

Republic of the Philippines
Province of Iloilo
Municipality of Tigbauan

Office of the Sangguniang Bayan

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COMMITTEE REPORT NO. 2019-038

TO: The Honorable Presiding Officer and the Members of the August Body

BY: Committee on Appropriations, Budget, Finance and Accounts Chaired by Hon. Ma. Gerrylin Santuyo-Camposagrado

SUBJECT: Re: "An Appropriation Ordinance For The Approval Of The Annual Budget Of The Municipality Of Tigbauan For Fiscal Year 2020."

"FINDINGS AND DISCUSSIONS:

The Committee on Appropriations conducted series of Committee Hearings at the Sangguniang Bayan Session Hall on October 21 and 22, 2018 at 10:00 o'clock in the morning.

Present during the budget hearings were the Members of the Local Finance Committee, Department Heads, MDRMO, CAO, HRMO, Representative from the S.B. Office, Members of the Committee on Appropriations, namely: Hon. Ma. Gerrylin Santuyo-Camposagrado, Hon. Dennis T. Valencia, Hon. Suzette Marie Hilado-Banno, and Hon. Norberto T. Turalba.

The proposed Annual Budget for 2020 was thoroughly discussed in the said budget hearings.

Upon review of pertinent documents, salient features of the proposed budget for FY 2020 are noted as follows:

The total amount estimated as Revenue of the Local Government of Tigbauan for FY 2020 duly certified by the Local Finance Committee is P 180,000,281.00 composed of:

Internal Revenue Allotment C.Y. 2020	P168,440,281.00(87.89%)
Local Sources	15,560,000.00 (8.12%)
Special Account (from the General Fund)	7,649,050.00 (3.99%)

Expenditure Program for FY 2020 by sector is summarized below:

General Public	P115,601,406.81(61.94%)
Social	25,875,559.00(13.86%)
Economic	37,523,315.20(20.10%)
Special Account from the General Fund	7,649,050.00 (4.10%)

Breakdown of FY 2020 Annual Budget by major expense classification is as follows:

Personal Services	P 68,498,515.00(38.10%)
MOOE	53,983,695.76(30.03%)
Capital Outlay	14,568,000.00(8.10%)
Mandatory Obligations	42,740,070.25(23.77%)

Personal Services

The total expenditures for Personal Services for the budget year is P68,498,515.00. The following are notable considerations included in this item:

1. Salaries and wages are based on LBC No. 118 dated January 15, 2019, 100% of the fourth tranche salary schedule of 2nd class municipalities is hereby implemented;
2. Continuous implementation of step increment based on CSC and DBM Joint Circular No. 01, series of 2016 dated January 27, 2016, entitled: "Rules and Regulations on the Grant of Step Increment to Elective based on Length of Service;
3. Terminal Leave Benefits of Municipal Officials, employees who will be retiring/separating from office in 2020 per DBM BC No. 2016-2 dated March 29, 2016;
4. RATA-based on LBC No. 133 dated May 15, 2013 for the second class municipalities;

5. Uniform/clothing allowance of P6,000.00 each; and
6. P365.00/day wages of Job Order Personnel Starting January 1, 2020, consistent with the DOLE Circulars and Issuances.

The Personal Services of Special Account maintained in general fund amounting to P7,649,050.00.

Maintenance and Other Operating Expenses (MOOE)

The amount allocated for MOOE is P53,983,695.76 or 30.03%. It includes provisions for MOOE allocated for development programs, projects and activities of the different offices under executive and legislative services, budget for non-office activities such as sports, bids and awards, judicial/courts, social improvements, peace and order, fire protection bureau and traffic management. Also integrated under the MOOE expenditures are amounts budgeted under 5% Local Disaster Risk Reduction and Management Fund for MOOE and financial aid to 52 barangays at P1,000.00 per barangay as mandated by RA 7160

Capital Outlay

Capital Outlay budget for the year 2020 is P14,568,000.00 or 8.10% of the total expenditures, intended for land and land improvement, building and structures, office/IT equipment of the different offices. The amount budgeted under the 20% IRA Development Projects is included under Capital Outlay expenditures since all projects identified refer to infrastructure projects and other programs identified pursuant to Local Budget Memorandum No. 75 issued by the Department of Budget and Management last June 2017.

