

XXXVI. ALLOCATIONS TO LOCAL GOVERNMENT UNITS

A. SPECIAL SHARES OF LOCAL GOVERNMENT UNITS IN THE PROCEEDS OF NATIONAL TAXES

For apportionment of the shares of local government units in the proceeds of other national taxes in accordance with the purposes as indicated hereunder..... P 16,679,895,000

New Appropriations, by Purpose
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Current_Operating_Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
1. Share in Tobacco Excise Tax Pursuant to R.A. No. 7171 (Virginia Tobacco)		P 4,731,464,000		P 4,731,464,000
2. Share in Tobacco Excise Tax Pursuant to R.A. No. 8240 (Burley and Native Tobacco)		1,117,650,000		1,117,650,000
3. Share in the Utilization and Development of National Wealth under R.A. No. 7160 and R.A. No. 9513		2,455,267,000		2,455,267,000
4. Share in the Gross Income Taxes paid by all Businesses and Enterprises within the ECOZONES pursuant to R.A. No. 7922 and R.A. No. 8748		111,055,000		111,055,000
5. Share in Value Added Tax (R.A. No. 7643)		2,100,000,000		2,100,000,000
6. Share in Value Added Tax in lieu of Franchise Tax Pursuant to R.A. No. 7953 and R.A. No. 8407		22,577,000		22,577,000
7. Share in 2% Special Privilege Tax (Mini-Hydroelectric) pursuant to R.A. No. 7156		37,318,000		37,318,000
8. Prior Years' Obligation		6,104,564,000		6,104,564,000
TOTAL NEW APPROPRIATIONS		P 16,679,895,000		P 16,679,895,000
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Special Provision(s)

1. Use, Allocation and Release of LGU Share in National Wealth. The amount appropriated 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 Sections 292 and 293 of R.A. No. 7160, respectively: PROVIDED, FURTHER, That the foregoing share from estimated collections in CY 2011, as reflected in FY 2012 BESF, as well as those in prior years, shall be released to the LGU beneficiaries subject to the submission of the joint or reconciled certification/s of actual collection by the revenue collecting agencies and remittance to the BTr.

2. Use, Allocation and Release of LGU Share in Excise Taxes from Virginia Tobacco Products. The amount appropriated for the LGU share in excise taxes from Virginia tobacco products shall be used in accordance with Section 2 of R.A. No. 7171 and Section 289 of R.A. No. 8424: 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 Memorandum Circular No. 61-A dated November 28, 1993 as follows:

- a. Thirty percent (30%) to the provincial government of the beneficiary province;
- b. Forty percent (40%) to the municipalities and cities to be further distributed as follows: (i) Fifty percent (50%) to be divided equally among all the municipalities and cities of the beneficiary provinces; and (ii) Fifty percent (50%) to be divided according to the volume of their respective tobacco production; and
- c. Thirty percent (30%) to the identified municipalities and cities in the congressional districts of a beneficiary province in consultation with the representatives of the congressional districts of the province. The share of each congressional district shall be based on the volume of tobacco production within each district:

PROVIDED, FURTHERMORE, That the release of the LGU share from collections realized in CY 2010, as reflected in the FY 2012 BESF, shall be subject to the submission of the joint or reconciled certification/s of actual collections by the BIR and remittance to the BTr, and a certification of volume of production and acceptances made by the National Tobacco Administration (NTA) as basis for allocation of shares.

3. Use, Allocation and Release of LGU Share in Excise Taxes from Burley and Native Tobacco Products. The amount appropriated for the LGU share in excise taxes from Burley and native tobacco products shall be used in accordance with Section 8 of R.A. No. 8240: PROVIDED, That said shares shall be allocated pursuant to DBM-BIR-NTA Joint Circular No. 2009-1 dated November 3, 2009, as amended, as follows:

(a) Eighty percent (80%) to the municipalities and cities in the legislative districts of a beneficiary province: PROVIDED, That the representatives of the legislative districts concerned may propose relevant projects consistent with the objectives of R.A. No. 8240;

(b) Ten percent (10%) to the provincial government of the beneficiary province; and

(c) Ten percent (10%) to the municipalities and cities.

