hundred Ninety Eight Million Four Hundred Seventy Thousand Pesos (P298,470,000) sourced from the mandatory container security fee imposed on every 40 and 20-footer container or twenty equivalent units under the Non-Intrusive Container Inspection System (NCIS) shall be used for the maintenance and improvement of the operation of the NCIS, including the upgrading thereof and such other activities and programs needed to enhance the effectiveness and efficiency of the system as determined by the BOC.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BOC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this Fund. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BOC which shall be considered compliance with the said reportorial requirement.



## DOF-BOC, SP No. 3 (Tax Refund)

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**Tax Refund.** The amount of Six Billion Five Hundred Thirty Two Million Four Hundred Seventy Five Thousand Pesos (P6,532,475,000), recorded as trust receipts from the current year's revenue tax collections of the BOC and deposited with the National Treasury, shall be used for the settlement of the following claims: (i) refund of input Value-Added Tax (VAT) on importations attributable to zero-rated transactions in accordance with Section 112 of R.A. No. 8424, as amended, and (ii) payment for the monetization of the VAT component of outstanding Duty Drawback Tax Credit Certificates (TCCs) as part of the TCC Monetization Program in accordance with pertinent issuances and guidelines: PROVIDED, That payment of tax refunds shall be subject to COA audit: PROVIDED, FURTHER, That any unutilized amount from said amount at the end of the year shall revert to the unappropriated surplus of the General Fund in accordance with Section 45, Chapter 5, Book VI of E.O. No. 292.

The report on the current year's revenue tax collection of the BOC shall be correspondingly adjusted equivalent to the amounts refunded for taxes collected in current and prior years.

The BOC shall submit to the DBM, the House Committee on Appropriations and Senate Committee on Finance, separate quarterly reports on the amount of tax refunds and the recipient taxpayers. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BOC which shall be considered compliance with the said reportorial requirement.





## DOF-BOC, SP No. 4 (Informer's Reward)

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**Informer's Reward.** Pursuant to Section 282 (B) of R.A. No. 8424, ten percent (10%) of the fair market value of the smuggled and confiscated goods or One Million Pesos (P1,000,000) per case, whichever is lower, shall be recorded as trust receipts by the BOC and deposited with the National Treasury. Such amount may be released and used for the payment of informer's reward to persons instrumental in the discovery and seizure of such goods, except all public officials, whether incumbent or retired, who acquired the information in the course of the performance of their duties during their incumbency.

The BOC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the amount of informer's reward paid and the list of beneficiaries. The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BOC which shall be considered compliance with the said reportorial requirement.





## DOF-BIR, SP No. 1 (Fines and Penalties)

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**Fines and Penalties.** Of the amount appropriated herein for MOOE, Fifty Million Pesos (P50,000,000) sourced from the income generated from fines and penalties imposed for violations related to the printing and issuance of receipts and invoices, and other violations of the National Internal Revenue Code shall be used to fund the requirements of the Tax Receipt Raffle Program, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BIR shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this income. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BIR which shall be considered compliance with the said reportorial requirement.



## DOF-BIR, SP No. 2 (One Percent (1%) Share in Taxes on Locally-manufactured Virginia-type Cigarettes)

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**One Percent (1%) Share in Taxes on Locally-manufactured Virginia-type Cigarettes.** In addition to the amounts appropriated herein, Three Hundred Fifteen Million Four Hundred Thirty One Thousand Pesos (P315,431,000) sourced from the one percent (1%) share in the taxes on locally-manufactured Virginia-type cigarettes shall be used for the purchase of materials, apparatus, equipment, as well as improvement and adoption of modern methods for the effective enforcement and collection of taxes, in accordance with R.A. No. 5447.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BIR shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this income. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BIR which shall be considered compliance with the said reportorial requirement.



**Bank Penalties.** In addition to the amounts appropriated herein, One Hundred One Million Seven Hundred Five Thousand Pesos (P101,705,000) sourced from penalties for delayed remittances by banks shall be used for programs, projects and activities of the BIR in the furtherance of its collection function, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The BIR shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this income. The Commissioner of Internal Revenue and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BIR which shall be considered compliance with the said reportorial requirement.

**Tax Refund.** The amount of Six Billion Five Hundred Thirty Two Million Four Hundred Seventy Five Thousand Pesos (P6,532,475,000), recorded as trust receipts from the current year's revenue tax collections of the BOC and deposited with the National Treasury, shall be used for the settlement of the following claims: (i) refund of input Value-Added Tax (VAT) on importations attributable to zero-rated transactions in accordance with Section 112 of R.A. No. 8424, as amended, and (ii) payment for the monetization of the VAT component of outstanding Duty Drawback Tax Credit Certificates (TCCs) as part of the TCC Monetization Program in accordance with pertinent issuances and guidelines: PROVIDED, That payment of tax refunds shall be subject to COA audit: PROVIDED, FURTHER, That any unutilized amount from said amount at the end of the year shall revert to the unappropriated surplus of the General Fund in accordance with Section 45, Chapter 5, Book VI of E.O. No. 292.



## DOF-BLGF, SP No. 1 (Assessment Loan and Revolving Fund)

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**Assessment Loan and 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 to the DBM, 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 posted on the official website of the BLGF which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing, shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Office's web administrator that said report has been submitted/posted.



## DOF-IC, SP No. 1 (Insurance Fund)

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**Insurance Fund.** In addition to the amounts appropriated herein, Seventy Three Million Nine Hundred Ninety Six Thousand Pesos (P73,996,000) sourced from the proceeds of premium taxes, constituted into the Insurance Fund, shall be used to cover the MOOE and Capital Outlay requirements of the Insurance Commission (IC) in accordance with Section 286 of R.A. No. 8424.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The IC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate quarterly reports on the financial and physical accomplishments of this Fund. The Commissioner of IC and the Commission's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted in the official website of the IC which shall be considered compliance with the said reportorial requirement.



**Revolving Fund for the Conservation and Disposition of Assets.** Revenues realized by the Privatization and Management Office (PMO) from commissions, due diligence fees and sale of asset bidding rules, information memoranda and similar documents, as well as, portion or percentage of proceeds from the disposition of GOCCs, assets and idle properties, not to exceed ten percent (10%), as approved by the Privatization Council, shall be constituted as a revolving fund. The fund shall be used for the payment of fees and reimbursable expenses, costs and expenses incurred by the PMO in the conservation and disposition of assets held by it, including fees of hired financial advisers, and in the performance of its other responsibilities pursuant to Proclamation No. 50 dated December 15, 1986 and E.O. No. 323, s. 2000.



## DOF-PMO, SP No. 1 (Revolving Fund for the Conservation and Disposition of Assets)

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**Revolving Fund for the Conservation and Disposition of Assets.** Revenues realized by the Privatization and Management Office (PMO) from commissions, due diligence fees and sale of asset bidding rules, information memoranda and similar documents, as well as, portion or percentage of proceeds from the disposition of GOCCs, assets and idle properties, not to exceed ten percent (10%), as approved by the Privatization Council, shall be constituted as a revolving fund. The fund shall be used for the payment of fees and reimbursable expenses, costs and expenses incurred by the PMO in the conservation and disposition of assets held by it, including fees of hired financial advisers, and in the performance of its other responsibilities pursuant to Proclamation No. 50 dated December 15, 1986 and E.O. No. 323, s. 2000.

In addition, a portion not exceeding ten percent (10%) of the proceeds realized from the disposition of properties of abolished government corporations and former enemy-owned entities of the Board of Liquidators beginning FY 2007 and succeeding years shall form part of this revolving fund. Said fund shall be used for the payment of costs and expenses incurred by the PMO in the conservation and disposition of government assets in accordance with E.O. No. 471, s. 2005.

The remaining balance of ninety percent (90%) of the foregoing proceeds shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292 and Section 65 of P.D. No. 1445.

The PMO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Chief of PMO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the PMO which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing shall render any disbursement in the subsequent quarters void, except upon certification by the DBM and the Office's web administrator that said report has been submitted/posted.