Mandatory Obligations

The Mandatory Obligations with the total amount of P42,740,070.25 are hereby provided in this budget, to wit:

20% Development Fund	P33,688,056.20
5% MDRRM Fund	9,000,014.05
Aid to Barangays	52,000.00

Itemized schedules of programs, projects and activities for CY 2020 and their corresponding financial requirements to the subject Annual Budget were presented and thoroughly deliberated during the budget hearings.

Special Account of General Fund

A total amount of P7,649,050.00 or 4.10% allocation for this Special Account is for the operations of market and slaughterhouse, laboratory/birthing/delivery services. The budget for this Special Account shall be taken from the revenues that will be estimated to be collected. Only Personal Services expenses are provided for this account.

Special Account from General Fund is continually established to separate the exercise of the corporate functions of the local government. This is to see to it that corporate powers of the municipality to engage in economic activity such as the operation of the market and slaughterhouse, birthing/delivery and laboratory services are properly monitored and their potentials for income be accordingly maximized.

For Calendar year 2020, this Administration will continue to adopt fiscal philosophies to attain the necessary targets:

1. Updating of the Revenue Code of the Municipality which is long overdue, the last Revised Revenue Code was passed ten years ago (2010);
2. All year round tax information campaign, sending of notices of assessment, warrant of levy and employment of other tax collection strategies;
3. New and revised assessment of real properties as mandated by the Provincial Government shall be the basis of valuation of assets which will result to higher revenues;
4. Enhanced Business Permits and Licensing Office Operation of One Stop-Shop for ease of doing business in the Municipality of Tigbauan;
5. Implementation of Information Systems Strategic Plan for the efficient and prompt delivery of frontline services;
6. Updating and review of Municipal Ordinances will be undertaking to reflect the new issuances of the Department of Interior and Local Government, Department of

Environment and Natural Resources, Department of Agriculture, Bureau of Fisheries and Aquatic Resources and other government agencies;

7. *Transparency and Accountability in the utilization of funds will be the guiding principles in order to continue the practice of good governance.*

This Proposed Annual Budget 2020 was crafted with consultation with the different stakeholders of the municipality, the department heads, members of the local special bodies, specifically the municipal development council, civil society organizations and other stakeholders consistent policy of participatory governance. In this year's Budget CY 2020 several plans, programs, projects and activities which paved way for the better delivery of goods and services to the public and also to ensure a consistent service-oriented, transparent and accountable local government.

RECOMMENDATIONS:


In view of the foregoing discussion, the Committee respectfully recommends to pass an "APPROPRIATION ORDINANCE FOR THE APPROVAL OF THE ANNUAL BUDGET OF THE MUNICIPALITY OF TIGBAUAN FOR FICAL YEAR 2020."

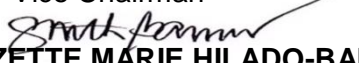
The Committee further recommends the adoption and approval of this Committee Report."

Respectfully Submitted:

October 13, 2019 Tigbauan, Iloilo, Philippines


HON. MA. GERRYLIN SANTUYO-CAMPOSAGRADO
 Chairperson

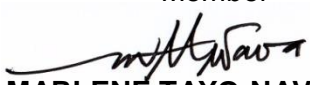

HON. DENNIS T. VALENCIA
 Vice Chairman


HON. SUZETTE MARIE HILADO-BANNO
 Member


HON. JERRY T. TUARES
 Member


HON. NORBERTO T. TURALBA
 Member

ATTESTED:


MARLENE TAYO-NAVA
 S.B. Secretary

HON. VIRGILIO T. TERUEL, LAWYER
 Municipal Vice Mayor

Sangguniang Bayan Members:

Hon. Dennis T. Valencia	Hon. Suzette Marie Hilado-Banno, M.D.	Hon. Ma. Gerrylin Santuyo-Camposagrado, LAWYER, MPA
Hon. NERI T. CAMIÑA	Hon. REYNALDO E. TUMABOTABO	Hon. Norberto T. Turalba
Hon. MARLON R. TERUÑEZ	Hon. Julius T. Ledesma, O.D.	Hon. Jerry T. Tuares, Civil Engineer, (LnB-Pres.)
		Hon. Dyossa Marie T. Teruñez, SKMF President

"Public office is a public trust. Public Officials must at all times be accountable to the people."