PROVIDED, FURTHER, That the release of the LGU share from collections realized in CY 2010, as reflected in the FY 2012 BESF, shall be subject to the submission of the joint or reconciled certification/s of actual collections by the BIR and remittance to the BTr, and a certification of volume of production and acceptances made by the NTA as basis for allocation of shares.

4. Allocation and Release of LGU Share in Gross Income Tax Paid by all Businesses and Enterprises within the Economic Zones. The amount appropriated for the LGU share in the gross income tax paid by all businesses and enterprises located within the Economic Zones shall be allocated to the LGU beneficiaries pursuant to the provisions of R.A. No. 7922, subject to the guidelines to be jointly issued by DBM and DOF: PROVIDED, That the foregoing share from collections realized in CY 2010, as reflected in FY 2012 BESF, as well as those in prior years, shall be released to the LGU beneficiaries, subject to the submission of the joint or reconciled certification/s of actual collections by the BIR and remittance to the BTr.

5. Allocation and Release of LGU Share in Incremental Collection from Value Added Tax (VAT). The amount appropriated for the LGU share in incremental collection from value-added tax (VAT) authorized under R.A. No. 7643, as amended and R.A. No. 8424, as amended, shall be allocated to the LGU beneficiaries pursuant to Section 150 of R.A. No. 7160, as implemented by DBM-DOF-DILG Joint Circular No. 1-02 dated February 6, 2002: PROVIDED, That the foregoing share from estimated collections in CY 2011, as reflected in FY 2012 BESF, shall be released to the LGU beneficiaries subject to the submission of the joint or reconciled certification/s of actual collections by the BIR and remittance to the BTr.

6. Allocation and Release of LGU Share from Value-Added Tax in lieu of Franchise Tax. The amount appropriated for the LGU share from VAT in lieu of franchise tax authorized under R.A. No. 6631, as amended by R.A. No. 8407 and R.A. No. 6632, as amended by R.A. No. 7953, shall be allocated to the LGU beneficiaries pursuant to DBM-DOF Joint Circular No. 2008-1 dated June 16, 2008: PROVIDED, That the foregoing share from estimated collections in CY 2010, as reflected in FY 2012 BESF, as well as those in prior years, shall be

released to the LGU beneficiaries subject to the submission of the joint or reconciled certification/s of actual collections by the BIR and remittance to the BTr.

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

7. Allocation and Release of LGU Share in Special Privilege Tax. The amount appropriated for the LGU share in the two percent (2%) Special Privilege Tax on Mini-Hydroelectric Power Developers pursuant to R.A. No. 7156 covering the prior years' shares shall be released in accordance with the rules and regulations to be jointly issued by the DBM, DOF, BIR, and BTr, subject to the submission of the joint or reconciled certification/s of actual collection by the BIR and remittance to the BTr.

8. Release of the Share of Baguio City from the Gross Income Tax Paid by all Business Establishment within the Loakan Economic Zone. The amount of Eighty Five Million Pesos (P85,000,000) appropriated for the shares of Baguio City from the gross income tax paid by all business establishments within the Loakan Economic Zone for FYs 1996-2002 shall be released by the DBM directly to the City of Baguio in accordance with Section 24 of R.A. No. 7916, as implemented by DILG-DBM-DOF Joint Circular No. 99-22 dated April 20, 1999, and upon the submission of the joint or reconciled certification/s of actual collection by the BIR and remittance to the BTr.

9. Release of LGU Shares in the Proceeds of National Taxes. The amounts appropriated herein shall be released by the DBM directly to the LGU beneficiaries.

10. Internal Revenue Allotment Monetization Program. The IRA monetization Program shall be spread over a period of seven (7) years. For this year, the amount of Four Billion Two Hundred Ninety Six Million Seven Hundred Five Thousand Four Hundred Twenty Nine Pesos (P4,296,705,429) shall cover the following:

(a) Two Billion Five Hundred Million Pesos (P2,500,000,000) shall constitute the sixth installment of the national government obligation under the Supreme Court decision in Alternative Center for Organization Reforms and Development, Inc. vs. Zamora, G.R. No. 144256 promulgated on June 8, 2005 to end in the year 2013; and

(b) One Billion Seven Hundred Ninety Six Million Seven Hundred Five Thousand Four Hundred Twenty Nine Pesos (P1,796,705,429) shall represent the fourth installment of the IRA difference due to the reenactment of the General Appropriations Act for FYs 2001 and 2004 to end in the year 2015.