## DFA-OSEC, SP No. 1 (Receipts and Income)

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**Receipts and Income.** All income received by any office, agency, or entity, whether public or private, performing consular functions and activities, including fees and charges collected by foreign service posts as well as rental income of DFA facilities, and proceeds from sale of used motor vehicles in foreign posts shall be recorded as income of the General Fund: PROVIDED, That such amount collected in foreign currency may be retained as a working fund: PROVIDED, FURTHER, That a maximum of fifty percent (50%) of the income collected by honorary consulates may be retained to reimburse their administrative expenses.

The total amount of income retained and the subsequent allotments to be released for foreign service posts, which includes honorary consulates, shall not exceed the appropriations authorized for the purpose.

The DFA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical list of properties acquired or renovated chargeable against said fund. The Secretary of Foreign Affairs and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DFA which shall be considered compliance with the said reportorial requirement.



## DFA-OSEC, SP No. 4 (Building Fund)

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**Building Fund.** The amount of One Billion Ninety Seven Million Ten Thousand Pesos (P1,097,010,000) appropriated herein shall be charged against the Building Fund, which is equivalent to twenty percent (20%) of the consular income actually collected and realized in FY 2013, as certified by the BTr.

The Building Fund shall be used for the following purposes: (i) acquisition of new properties abroad for chanceries and residences, as well as office space for consular offices through direct purchase or lease-purchase agreements; and (ii) renovation of deteriorating consular offices, and chanceries and residences of the Philippine Foreign Service: PROVIDED, That in the use of the Building Fund, priority shall be given to the acquisition of properties abroad and renovation of government-owned properties: PROVIDED, FURTHER, That the DFA shall consider its previously committed undertakings and the available balance of the Building Fund in programming its funding commitments or requirements for the current year.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DFA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of this Fund, including the list of properties acquired, repaired, or renovated. The Secretary of Foreign Affairs and the Agency'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 DFA which shall be considered compliance with the said reportorial requirement.



**Use of Insurance Proceeds.** Notwithstanding any provision of law to the contrary, the Secretary of Foreign Affairs is authorized to retain and use the proceeds of insurance claims for properties in foreign posts, which shall be treated as trust receipts, to cover replacement and/or restoration of insured properties abroad.

The DFA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the list and amount of insurance claims and utilization of its proceeds. The Secretary of Foreign Affairs and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DFA which shall be considered compliance with the said reportorial requirement.

**Hospital Income.** In addition to the amounts appropriated herein, all income generated from the operation of special hospitals, medical centers, institute for disease prevention and control, including drug abuse treatment and rehabilitation centers and facilities, and other National Government hospitals under the DOH shall be deposited in an authorized government depository bank and shall be used to augment the hospital's MOOE and Capital Outlays including the payment of PhilHealth premium under the Point of Care Program: PROVIDED, That no amount therefrom shall be used for the payment of salaries, allowances and other benefits: PROVIDED, FURTHER, That at least twenty-five percent (25%) of the said income shall be used to purchase and upgrade hospital equipment used directly in the delivery of health services.

The DOH shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current year covering said income and the corresponding expenditures. Likewise, it shall submit to the DBM not later than March 1 of the current year its audited financial statement for the immediately preceding year. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said annual reports and the audited financial statements are likewise posted on the official website of the DOH.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987, and to appropriate criminal action under existing penal laws.

**Fees and Charges of the Bureau of Quarantine and International Health Surveillance.** In addition to the amounts appropriated herein, Fifty Six Million Pesos (P56,000,000) sourced from fifty percent (50%) of the fees collected by the Bureau of Quarantine and International Health Surveillance (BQIHS) shall be used for the operational requirements of the BQIHS in accordance with Section 9 of R.A. No. 9271.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DOH 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 the financial and physical accomplishments of the income of BQIHS. The Secretary of Health and the Agency'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 DOH.

**Fees, Fines, Royalties and Other Charges of the Food and Drugs Administration.** In addition to the amounts appropriated herein, Three Hundred Eighty Six Million Five Hundred Thousand Pesos (P386,500,000) sourced from fees, fines, royalties and other charges collected by the Food and Drugs Administration (FDA) shall be released to the FDA upon submission of its Five-year Developmental Plan required under R.A. No. 9502 and subject to guidelines to be jointly issued by the DBM, DOH and FDA, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292. Said amount shall be utilized by the FDA in accordance with its approved Five-year Developmental Plan to ensure its self-sufficiency.

The FDA shall submit, either in printed form or by way of electronic document, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate quarterly reports on the physical and financial accomplishments of its income. The Director of FDA and the Agency'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 FDA.

**Bottom-Up Budgeting Projects.** The amounts appropriated herein for Environmental and Occupational Health, Family Health and Responsible Parenting, Health Emergency Management, Health Facilities Enhancement Program, Implementation of Doctors to the Barrios and Rural Health Team Placement Program, Other Infectious Disease (HIV/AIDS, Dengue), National Pharmaceutical Policy Development and Implementation of Various Programs/Projects for LGUs include Thirty One Million Six Hundred Thirty Eight Thousand Pesos (P31,638,000), One Hundred Thirty One Million Six Hundred Sixty Five Thousand Three Hundred Ninety Two Pesos (P131,665,000), Forty Million Two Hundred Ninety Six Thousand Pesos (P40,297,000), Nine Hundred Eighty Seven Million Eight Hundred Fifteen Thousand Five Hundred Pesos (P987,815,000), Seventy One Million Three Hundred Thirty Three Hundred Twelve Pesos (P71,333,000), One Hundred Nine Million Six Hundred Nineteen Thousand Pesos (P109,619,000), Ten Million Six Hundred Thousand Pesos (P10,600,000), and Ninety Nine Million Two Hundred Twenty Four Thousand Pesos (P99,224,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

## DOH-OSEC, SP No. 6 (Bottom-Up Budgeting Projects)

**Bottom-Up Budgeting Projects.** The amounts appropriated herein for Environmental and Occupational Health, Family Health and Responsible Parenting, Health Emergency Management, Health Facilities Enhancement Program, Implementation of Doctors to the Barrios and Rural Health Team Placement Program, Other Infectious Disease (HIV/AIDS, Dengue), National Pharmaceutical Policy Development and Implementation of Various Programs/Projects for LGUs include Thirty One Million Six Hundred Thirty Eight Thousand Pesos (P31,638,000), One Hundred Thirty One Million Six Hundred Sixty Five Thousand Three Hundred Ninety Two Pesos (P131,665,000), Forty Million Two Hundred Ninety Six Thousand Pesos (P40,297,000), Nine Hundred Eighty Seven Million Eight Hundred Fifteen Thousand Five Hundred Pesos (P987,815,000), Seventy One Million Three Hundred Thirty Three Hundred Twelve Pesos (P71,333,000), One Hundred Nine Million Six Hundred Nineteen Thousand Pesos (P109,619,000), Ten Million Six Hundred Thousand Pesos (P10,600,000), and Ninety Nine Million Two Hundred Twenty Four Thousand Pesos (P99,224,000), which shall be used exclusively for the implementation of Bottom-Up Budgeting (BUB) Projects in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be required in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BUB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DOH shall submit, quarterly reports on the financial and physical accomplishments of the amounts appropriated for the BUB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the DOH which shall be considered compliance with the reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.





## DOH-OSEC, SP No. 8 (Assistance to Indigent and Poor Patients)

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**Assistance to Indigent and Poor Patients.** The amount of One Billion Eight Hundred Forty Nine Million One Hundred Forty Nine Thousand Pesos (P 1,849,149,000) appropriated herein under Assistance to Indigent Patients shall be utilized for hospitalization and the grant of assistance to indigent and poor patients including the payment of Philhealth premium under the Point of Care Program: PROVIDED, That the beneficiary shall comply with the requirements of DOH and/or government hospital: PROVIDED, FURTHER, That the DOH shall not release any subsequent cash allocation until fifty percent (50%) of the amount previously released has been liquidated in accordance with the pertinent budgeting and auditing rules and regulations: PROVIDED, FURTHERMORE, That the DOH shall be allowed to utilize up to one percent (1%) of the said amount to cover administrative costs of implementing the activity: PROVIDED, FURTHERMORE, That the DOH may engage a third party agency, entity or organization to monitor the implementation of this Program: PROVIDED, FINALLY, That the DOH shall submit a quarterly report on the utilization of this amount to the DBM, the House Committee on Appropriations and the Senate Committee on Finance.

The DOH shall post the following on its official website: (i) Name of recipient government hospitals and indigent patients receiving medical services therein, whether confined or out patients; (ii) Type of medical assistance given and other related information; and (iii) Name and address of indigent patients, and medical services rendered to and/or drugs and medicines received by each of them with the corresponding fee or amount. The recipient government hospital shall likewise post the foregoing information on its official website. The Secretary of Health and The Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the DOH which shall be considered compliance with the said reportorial requirement. (CONDITIONAL IMPLEMENTATION- President's Veto Message, December 23, 2014, Volume II-B, page 1554, R.A. No. 10651)



## DOH-OSEC, SP No. 9 (Subsidy For Health Insurance Under the P Ayapa at MAsaganang PamayaNAn Program (PAMANA) and Sajahatra Bangsamoro Programs)

**Subsidy For Health Insurance Under the P Ayapa at MAsaganang PamayaNAn Program (PAMANA) and Sajahatra Bangsamoro Programs.** The amount of One Hundred Twenty Nine Million Thirty Five Thousand Pesos (P129,035,000) appropriated herein for the Subsidy for Health Insurance premium under the PAMANA and Sajahatra Bangsamoro Programs includes the following: (1) Forty Seven Million Seven Hundred Sixty Two Thousand Pesos (P47,762,000), to implement projects in conflict-affected areas already identified by the OPAPP ; (2) Fifty Million Four Hundred Thousand Pesos (P50,400,000) for health insurance premiums of targeted beneficiaries under the Socio-Economic Component of the Normalization Process; (3) Twenty Six Million Four Hundred Thousand Pesos (P26,400,000) for health insurance premiums of targeted beneficiaries already identified under the Sajahatra Bangsamoro Program; AND (4) Four Million Four Hundred Seventy Three Thousand Pesos (P4,473,000) for health insurance premiums of the three thousand six hundred ninety eight (3,698) actual enrollees for the FY 2013 Sajahatra Bangsamoro Program: PROVIDED, That the subsidy for the health insurance premiums of former rebels and/or their qualified dependents as well as members of identified communities as determined by the OPAPP shall be released to PHILHEALTH, through the BTr: PROVIDED, FURTHER, That the release of cash allocation shall be based on the certified billing indicating the names of enrollees to be submitted to DBM. In no case shall said amount be used for any other purpose.

In the implementation of this Program, the PHILHEALTH shall ensure that the utilization of said amount for premiums shall be based on the list of enrollees submitted to DBM.

The DOH, through the PHILHEALTH, shall submit to the OPAPP, the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the status of implementation of the PAMANA Program and the Normalization Process, and to the task force on Bangsamoro Development created under A.O. No. 37, s. 2013, quarterly reports on the status of the Sajahatra Bangsamoro Program. The President of PHILHEALTH and the Corporation's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the Philhealth which shall be considered compliance with the said reportorial requirement.



**Pinoy MD Scholarship Program.** The amount appropriated herein for the implementation of the Pinoy MD Scholarship Program shall be limited to scholars who have taken and passed the qualifying examinations administered by any of the DOH-partner schools and complied with the criteria set forth by the DOH: PROVIDED, That priority shall be given to poor and deserving students or those coming from families belonging to the low-income bracket as determined by the PSA-NSCB. The DOH shall develop a database that will effectively provide periodic monitoring of the program's scholars.

The DOH shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments of the Program, including the list of scholars. The Secretary of the DOH and the Agency'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 DOH which shall be considered compliance with the reportorial requirement.

**Allocation for Autonomous Region in Muslim Mindanao from Nationally Funded Projects.**

The DOH shall ensure that the requirements of ARMM are provided in the regional allocation of its nationally funded programs and projects. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the amounts allocated for ARMM per province are posted on the official website of the DOH.

Likewise, the ARGMM shall submit, to the DBM and DOH, separate quarterly reports on the implementation and status of all DOH funded programs and projects per province in the ARMM. The Regional Governor of ARGMM and the Regional Government'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 ARGMM.

## DOH-OSEC, SP No.19 (Quick Response Fund)

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**Quick Response Fund.** The amount of Five Hundred Million Pesos (P500,000,000) appropriated herein for the Quick Response Fund (QRF) shall serve as a stand-by fund to be used for the repair and rehabilitation of health facilities, replacement of medical equipment, as well as provision for emergency medical assistance, including pre-positioning of medical aids, in order that the situation and living conditions of people living in communities or areas stricken by calamities, epidemics, crises and catastrophes, which occurred in the last quarter of the immediately preceding year and those occurring during the current year may be normalized as quickly as possible. In no case shall the QRF be used for pre-disaster activities or any other purpose not authorized in this provision.

The DOH shall submit to the National Disaster Risk Reduction and Management Council, the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the status of the utilization of the QRF. The Secretary of Health and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DOH which shall be considered compliance with the said reportorial requirement.



## DILG-OSEC,SP No. 1 (Performance Based Challenge Fund)

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**Performance-Based Challenge Fund.** The amount of One Billion Pesos (P1,000,000,000) appropriated herein for the Performance Based Challenge Fund shall cover the financial subsidy to qualified LGUs under the Local Governance Performance Management Program for the implementation of projects aligned to the Philippine Development Plan 2011-2016. The amount of Three Million Seven Hundred Thousand Pesos (P3,700,000) is for the grant of cash awards for the child-friendly municipalities and cities.

The DILG shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishment of this Fund, including the list of beneficiary LGUs. The Secretary of the Interior and Local Government and the Agency'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 DILG, which shall be considered compliance with said reportorial requirement.



**Enhancing Local Government Unit Capacity on Climate Change Adaptation and Disaster Risk Management Framework.** The amount of Seventy Six Million Pesos (P76,000,000) appropriated herein for the Enhancement of LGU Capacity on Climate Change Adaptation and Disaster Risk Management Framework shall be used exclusively to enable LGUs to effectively implement disaster prevention and risk reduction measures through the strengthening of communities and people's capacity to anticipate, cope with, and recover from disasters.

The DILG shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, a detailed annual work plan prior to the commencement of the project and quarterly reports on the financial and physical accomplishments of the project. The Secretary of the Interior and Local Government and the Agency'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 DILG which shall be considered compliance with the said reportorial requirement.



**Housing Program for Informal Settler Families Residing in Danger Areas within Metro Manila.** The amount of One Billion Two Hundred Forty Four Million Six Hundred Six Thousand Pesos (P1,244,606,000) appropriated herein for the Housing Program for Informal Settler Families (ISF) Residing in Danger Areas within Metro Manila shall be used exclusively for the following projects with the corresponding amounts:

- |  |              |
|--|--------------|
| a) Construction of Micro-Medium-Rise Buildings     | P700,000,000 |
| b) Interim Shelter Fund for 26,367 Target Families | P474,606,000 |
| c) Administrative Cost                             | P70,000,000  |

Releases from said amounts shall be subject to the submission by the DILG to the DBM of the People's Plan and the listing and details of projects indicating therein, among others, the location of the sites and names of prospective beneficiaries approved by the DILG: PROVIDED, That the People's Plan shall be prepared by the DILG in consultation with the Presidential Commission for the Urban Poor, the National Anti-Poverty Commission and their partner civil society organizations: PROVIDED, FURTHER, That the DILG shall schedule the actual relocation of ISF during summer vacation to avoid interruption in the education of their children.

The DILG shall submit quarterly reports indicating, among others, the breakdown of disbursements for the aforesaid Programs to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the House and the Senate Committees on Housing.



## DILG-OSEC, SP No. 6 (Bottom-up Budgeting Program)

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**Bottom-up Budgeting Program.** The amount of Five Billion Six Hundred Sixty Four Million One Hundred Sixty Six Thousand Pesos (P5,664,166,000) appropriated herein for Provision for Potable Water Supply and Other Projects shall be used exclusively for the Bottom-up Budgeting (BuB) Projects and shall be implemented exclusively in the LGUs identified under Volume No. I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and LGU Public Financial Management Improvement Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 dated November 26, 2013 and such other criteria as may be provided in the guidelines.

The DILG or LGUs concerned, as the case may be, shall likewise ensure that the cost of implementing the BuB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The DILG shall submit, quarterly reports on the financial and physical accomplishments of the amounts for the BuB Projects to the DBM, the House Committee on Appropriations and the Senate Committee on Finance. The Secretary of the Interior and Local Government and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said reports are likewise posted on the official website of the DILG, which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the guidelines to be issued by the DBM.