PROVIDED, That remittance to LGUs shall take into consideration any contractual agreement entered into by them upon exercise of their option to avail of the IRA Monetization Program as prescribed under E.O. No. 494, s. 2006 and E.O. No. 723, s. 2008.

11. Tobacco Monetization Program. The Tobacco Monetization Program shall be spread over a period of seven (7) years. For this year, the amount of One Billion Eight Hundred Seven Million Eight Hundred Fifty Seven Thousand One Hundred Forty Four Pesos (P1,807,857,144) shall cover the following:

(a) Eight Hundred Ninety Seven Million Seven Hundred Fifty Six Thousand One Hundred Forty Four Pesos (P897,756,144) shall constitute the third installment of the unreleased LGU shares in excise taxes from Virginia tobacco products for CYs 2002-2009 pursuant to R.A. No. 7171 and BIR Revenue Regulation No. 12-2008 dated September 23, 2008, to end in the year 2016; and

(b) Nine Hundred Ten Million One Hundred One Thousand Pesos (P910,101,000) shall represent the third installment of the unreleased LGU shares in excise taxes from Burley and native tobacco products for CYs 1997-2007 pursuant to R.A. No. 8240 and BIR Revenue Regulation No. 15-2008 dated November 21, 2008, to end in the year 2016.

PROVIDED, That remittance to LGUs shall take into consideration any contractual agreement entered into by them upon exercise of their option to avail of the monetization program for the Virginia tobacco and Burley and native tobacco products, as prescribed under E.O. No. 846, s. 2009 and E.O. No. 843, s. 2009, respectively.

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. __Purposes(s)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Subsidies and Donations	16,679,895
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Total Maintenance and Other Operating Expenses	----- 16,679,895
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Total Current Operating Expenditures	----- 16,679,895
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TOTAL NEW APPROPRIATIONS	----- 16,679,895 =====
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B. BARANGAY OFFICIALS DEATH BENEFITS FUND

For payment of death benefits of barangay officials who died during their term of office, as indicated hereunder.....P 50,000,000

New Appropriations, by Purpose
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Current_Operating_Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PURPOSE(s)				
1. For Payment of Death Benefits of Barangay Officials Namely: the Punong Barangay, Seven Barangay Kagawads, SK President as Ex-officio Barangay Kagawad, Secretary and Treasurer, Who Died During Their Term of Office	P 50,000,000			P 50,000,000
		----- 50,000,000		----- P 50,000,000
Sub-Total, Purpose				----- P 50,000,000
TOTAL NEW APPROPRIATIONS	P 50,000,000			P 50,000,000 =====

Special Provision(s)

1. Use of Fund. The amount appropriated herein shall be used for payment of death benefits to barangay officials, namely: the punong barangay, seven (7) barangay kagawads, sangguniang kabataan president as ex-officio barangay kagawad, barangay secretary and treasurer who died during their term of office.

The funds shall be released to, and administered by the DILG in accordance with its rules and regulations.

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. __Purposes(s)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Subsidies and Donations

50,000

Total Maintenance and Other Operating Expenses

50,000

Total Current Operating Expenditures

50,000

TOTAL NEW APPROPRIATIONS

50,000

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C. FINANCIAL SUBSIDY TO LOCAL GOVERNMENT UNITS

For financial subsidy to local government units, as indicated hereunder.....

P 200,000,000

New Appropriations, by Purpose

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Current_Operating_Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PURPOSE(s)				
1. For Financial Subsidy to Local Government Units	P	200,000,000	P	200,000,000
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Sub-Total, Purpose		200,000,000	P	200,000,000
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TOTAL NEW APPROPRIATIONS	P	200,000,000	P	200,000,000
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Special Provision(s)

1. Financial Subsidy for the Local Government Units. The amount of Two Hundred Million Pesos (P200,000,000) shall be used as financial subsidy to the LGUs and shall be released in accordance with the guidelines to be issued by the DBM.