## DILG-BFP, SP No. 1 (Fire Code Revenues)

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**Fire Code Revenues.** In addition to the amounts appropriated herein, Eight Hundred Million Pesos (P800,000,000) sourced from eighty percent (80%) of the taxes, fees and fines collected by the Bureau of Fire Protection (BFP) in accordance with Section 13 of R.A. No. 9514 shall be used for the modernization of the BFP, including the acquisition and improvement of facilities, purchase of firetrucks, fire fighting, and fire protection equipment, and emergency and rescue equipment, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BFP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the utilization of the said amount. The Chief of the BFP and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that the said quarterly reports are posted on the official website of the BFP, which shall be considered as compliance with the said reportorial requirement.



## DILG-BFP, SP No. 2 (Firearms License Fees)

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**Firearms License Fees.** The twenty percent (20%) net proceeds of the firearms license fees deposited with the National Treasury as trust receipts pursuant to DBM-DILG Joint Circular No. 1-92 dated May 8, 1992 and E.O. No. 338, s. 1996 shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated firemen in accordance with R.A. No. 6963.

The BFP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts including the list of beneficiaries of the scholarship program. The Chief of the BFP and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BFP, which shall be considered as compliance with said reportorial requirement.



## DILG-BJMP, SP No. 1 (Firearms License Fees)

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**Firearms License Fees.** The ten-percent (10%) net proceeds of the firearms license fees deposited with the National Treasury as trust receipts pursuant to DBM-DILG Joint Circular No. 1-92 dated May 8, 1992 and E.O. No. 338, s. 1996 shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated jail officers in accordance with R.A. No. 6963.

The Bureau of Jail Management and Penology (BJMP) shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts including the list of beneficiaries of the scholarship program. The Chief of the BJMP and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the BJMP, which shall be considered as compliance with the said reportorial requirement.



**Subsistence and Medicine Allowance of Prisoners.** The amounts of One Billion Five Hundred Fifty Five Million Three Hundred Thirty Eight Thousand Pesos (P1,555,338,000) is for subsistence allowance, and One Hundred Fifty Five Million Five Hundred Thirty Three Thousand Pesos (P155,533,000) is for medicine allowance, at Fifty Pesos (P50) and Five Pesos (P5), respectively, per day per prisoner, for Eighty Five Thousand Two Hundred Twenty Four (85,224) assumed number of prisoners for the year.

The BJMP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the utilization of such amount. The Chief of the BJMP 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 BJMP, which shall be considered as compliance with said reportorial requirement.

**Police Fees and Charges.** Fees and charges collected by the PNP by virtue of its absorption of the then Philippine Constabulary-Integrated National Police and AFP Units shall be deposited with the National Treasury as trust receipts to augment its appropriations in accordance with E.O. No. 1002, s. 1985 and E.O. No. 338.

The PNP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts. The Chief of the PNP and the Agency'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 PNP, which shall be considered as compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987 and to appropriate criminal action under existing laws.

**Revolving Fund for the Agro-Industrial Projects of the Bureau of Corrections.** The Bureau of Corrections (BuCor), through its Director, is authorized to purchase products from the agricultural or industrial projects of the BuCor at seventy percent (70%) of the market price of such products either for institutional use or for the prisoner's subsistence, chargeable against the BuCor's regular allotment for MOOE. The proceeds from the sale of agro-industrial products shall be deposited in an authorized government depository bank and may be made available for the following purposes: (i) payment of allowance to prisoners working in the agricultural or industrial projects at a rate of not less than Five Hundred Pesos (P500) for each prisoner per month; (ii) payment of additional subsistence of prisoners confined in the National Penitentiary; and (iii) purchase of additional supplies and materials, farm tools, and equipment for the repair, construction, operation and maintenance of agricultural or industrial projects and prison facilities, withdrawable in accordance with pertinent auditing and accounting rules and regulations: PROVIDED, That any interest income earned shall be deposited with the National Treasury as income of the General Fund pursuant to Section 44, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The BuCor shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the income of, and expenditure from, this fund. The Director of BuCor 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 BuCor which shall be considered compliance with the said reportorial requirement.

Failure to comply with the foregoing requirements shall render any disbursement in the subsequent quarters shall be void, except upon certification by the DBM and the Bureau's web administrator or his/her equivalent that said report has been submitted.

**Subsistence and Medicine Allowance of Prisoners.** Of the amount appropriated herein, Seven Hundred Fifty Five Million Seven Hundred Eighty Seven Thousand Two Hundred Fifty Pesos (P755,787,250) shall be for subsistence allowance, and Seventy Five Million Five Hundred Seventy Eight Thousand Seven Hundred Twenty Five Pesos (P75,578,725) for medicine allowance, at Fifty Pesos (P50) and Five Pesos (P5), respectively, per day per prisoner, for Forty One Thousand Four Hundred Thirteen (41,413) assumed number of prisoners for the year.

The BuCor shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, separate quarterly reports on the utilization of such amounts. The Director of BuCor 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 BuCor which shall be considered compliance with the said reportorial requirement.



**Collection from Shipping Companies and Vessels.** Fees, expenses or any form of charges from shipping companies or vessels in the conduct of inspection of immigration officers shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292.

The Bureau of Immigrations (BI) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the collection of said income. The Commissioner of BI 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 BI which shall be considered compliance with the said reportorial requirement.

**Land Registration Fees and Other Collections.** In addition to the amounts appropriated herein, Three Hundred Three Million Eight Hundred Two Thousand Pesos (P303,802,000) sourced from twenty percent (20%) of the land registration fees or collections of the Land Registration Authority (LRA) and Register of Deeds in the country in accordance with Section 111 of P.D. No. 1529 shall be used for the MOOE of LRA, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The LRA shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the income of, and expenditures from, said amount. The Administrator of LRA and the Agency'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 LRA which shall be considered compliance with the said reportorial requirement.

**Fees from Assessments Levied by the Office of the Government Corporate Counsel.** Fees collected by the Office of the Government Corporate Counsel (OGCC) from client GOCCs in accordance with Section 4 of P.D. No. 1415 shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292: PROVIDED, That the OGCC shall assess client GOCCs based on the volume of work, the complexity of issues, the amounts involved, and other similar criteria.

The OGCC 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 the collection of said income. The Government Corporate Counsel and the Agency'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 OGCC.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions pursuant to Section 43, Chapter 5, and Section 80, Chapter 6, Book VI of E.O. No. 292, and to appropriate criminal action under existing penal laws.

## DOJ-PCGG, SP No. 1 (Use and Recording of Proceeds)

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**Use and Recording of Proceeds.** All proceeds realized from the sale or administration of assets by the Presidential Commission on Good Government (PCGG) shall be deposited with the National Treasury: PROVIDED, That not more than ten percent (10%) of such proceeds shall be used for the payment of lawful claims, which include recovery expenses, selling expenses, custodianship and other related costs attributable to the sold or administered assets, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292: PROVIDED, FURTHER, That the remaining balance of said proceeds shall be utilized subject to the provisions of pertinent laws: PROVIDED, FURTHERMORE, That the above-authorized expenses shall not include payment of salaries, allowances and other benefits of PCGG officials and employees: PROVIDED, FINALLY, That the DOF, in coordination with COA, shall make the necessary adjustments for the recording of the sales in prior years.

The PCGG shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the utilization of such proceeds. The Chairperson of the PCGG and the Commission'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 PCGG which shall be considered compliance with the said reportorial requirement.



**Revolving Fund for Military Shrine Installation and Facilities.** Income derived from entrance fees and rentals for the use of military shrine installation and facilities, and board and lodging shall be constituted as a revolving fund, Said income shall be deposited in an authorized government depository bank and shall be used for the MOOE and Capital Outlay requirements of the shrine installation and facilities which may be withdrawn without need of further disbursement authorization, subject to DND Department Circular No. 3 dated June 18, 2008 and to pertinent accounting and auditing rules and regulations: PROVIDED, That the fund shall not be used for the funding of new and existing permanent and regular positions.

The Philippine Veterans Affairs Office (PVAO) shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this fund. The Administrator of PVAO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the PVAO which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement in the subsequent quarters void, and shall subject the erring officials and employees to disciplinary action in accordance with Section 43, Chapter 5, Section 57, Chapter 6, and Section 80, Chapter 7, Book VI of E.O. No. 292 and to appropriate criminal action under existing penal laws.

## DND-AFP/PA, SP No. 2 (Fees from Use of Equipment and Facilities)

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**Fees from Use of Equipment and Facilities.** Fees and charges collected by the Philippine Army from the use of its equipment and facilities shall be deposited with the National Treasury as trust receipts and shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002, s. 1985.

The Philippine Army shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts. The Commanding General of the Philippine Army and the Agency'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 Philippine Army which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to COA-DBM-DOF Joint Circular No. 1-97 dated January 2, 1997.



## DND-AFP/PA, SP No. 3 (Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units)

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### **Compensation and Separation Benefits of the Citizen Armed Forces Geographical Units.**

The amount of Two Billion Forty Eight Million One Hundred Thirty Two Thousand Pesos (P2,048,132,000) appropriated for the Citizen Armed Forces Geographical Unit (CAFGU's) shall be used for the payment of compensation of its members, and separation benefits not exceeding one (1) year subsistence allowance for its members who will be deactivated pursuant to the Implementing Rules and Regulations of E.O. No. 264, s. 1987 and DND Circular No. 4 dated October 27, 2005: PROVIDED, That no new CAFGUs shall be recruited for training and the corresponding costs attendant to the training of existing CAFGUs shall be gradually scaled down in anticipation of its planned demobilization as a result of the implementation of the Revised AFP Modernization Program.

The Philippine Army shall submit, to the DBM, the House Committee on Appropriations and Senate Committee on Finance, an annual report indicating the number of existing CAFGU members, the year of their recruitment, and the selection criteria for enlistment in the CAFGU. The Commanding General of the Philippine Army and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said report is likewise posted on the official website of the Philippine Army which shall be considered compliance with the said reportorial requirement.





**Fees from Use of Equipment and Facilities.** Fees and charges collected by the Philippine Air Force from the use of its equipment and facilities shall be deposited with the National Treasury as trust receipts and shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002.

The Philippine Air Force shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts. The Commanding General of the Philippine Air Force and the Agency'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 Philippine Air Force which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the provisions of COA-DBM-DOF Joint Circular No. 1-97 dated January 2, 1997.





**Fees from Use of Equipment and Facilities.** Fees and charges collected by the General Headquarters of the AFP from the use of its equipment and facilities shall be deposited with the National Treasury as trust receipts and shall be used to augment its operating requirements in accordance with Sections 1 and 2 of E.O. No. 1002.

The General Headquarters of the AFP shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts. The AFP-Chief of Staff and the Agency'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 General Headquarters of the AFP which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to the provisions of COA-DBM-DOF Joint Circular No. 1-97 dated January 2, 1997.



**Firearms License Fees.** The thirty percent (30%) net proceeds of the firearms license fees deposited with the National Treasury as trust receipts pursuant to DBM-DILG Joint Circular No. 1-92 dated May 8, 1992 and E.O. No. 338, s. 1996, shall be used for the scholarship privileges to surviving children of deceased or permanently incapacitated military personnel in accordance with R.A. No. 6963.

The AFP shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on its income and expenditures, and the status of the trust receipts including the list of beneficiaries of the scholarship program. The AFP Chief of Staff and the Agency'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 AFP which shall be considered compliance with the said reportorial requirement.

**Armed Forces of the Philippines Modernization Program.** The amount of Twenty Billion Pesos (P20,000,000,000) appropriated herein for the Revised AFP Modernization Program administered by the Secretary of National Defense shall be used exclusively to support the funding requirements for the modernization projects under the said Program in accordance with R.A. No. 10349: PROVIDED, That the allotment for the purpose shall only be released upon submission by the DND to DBM of the recommendation by the appropriate bids and awards committee for the award of contracts for the implementation of modernization projects in accordance with the provisions of R.A. No. 9184.

The DND shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly Program Accountability Report. The Secretary of National Defense and the Agency'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 DND which shall be considered compliance with the said reportorial requirement.



**Special Road Support Fund.** In addition to the amounts appropriated herein, Nine Billion Nine Hundred Seventeen Million Nine Hundred Eighty Seven Thousand Pesos (P9,917,987,000) sourced from eighty percent (80%) collections from the Motor Vehicles User's Charge (MVUC), constituted into the Special Road Support Fund, shall be used for the maintenance of roads and bridges and improvement of road drainage in accordance with Section 7 of R.A. No. 8794: PROVIDED, That five percent (5%) of the total appropriations for maintenance of roads to be applied across-the-board to the allocation of each region shall be set aside for the maintenance of the roads which may be converted to, or taken over as, national roads during the current year, which shall be released to the Central Office of the DPWH for eventual sub-allotment to the regions and districts concerned. Any balance therefrom shall be restored to the regions on a pro-rata basis for the maintenance of existing national roads: PROVIDED, FURTHER, That a minimum of ninety percent (90%) of the appropriations for maintenance of roads and bridges may be contracted out to qualified entities, including LGUs with the capability to, and which will actually, implement the project by themselves, as determined by the DPWH, through the execution of a MOA. Any balance therefrom shall be used for maintenance of projects to be implemented by force account.

Any modification of the details of the projects covered from said Fund may only be undertaken until the end of the second quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval and shall post such modification on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The DPWH shall submit to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DPWH, which shall be considered compliance with the said reportorial requirement.



**Special Road Safety Fund.** In addition to the amounts appropriated herein, One Billion Forty One Million Two Hundred Ten Thousand Pesos (P1,041,210,000) sourced from seven and one-half percent (7.5%) collections from the MVUC, constituted into the Special Road Safety Fund, shall be used for the installation of adequate and efficient traffic lights and road safety devices in accordance with Section 7 of R.A. No. 8794.

Any modification of the details of the projects covered from said Fund may only be undertaken until the end of the second quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval and shall post such modification on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DPWH shall submit to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DPWH which shall be considered compliance with the said reportorial requirement.

**Special Local Road Fund.** In addition to the amounts appropriated herein, One Billion Two Hundred Thirty Seven Million Two Hundred Sixty Eight Thousand Pesos (P1,237,268,000) sourced from five percent (5%) collections from the MVUC, constituted into the Special Local Road Fund, shall be used for the maintenance of local roads, traffic management and road safety devices in accordance with Section 7 of R.A. No. 8794.

Any modification of the details of the projects covered from said Fund may only be undertaken until the end of the second quarter upon prior approval of the Road Board, and used in accordance with Section 7 of R.A. No. 8794. The Secretary of Public Works and Highways shall inform the DBM, in writing, of every modification within five (5) calendar days from its approval and shall post such modification on the official website of the DPWH.

Releases from said Fund shall be subject to prior approval of the Road Board, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The DPWH shall submit to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and COA, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DPWH which shall be considered compliance with the said reportorial requirement.



## DPWH-OSEC, SP No. 4 (Engineering and Administrative Overhead Expenses)

**Engineering and Administrative Overhead Expenses.** The DPWH is authorized to deduct not more than the following percentages of the project cost for infrastructure projects of the Department to be used for engineering and administrative overhead expenses (EAO): (i) three and one-half percent (3.5%) for those directly released to its Central Office; (ii) two and one-half percent (2.5%) for those directly released to its Regional Offices; and (iii) two percent (2%) for those directly released to its District Engineering Offices. The use thereof shall be limited: (i) administrative overhead including the hiring of individuals engaged through job-orders or contracts of service or such other engagement of personnel without any employer-employee relationship; (ii) pre-construction activities; (iii) construction project management; (iv) testing and quality control; (v) acquisition, rehabilitation and repair of heavy equipment and other related equipment and parts used in the implementation of infrastructure projects; and (vi) contingencies in relation to pre-construction activities: PROVIDED, That the EAO expenses shall be treated or booked-up as capitalized expenditures and shall form part of the project cost.

For infrastructure projects of other departments or agencies and undertaken by the DPWH, the DPWH Central Office, regional offices and district engineering offices are only authorized to deduct not more than one-half percent (0.5%) of the project cost to be used for EAO expenses.

In all of the foregoing instances, the EAO expenses shall not be authorized for infrastructure projects costing One Million Pesos (P1,000,000) and below.