New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A. __Purposes(s)

Current Operating Expenditures

Maintenance and Other Operating Expenses

Subsidies and Donations

200,000

Total Maintenance and Other Operating Expenses

200,000

Total Current Operating Expenditures

200,000

TOTAL NEW APPROPRIATIONS	200,000
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D. METROPOLITAN MANILA DEVELOPMENT AUTHORITY

For subsidy requirements and operations, including locally-funded projects in accordance with the programs indicated hereunder.....	P 1,373,595,000

New Appropriations, by Program/Project
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Current_Operating_Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. PROGRAMS				
I. Operations				
a. Metro-wide Services as Stipulated under Section 3 of R.A. No. 7924: Solid Waste Disposal and Management	P	P 793,068,000 P	P	793,068,000
b. Metro-wide Services as Stipulated under Section 3 of R.A. No. 7924: Transport and Traffic Management		29,512,000		29,512,000
c. Operational Support, Maintenance, Repair and Rehabilitation of Flood Control and Drainage Systems, Structures and Related Facilities	19,644,000	209,371,000		229,015,000
Sub-Total, Operations	19,644,000	1,031,951,000		1,051,595,000
Total, Programs	19,644,000	1,031,951,000		1,051,595,000
B. PROJECT(S)				
I. Locally-Funded Project(s)				
a. Urgent Disaster Flood Control Works under the Pasig-San Juan-Marikina River System and Other Areas in Metro Manila			48,000,000	48,000,000
b. Flood Control and Drainage Projects - National Capital Region			60,000,000	60,000,000
1. Manila			12,000,000	12,000,000
a. 1st District			2,000,000	2,000,000
b. 2nd District			2,000,000	2,000,000

c. 3rd District	2,000,000	2,000,000
d. 4th District	2,000,000	2,000,000
e. 5th District	2,000,000	2,000,000
f. 6th District	2,000,000	2,000,000
2. Quezon City	8,000,000	8,000,000
a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
c. 3rd District	2,000,000	2,000,000
d. 4th District	2,000,000	2,000,000
3. San Juan City	2,000,000	2,000,000
4. Mandaluyong City	2,000,000	2,000,000
5. Pasig City	2,000,000	2,000,000
6. Taguig City	2,000,000	2,000,000
7. Marikina City	4,000,000	4,000,000
a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
8. Las Piñas City	2,000,000	2,000,000
9. Muntinlupa City	2,000,000	2,000,000
10. Makati City	4,000,000	4,000,000
a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
11. Parañaque City	4,000,000	4,000,000
a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
12. Pasay City	2,000,000	2,000,000
13. Caloocan City	4,000,000	4,000,000

a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
14. Navotas	2,000,000	2,000,000
15. Malabon	2,000,000	2,000,000
16. Valenzuela City	4,000,000	4,000,000
a. 1st District	2,000,000	2,000,000
b. 2nd District	2,000,000	2,000,000
17. Pateros	2,000,000	2,000,000
c. Dredging/Deepening of Marikina River (Rosario Weir to Marcos Highway Bridge)	42,800,000	42,800,000
d. Improvement of Drainage System along Buendia, Desilting of Buendia Outfall, Deepening of Estero Tripa de Galina, Construction of Grouted Riprap along Estero Tripa de Galina	42,800,000	42,800,000
e. Dredging/Deepening/Widening and Bank Protection along Talayan Creek and San Juan River (E.Rodriguez Avenue to Del Monte Avenue, Quezon City)	42,800,000	42,800,000
f. Dredging/Deepening/Widening and Repair/ Construction of Riprap along Maricaban Creek from South Superhighway to Retarding Pond	42,800,000	42,800,000
g. Construction of Pumping Stations and Drainage Improvement at Brgy. Balong Bato, San Juan City	42,800,000	42,800,000
Sub-Total, Locally Funded Project(s)	322,000,000	322,000,000
Total, Project(s)	322,000,000	322,000,000
TOTAL NEW APPROPRIATIONS	P 19,644,000	P 1,031,951,000
	P 322,000,000	P 1,373,595,000

Special Provision(s)

1. Use of Fund. All income and revenues collected by the MMDA from all sources shall be used to cover all of its operating requirements. Any deficiency may be augmented from the subsidy provided in this Act.

2. Authority to Use Fines, Fees, Charges and Remittances. Pursuant to Section 10 of R.A. No. 7924, the MMDA is authorized to use collections from fines, fees and charges which it may impose, the IRA allocated to the Authority, and the mandatory remittance of its component LGUs, to implement such programs, projects and activities as may be approved by the Metro Manila Council.

3. Release of Fund. The amount appropriated herein shall be released to the MMDA, upon submission to the DBM not later than March 1 of every year of its detailed consolidated budget. The consolidated budget shall reflect the Authority's income from all sources including those from fines, fees and charges authorized under Section 10 of R.A. No. 7924 and its Implementing Rules and Regulations, the IRA allocated to the Authority, and the mandatory remittances of its component LGUs, as well as its projected expenditures, targeted

activities and projects during the year, and physical and financial plan as may be approved by the Metro Manila Council.

4. Implementation of Flood Control Projects. In the implementation of flood control projects in the national capital region, the MMDA shall adopt the cost allocation being used by the DPWH in the implementation of flood control projects in other regions of the country.

5. Reporting Requirement. The MMDA shall submit, either in printed form or by way of electronic document, to the DBM separate annual report of financial performance as compared with the approved budget, explaining performance in terms of work and financial results pursuant to E.O. No. 518, s. 1979. The Chairman of MMDA shall be responsible for ensuring that said report shall likewise be posted on the official website of the MMDA.

PROGRAMS AND ACTIVITIES

Current_Operating_Expenditures

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
I. Operations				
a. Metro-wide Services as Stipulated under Section 3 of R.A. No. 7924: Solid Waste Disposal and Management	P	P 793,068,000		P 793,068,000
b. Metro-wide Services as Stipulated under Section 3 of R.A. No. 7924: Transport and Traffic Management		29,512,000		29,512,000
c. Operational Support, Maintenance, Repair and Rehabilitation of Flood Control and Drainage Systems, Structures and Related Facilities	19,644,000	209,371,000		229,015,000
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Sub-Total, Operations	19,644,000	1,031,951,000		1,051,595,000
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TOTAL PROGRAMS AND ACTIVITIES	P 19,644,000	P 1,031,951,000		P 1,051,595,000
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New Appropriations, by Object of Expenditures

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(In Thousand Pesos)

A.__Programs/Locally-Funded_Projects

Current Operating Expenditures

Personal Services

Basic Pay, Civilian

15,611

Total Salaries/Wages

15,611

Other Compensation

Representation Allowance

96

Year-End Bonus	1,626
Step Increments for Length of Service	40
Personnel Economic Relief Allowance	1,560
Clothing/Uniform Allowance	260
Productivity Incentive Benefits	130
Total Other Compensation	3,712
Gross Compensation	19,323
Fixed Personnel Expenditures	
PAG-IBIG Contributions	78
Health Insurance Premiums	165
Employees Compensation Insurance Premiums (ECIP)	78
Total Fixed Personnel Expenditures	321
Total Personal Services	19,644
Maintenance and Other Operating Expenses	
Communication Expenses	3,280
Repair and Maintenance	34,629
Supplies and Materials	93,100
Rents	2,000
Utility Expenses	39,000
Taxes, Insurance Premiums and Other Fees	200
Professional Services	859,702
Advertising Expenses	40
Total Maintenance and Other Operating Expenses	1,031,951
Total Current Operating Expenditures	1,051,595
Capital Outlays	
Public Infrastructures	322,000
Total Capital Outlays	322,000
Total, Programs/Locally-Funded Projects	1,373,595
TOTAL NEW APPROPRIATIONS	1,373,595
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GENERAL SUMMARY
ALLOCATIONS TO LOCAL GOVERNMENT UNITS

Current_Operating_Expenditures

Maintenance
and Other

	Personal Services	Operating Expenses	Capital Outlays	Total
A. Special Shares of Local Government Units in the Proceeds of National Taxes	P	P 16,679,895,000	P	P 16,679,895,000
B. Barangay Officials Death Benefits Fund		50,000,000		50,000,000
C. Financial Subsidy to Local Government Units		200,000,000		200,000,000
D. Metropolitan Manila Development Authority	19,644,000	1,031,951,000	322,000,000	1,373,595,000
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Total New Appropriations, Allocations to Local Government Units	P 19,644,000	P 17,961,846,000	P 322,000,000	P 18,303,490,000
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