The DPWH shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on said disbursements. The Secretary of Public Works and Highways and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the DPWH, which shall be considered compliance with the said reportorial requirement. Violation of, or non-compliance with this provision shall subject the government official or employee concerned to administrative, civil and/or criminal sanction in accordance with Section 43 of Chapter 5, Section 57 of Chapter 6, and Section 80 of Chapter 7, Book VI of E.O. No. 292.





## **DOST-ITDI, SP No. 1 (Calibration Fees)**

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**Calibration Fees.** Of the amounts appropriated herein, Three Million Seven Hundred Thousand Pesos (P3,700,000) sourced from fifty percent (50%) of the fees and charges collected from calibration services shall be used for enhancement of the capabilities and modernization of metrological and measurement standard activities in accordance with Section 18 of R.A. No. 9236.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The Industrial Technology Development Institute (ITDI) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Director of ITDI and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the ITDI which shall be considered compliance with the said reportorial requirement.



## **DOST-PSHS, SP No. 1 (School Fees)**

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**School Fees.** Of the amounts appropriated herein, Four Million One Hundred Thousand Pesos (P4,100,000) sourced from fees collected by each Philippine Science High School (PSHS) for school-related activities shall be used for the improvement of information technology facilities, laboratory and office equipment, furniture and fixtures in accordance with Section 8(k) of R.A. No. 9036.

Releases from said amount shall be subject to the approval of the PSHS System Board of Trustees, and the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The PSHS shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the physical and financial accomplishments in the utilization of said amount. The Executive Director of PSHS and the school's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the PSHS which shall be considered compliance with the said reportorial requirement.



## DOTC-OSEC, SP No. 1 (Special Vehicle Pollution Control Fund)

**Special Vehicle Pollution Control Fund.** In addition to the amounts appropriated herein for the Land Transportation Office (LTO), Eight Hundred One Million Eight Hundred Thirty Two Thousand Pesos (P801,832,000) sourced from the seven and one-half percent (7.5%) collections from the Motor Vehicles User's Charge, constituted into the Special Vehicle Pollution Control Fund, shall be used for air pollution control in accordance with Section 7 of R.A. No. 8794. The Special Vehicle Control Fund shall also be used for maintenance of the Metro Rail Transport which is considered as a pollution free transport system.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The LTO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Executive Director of LTO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that the said quarterly reports are likewise posted on the official website of the LTO which shall be considered compliance with the said reportorial requirement.



## **DOTC-OSEC, SP No. 2 (Seat Belt Use Fines)**

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**Seat Belt Use Fines.** In addition to the amounts appropriated herein for the LTO, Eighty Two Million Eight Hundred Fifty Nine Thousand Pesos (P82,859,000) sourced from fines imposed by LTO against drivers, operators, owners of vehicles, manufacturers, assemblers, importers and/or distributors for violation of the rules and regulations on the use and installation of seat belts shall be used for the implementation of the provisions of R.A. No. 8750, including the necessary promotion campaigns on the use of seat belt devices in accordance with Section 13 of R.A. No. 8750.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The LTO shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Executive Director of LTO and the Office's web administrator or his/her equivalent shall be responsible for ensuring that the said quarterly reports are likewise posted on the official website of the LTO which shall be considered compliance with the said reportorial requirement.



## DOTC-OSEC, SP No. 5 (Servicing of Metro Rail Transit Obligations)

**Servicing of Metro Rail Transit Obligations.** The amount needed for the payment of prior and current years' obligations for equity rental and maintenance fees and other obligations, such as, staffing and administrative cost, agency fee, cost for special repairs, and systems insurance due to the Metro Rail Transit Corporation (MRTC), as specified in the build-lease-and-transfer agreement executed between the DOTC and MRTC, shall be charged against the fare box revenue and all non-rail collections or income of the Metro Rail Transit (MRT) 3: PROVIDED, That in case of insufficient collections or income, the same may be augmented by the amounts appropriated herein for mass transport subsidy.

The payment of the foregoing obligations and fees shall cease upon full payment of the equity value buy-out of the MRTC by the National Government through the DOTC which will result to the automatic termination of the said build-lease-and-transfer agreement: PROVIDED, That the amounts appropriated herein for mass transport subsidy may be used for payment of the equity value buy-out of the MRTC.

The DOTC shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance a certification of monthly income collected and actual expenses incurred, and a year-end audited financial statement of the MRT 3 operations. The Secretary of Transportation and Communications and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the year-end audited financial statement is posted on the official website of the DOTC which shall be considered compliance with the said reportorial requirement.



## **DOTC-MARINA, SP No. 1 (Tonnage Fees)**

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**Tonnage Fees.** In addition to the amounts appropriated herein, Twenty Five Million Pesos (P25,000,000) sourced from the annual tonnage fees collected by the Maritime Industry Authority (MARINA) from ship owners or operators shall be used for the promotion and development of the domestic shipping industry, enhancement of maritime safety, and the promotion of the shipbuilding and ship repair industry of the country in accordance with Section 17, Chapter VII of R.A. No. 9295.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The MARINA shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Administrator of MARINA and the Agency'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 MARINA which shall be considered compliance with the said reportorial requirement.



## **DOTC-OTS, SP No. 1 (Aviation Security Fees)**

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**Aviation Security Fees.** In addition to the amounts appropriated herein, Six Hundred Twenty Seven Million Two Hundred Twenty Five Thousand Pesos (P627,225,000) sourced from the collections of aviation security fees shall be used for the operating requirements of the National Civil Aviation Security Committee pursuant to LOI No. 414-A dated June 17, 1976: PROVIDED, That Eighty Three Million Forty Four Thousand Pesos (P83,044,000) shall be used exclusively for the procurement of airport security equipment.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The Office for Transportation Security (OTS) shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount including the list of airport security equipment purchased. The Administrator of OTS and the Office'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 OTS which shall be considered compliance with the said reportorial requirement.





## PCOO-NPO, SP No. 1 (Revolving Fund for the National Printing Office)

**Revolving Fund for the National Printing Office.** In addition to the amount appropriated herein, income derived from the production and other printing activities of the National Printing Office (NPO) shall be constituted as a revolving fund. Said income shall be deposited in an authorized government depository bank and shall be used to cover its operating requirements and Capital Outlays consistent with Section 3 of E.O. No. 378, s. 2004, which may be withdrawn without need of further disbursement authorization, subject to pertinent budgeting, accounting and auditing rules and regulations: PROVIDED, That the amount of One Hundred Thirty One Million Eight Hundred Twenty Nine Thousand Pesos (P131,829,000) appropriated herein for Personnel Services, shall only be released upon submission by the NPO to the DBM of a certification from the BTr that the corresponding amount, sources from collections under this fund, has been deposited with the National Treasury: PROVIDED, FURTHER, That the DBM is authorized to make an advance release to cover the first month Personnel Services requirements of the NPO in the event the revolving fund is not sufficient to provide for the said requirements: PROVIDED, FURTHERMORE, That the expenditures sourced from this fund shall be consistent with the performance indicators identified herein and shall be considered the commitment and accountability of the Director of NPO.

The NPO shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditures from, this fund. The Director of NPO and the Agency'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 NPO which shall be considered compliance with the said reportorial requirement.

Failure to comply with any of the foregoing shall render any disbursement from said income void, and shall subject the erring officials and employees to disciplinary actions in accordance with Section 43, Chapter 5, and Section 80, Chapter 7, Book VI of E.O. No. 292, s. 1987 and to appropriate criminal action under existing laws.





## OEO-HLURB, SP No. 1 (Regulatory Fees)

**Regulatory Fees.** In addition to the amounts appropriated herein, One Hundred Eight Million One Hundred Sixty Three Thousand Pesos (P108,163,000) sourced from fees, fines, and other charges collected by the Housing and Land Use Regulatory Board (HLURB) shall be used for its MOOE and Capital Outlay requirements in accordance with Section 9 of E.O. No. 648, s. 1981.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The HLURB shall submit, to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said amount. The Chief Executive Officer of HLURB and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the HLURB which shall be considered compliance with the said reportorial requirement.



## **BSGC-TPB, SP No. 1 (Tourism Promotions Fund)**

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**Tourism Promotions Fund.** In addition to the budgetary support to GOCCs appropriated herein, the amount of One Billion One Hundred Thirty Million Five Hundred Fifty Two Thousand Pesos (P1,130,552,000) from the following sources, constituted as the Tourism Promotions Fund pursuant to R.A. No. 9593, shall be used by the Tourism Promotions Board (TPB) for tourism promotions:

- a) Seventy percent (70%) of the fifty percent (50%) share of the DOT in the net income of the Duty Free Philippines Corporation;
- b) At least twenty-five percent (25%) of the fifty percent (50%) National Government share from PAGCOR; and
- c) At least twenty-five percent (25%) of the National Government share from international airports and seaports.

Releases from said Fund shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The TPB shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of said Fund. The Chief Operating Officer of the TPB and the Corporation'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 TPB which shall be considered compliance with the said reportorial requirement.



## **BSGC-CCP, SP No. 1 (Tobacco Inspection Fee)**

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**Tobacco Inspection Fee.** In addition to the budgetary support to GOCCs appropriated herein, Nine Million Pesos (P9,000,000) sourced from fifty percent (50%) of the Tobacco Inspection Fee shall be used by the Cultural Center of the Philippines (CCP) for its MOOE requirements in accordance with P.D. No. 1158, as amended.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

The CCP shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the financial and physical accomplishments on the utilization of the foregoing amount. The President of the CCP and the Corporation's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of the CCP which shall be considered compliance with the said reportorial requirements.



## **BSGC-NHA, SP No. 1 (Subsidy to the National Housing Authority)**

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**Subsidy to the National Housing Authority.** The amount of Five Billion Fifty Million Pesos (P5,050,000,000) appropriated herein as subsidy for the NHA shall be used exclusively for the following programs with their corresponding amounts:

In no case shall said amount be used for any other purpose.

Implementation of the foregoing Programs shall be made in accordance with R.A. No. 7279, R.A. No. 7835 and their respective Implementing Rules and Regulations.

Releases from said amounts shall be subject to the submission by the NHA to the DBM of the listing and details of projects, including the location or sites where the housing structure will be constructed and names of prospective beneficiaries as approved by the NHA Board: PROVIDED, FURTHER, That for the Housing Program for ISF Residing in Danger Areas in Metro Manila, the location or sites where the housing structure will be constructed shall have been determined upon consultation with the Presidential Commission for the Urban Poor, NAPC and their partner civil society organizations.

The NHA shall submit, quarterly reports indicating, among others, the breakdown of disbursements for the aforesaid Programs and the targeted and actual number and names of beneficiaries to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the House and the Senate Committees on Housing. The General Manager of the NHA and the Corporation's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the NHA, at least on a quarterly basis, which shall be considered compliance with the said reportorial requirement.



## **BSGC-NIA, SP No. 1 (Subsidy to the National Irrigation Administration)**

**Subsidy to the National Irrigation Administration.** The amounts appropriated herein as subsidy for the NIA include the amount of Nineteen Billion Three Hundred Nineteen Million Nine Hundred Thirty Eight Thousand Pesos (P19,319,938,000), which shall be used exclusively for the following purposes with their corresponding amounts:

Release and implementation of the foregoing purposes shall be made in accordance with the requirements and conditions, if any, in the succeeding special provisions.



## **BSGC-NIA, SP No. 6 (Bottom-up Budgeting Projects)**

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**Bottom-up Budgeting Projects.** The amount of One Hundred Seven Million Two Hundred Thousand Pesos (P107,200,000) appropriated herein shall be used exclusively to implement the Bottom-up Budgeting (BuB) Projects in the LGUs identified in Volume I of this Act. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to compliance with the requirements of Good Financial Housekeeping under the FY 2014 Seal of Good Local Governance and the LGU Public Financial Management Program pursuant to DBM-DILG-DSWD-NAPC JMC No. 4 and such other criteria as may be provided in the guidelines.

The LGUs shall likewise ensure that the cost of implementing the BuB Projects shall not exceed the cost of similar projects being implemented by national government agencies in the same locality.

The NIA shall submit semi-annual consolidated reports on the financial and physical accomplishments of the amounts appropriated for the BuB Projects to the DBM, House Committee on Appropriations and the Senate Committee on Finance. The Administrator of NIA and the Administration's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the NIA, at least on a quarterly basis which shall be considered compliance with the said reportorial requirement.

Implementation of this provision shall be subject to guidelines to be issued by the DBM.



## **BSGC-PCA, SP No. 1 (Subsidy to the National Irrigation Administration)**

**Subsidy to the National Irrigation Administration.** The amounts appropriated herein as subsidy for the NIA include the amount of Nineteen Billion Three Hundred Nineteen Million Nine Hundred Thirty Eight Thousand Pesos (P19,319,938,000), which shall be used exclusively for the following purposes with their corresponding amounts: xxx

Release and implementation of the foregoing purposes shall be made in accordance with the requirements and conditions, if any, in the succeeding special provisions.



## **BSGC-SHFC, SP No. 1 (Subsidy to the Social Housing Finance Corporation)**

**Subsidy to the Social Housing Finance Corporation.** The amount of Three Billion Seven Hundred Forty Two Million Eight Hundred Sixty Five Thousand Pesos (P3,742,865,000) appropriated herein as subsidy for the Social Housing Finance Corporation (SHFC) shall be used exclusively for the Community Mortgage Program for the Housing Program for Informal Settler Families (ISF) Residing in Danger Areas in 'Metro Manila. In no case shall said amount be used for any other purpose.

Releases from said amount shall be subject to the submission by the SHFC to the DBM of the People's Plan, the program of work, names of prospective ISF beneficiaries, and the total amount of estimated housing loan to be availed of as approved by the SHFC Board: PROVIDED, That the People's Plan shall be prepared in coordination with the Presidential Commission for the Urban Poor, the National Anti-Poverty Commission and their partner civil society organizations.

The SHFC shall submit, quarterly reports indicating, among others, the breakdown of disbursements for the aforesaid Program and the targeted and actual number and names of ISF beneficiaries to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the House and the Senate Committees on Housing. The President of the SHFC and the Corporation's web administrator or his/her equivalent shall be responsible for ensuring that said reports are posted on the official website of the SHFC, at least on a quarterly basis which shall be considered compliance with the said reportorial requirement.





## **ALGU-LGSE, SP No. 1 (Local Government Support Fund)**

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**Use and Release of LGU Shares in the Fire Code Revenues.** The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein for the LGU shares in the taxes, fees and fines collected by the Bureau of Fire Protection (BFP) pursuant to Section 13 of R.A. No. 9514 shall be used by the LGUs for the operation and maintenance of local fire stations, subject to the submission of a certification of actual collections of the BFP.

Release of this amount shall be subject to guidelines to be jointly issued by the BFP, DILG and DBM.



## **NDRRMF, SP No. 1 (Use and Release of Fund)**

**Use and Release of Fund.** The amount of Thirteen Billion Pesos (P13,000,000,000) appropriated herein for Purposes 1 and 2 may be used by departments, bureaus and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy, SUCs, GOCCs and LGUs for relief, rehabilitation, reconstruction, and other works or services, including pre-disaster activities, in connection with the occurrence of natural calamities, epidemics as declared by the DOH, crises resulting from armed conflicts, insurgency, terrorism, and other catastrophes which may occur during the budget year or those that occurred in the preceding two (2) years: PROVIDED, That the beneficiaries of relief, rehabilitation, reconstruction, and other works or services in connection with the foregoing occurrence already covered by donations or grants received by agencies of the government shall not be entitled to support or assistance from this Fund until the donation or grant has been fully expended or used. The Office of Civil Defense (OCD) shall be responsible for consolidating the donations and grants given to agencies of the government in support of calamities.

The National Disaster Risk Reduction and Management Fund may likewise be used as an additional funding source for the Quick Response Fund (QRF) lodged under the budgets of the implementing agencies concerned when the balance thereof has reached a critical level, subject to approval by the DBM.



## **NDRRMF, SP No. 1 (Use and Release of Fund)**

Releases from said amount shall be made by the DBM directly to the implementing agencies in accordance with the approval of the President of the Philippines, who may take into consideration the recommendation of the National Disaster Risk Reduction and Management Council (NDRRMC) for local disasters or the appropriate agency for international crises. The NDRRMC shall consider the donations or grants received by agencies of the government in support of calamities in making the foregoing recommendation to the President of the Philippines. In case of rehabilitation or reconstruction of infrastructure projects, the DPWH shall be identified as the implementing agency: PROVIDED, That the LGUs may be identified as the implementing agency for infrastructure projects costing not more than Ten Million Pesos (P10,000,000): PROVIDED, FURTHER, That for infrastructure projects costing more than Ten Million Pesos (P10,000,000), the DPWH may delegate the implementation thereof to LGUs with the capability to implement said projects by themselves, as determined by the DPWH.

The OCD shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance consolidated quarterly accountability reports on the utilization of the donations or grants given to agencies of the government. The Administrator of the OCD and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are posted on the official website of OCD which shall be considered compliance with the said reportorial requirement.



## **NDRRMF, SP No. 3 (Quick Response Fund)**

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Quick Response Fund. The QRF allocations lodged under the budgets of the below-stated implementing agencies, are as follows: xxx

The foregoing QRFs shall serve as a stand-by fund to be used in accordance with the purposes authorized in the respective special provisions of the implementing agencies concerned: PROVIDED, That the following agencies may procure insurance policies to cover for the repair, rehabilitation, reconstruction and/or replacement of buildings and other structures damaged by natural and man-made calamities and other catastrophes in accordance with the provisions of R.A. No. 9184 and Section 5 of R.A. No. 656, as follows:



## RRP, SP No. 1 (Use and Release of the Fund)

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The amount of One Billion Pesos (P1,000,000,000) appropriated herein shall be used by departments, bureaus and offices of the National Government, including Constitutional Offices enjoying fiscal autonomy, SUCs, GOCCs and LGUs exclusively for the following rehabilitation efforts in all the areas affected by the Zamboanga siege, magnitude 7.2 earthquake that struck Bohol, and typhoons 'Labuyo', 'Odette', 'Pablo', 'Santi', 'Sendong', 'Vinta', 'Yolanda', 'Glenda' and 'Mario':

- a) Implementation of housing projects for indigent families under the National Household Targeting System for Poverty Reduction and Informal Settlers Families;
- b) Replacement, reconstruction and/or rehabilitation of public structures, including Cebu City Hall of Justice and other Court Houses/Halls of Justice;
- c) Replacement, reconstruction and rehabilitation of academic buildings, classrooms, research centers, libraries and administrative buildings of State Universities and Colleges (SUCs) including, but not limited to Regions IV-B, V, VI, VII, and VIII;
- d) Restoration of public utilities;
- e) Replanting of crops if feasible; and
- f) Provision for livelihood projects and activities;



## RRP, SP No. 1 (Use and Release of the Fund) *Continuation...*

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Releases from said amount shall be made by the DBM directly to the implementing agencies in accordance with the approval of the President of the Philippines: PROVIDED, That the DPWH shall be identified as implementing agency for rehabilitation or reconstruction of infrastructure projects: PROVIDED, FURTHER, That the LGUs may be identified as the implementing agency for infrastructure projects costing not more than Ten Million Pesos (P10,000,000): PROVIDED, FURTHERMORE, That for infrastructure projects costing more than Ten Million Pesos (P10,000,000), the DPWH may delegate the implementation thereof to LGUs with the capability to implement said projects by themselves, as determined by the DPWH.

The implementing agency concerned shall submit to the DBM, the House Committee on Appropriations, the Senate Committee on Finance and the Commission on Audit, quarterly reports on the utilization of funds. The head of the implementing agency and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that the said quarterly reports are posted on the official website of the agency concerned which shall be considered compliance with the said reportorial requirement.



## UF, SP No. 1 (Use and Availment of the Unprogrammed Appropriations)

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**Use and Availment of the Unprogrammed Appropriations.** The amounts authorized herein for Purposes 1 to 9, covered in the succeeding provisions, shall be availed of upon the occurrence of any one of the following instances and subject to compliance with any conditions under the pertinent special provisions:

- (i) When there are excess revenue collections in any one of the identified non-tax revenue sources from its corresponding revenue collection target, as reflected in Tables C.1 and C.4 of the BESF submitted by the President of the Philippines to Congress pursuant to Section 22, Article VII of the Constitution: PROVIDED, That the amount authorized herein for Purpose 6 (General Fund Adjustments for Use of Excess Income by Agencies) may only be availed of when an agency authorized to collect fees or charges under Table C.4 of the BESF has generated income in excess of its total revenue collection target presented in the aforesaid Table of the BESF;
- (ii) (When there are new revenue collections, defined as those arising from new non-tax sources which are not part of nor included in the original revenue sources reflected in Tables C.3 and C.4 of the BESF; or
- (iii) When there are newly approved loans for foreign-assisted projects.



## UF, SP No. 3 (Budgetary Support to Government-Owned or -Controlled Corporations)

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**Budgetary Support to Government-Owned or -Controlled Corporations.** The amount of Five Billion Sixty Million Seven Hundred Sixty Two Thousand Pesos (P5,060,762,000) chargeable against Purpose 1 shall be used by GOCCs to promote, retain and attract productive foreign investment for the economic development of the country, including, but not limited to, the payment of subsidies and other incentives in accordance with rules, regulations, standards and such other requirements to be promulgated by the Philippine Economic Zone Authority, Subic Bay Metropolitan Authority and Bases Conversion Development Authority, record the proceeds of National Government loans relent to GOCCs and the amount of Four Hundred Seventy Two Million Four Hundred Eighty Five Thousand Pesos (P472,485,000), to cover the terminal leave benefits of the Philippine Postal Corporation (PHILPOST) employees when they were still under the defunct Bureau of Post, a national government agency and predecessor of the Philippine Postal Corporation.

Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987, and such supporting documents as may be required by the DBM.

For the proceeds of National Government loans relent to GOCCs, the SARO/s to be issued shall be the basis of recording the GOCCs' loans payable to the National Government.





**Trade Remedies Fund.** The unprogrammed amount authorized under Purpose 10 shall be used as appropriations cover for the release of funds previously deposited by the Bureau of Customs in the Bureau of the Treasury for the implementation of remedies, including safeguard measures pursuant to R.A. No. 8800, the Safeguard Measures Act of 2000, subject to the issuance of implementing rules and regulations.

**Share of the Department of Health from the Incremental Revenue from Excise Tax on Alcohol and Tobacco Products.** The unprogrammed appropriations may likewise be used as appropriation cover for the release of Ten Billion Six Hundred Ninety Four Million Seven Hundred Fifty Four thousand Pesos (P10,694,754,000) to the Department of Health to implement Universal Health Care, attainment of the Millenium Development Goals, Health Awareness Programs, Medical Assistance and Health Enhancement facilities pursuant to R.A. No. 10351 chargeable against Purpose 12 and may be availed of when revenue collections from incremental revenues from the excise tax on alcohol and tobacco products of Forty Two Billion Eight Hundred Sixty Million Pesos (P42,860,000,000), which is the target amount for the said revenue under the 2015 Budget of Expenditures and Sources of Financing is actually collected, as certified by the Bureau of the Treasury: PROVIDED, That releases covering the Universal Healthcare Coverage under the National Health Insurance Program of the Department of Health of this Act.



**Appropriations for Hajj.** Of the amount appropriated herein for MOOE, Nineteen Million Eight Hundred Thirty Four Thousand Pesos (P19,834,000) shall be used for the administrative cost to support and assist participants in the celebration of the annual Hajj and Fifteen Million Pesos (P15,000,000) as financial assistance for the indigent participants to enable them to participate in the annual Hajj as part of the education and cultural enrichment program of the government.

The National Commission on Muslim Filipinos (NCMF) shall submit to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the disbursements made for the Hajj. The Secretary of the NCMF and the Commission'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 NCMF, which shall be considered compliance with the reportorial requirement.

**Appropriations for Hajj.** Of the amount appropriated herein for MOOE, Nineteen Million Eight Hundred Thirty Four Thousand Pesos (P19,834,000) shall be used for the administrative cost to support and assist participants in the celebration of the annual Hajj and Fifteen Million Pesos (P15,000,000) as financial assistance for the indigent participants to enable them to participate in the annual Hajj as part of the education and cultural enrichment program of the government.

The National Commission on Muslim Filipinos (NCMF) shall submit to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the disbursements made for the Hajj. The Secretary of the NCMF and the Commission'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 NCMF, which shall be considered compliance with the reportorial requirement.