

F. CENTRAL BOARD OF ASSESSMENT APPEALS

STRATEGIC OBJECTIVES

MANDATE

To warrant the observance of the due process of law clause mandated by the Constitution in the assessment and collection of real property taxes by the government and ensure that the taxpayers are given the opportunity to be heard

VISION

Local fiscal autonomy through fair and equitable real property assessment and collections

MISSION

To warrant the observance of the due process of law clause guaranteed by the Constitution in the assessment and collection of real property taxes

KEY RESULT AREAS

Anti-corruption/transparent, accountable and participatory governance

SECTOR OUTCOME

Fiscal strength

ORGANIZATIONAL OUTCOME

Fair and equitable real property tax assessments

New Appropriations, by Program/Project

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Current Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
300000000 Operations	P 8,513,000	P 1,242,000		P 9,755,000
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<b>MFO 1: Adjudication Services</b>	8,513,000	1,242,000	9,755,000
<b>Total, Programs</b>	8,513,000	1,242,000	9,755,000
<b>TOTAL NEW APPROPRIATIONS</b>	P 8,513,000	P 1,242,000	P 9,755,000

**New Appropriations, by Central/Regional Allocation**

	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>REGION</b>				
<b>National Capital Region (NCR)</b>	P 8,513,000	P 1,242,000		P 9,755,000
<b>TOTAL NEW APPROPRIATIONS</b>	P 8,513,000	P 1,242,000		9,755,000

**Special Provision(s)**

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

**PERFORMANCE INFORMATION**

**KEY STRATEGIES**

1. Faster and simpler filing, processing and monitoring of appealed cases
2. Online payment system for docket fees
3. Online case monitoring system
4. FAQ on CBAA and LBAA rules and procedures
5. E-bayad internet-based portals to effect a more convenient system of filing of appealed cases before the CBAA

**MAJOR FINAL OUTPUTS (MFOs)/PERFORMANCE INDICATORS (PIs)**

	<u>Targets</u>
<b>MFO 1: ADJUDICATION SERVICES</b>	
Number of cases reviewed	32
Percentage of cases reviewed over the last five years whose decisions are overturned by a higher court	0
Percentage of cases received for adjudication that are resolved within 30 days of receipt of complete documentation	90%

**G. COOPERATIVE DEVELOPMENT AUTHORITY**

**STRATEGIC OBJECTIVES**

**MANDATE**

As the lead government agency in the development and regulation of cooperatives, the Cooperative Development Authority promotes the growth and viability of cooperatives as instruments of equity, social justice and economic development in fulfillment of the mandate in Section 15, Article XII of the 1987 Philippine Constitution.

**VISION**

An effective and efficient regulatory agency working towards the development of viable, sustainable, socially-responsive and globally competitive cooperatives

**MISSION**

To ensure the safe and sound operations of cooperatives

**KEY RESULT AREAS**

Anti-Corruption/Transparent, Accountable and Participatory Governance

**SECTOR OUTCOME**

Progressive Cooperative Enterprises

**ORGANIZATIONAL OUTCOME**

Financially-stable and Socially-responsive Cooperative Enterprises

**New Appropriations, by Program/Project**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
100000000 General Administration and Support	P 64,544,000	P 19,375,000	P 3,074,000	P 86,993,000
200000000 Support to Operations	10,036,000	1,592,000		11,628,000
300000000 Operations	149,032,000	68,227,000	4,126,000	221,385,000
MFO 1: Technical Advisory Services	21,523,000	25,133,000	1,461,000	48,117,000
MFO 2: Regulation of Cooperatives	127,509,000	43,094,000	2,665,000	173,268,000
Total, Programs	223,612,000	89,194,000	7,200,000	320,006,000
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 223,612,000</b>	<b>P 89,194,000</b>	<b>P 7,200,000</b>	<b>P 320,006,000</b>

**New Appropriations, by Central/Regional Allocation**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>REGION</b>				
Central Office	P 45,115,000	P 34,534,000	P 3,074,000	P 82,723,000
Regional Allocation	178,497,000	54,660,000	4,126,000	237,283,000
National Capital Region (NCR)	16,287,000	5,013,000		21,300,000
Region I - Ilocos	10,776,000	3,715,000	130,000	14,621,000

Region II - Cagayan Valley	11,076,000	3,092,000	970,000	15,138,000
Cordillera Administrative Region (CAR)	10,888,000	2,737,000	130,000	13,755,000
Region III - Central Luzon	15,042,000	4,030,000	1,001,000	20,073,000
Region IVA - CALABARZON	16,849,000	4,733,000	195,000	21,777,000
Region V - Bicol	13,332,000	3,097,000	390,000	16,819,000
Region VI - Western Visayas	13,600,000	3,174,000		16,774,000
Region VII - Central Visayas	11,927,000	3,637,000		15,564,000
Region VIII - Eastern Visayas	11,594,000	4,667,000		16,261,000
Region IX - Zamboanga Peninsula	8,709,000	3,335,000	130,000	12,174,000
Region X - Northern Mindanao	11,149,000	3,162,000	1,050,000	15,361,000
Region XI - Davao	12,626,000	4,079,000		16,705,000
Region XII - SOCCSKSARGEN	7,345,000	3,288,000		10,633,000
Region XIII - CARAGA	7,297,000	2,901,000	130,000	10,328,000

## TOTAL NEW APPROPRIATIONS

P	223,612,000	P	89,194,000	P	7,200,000	P	320,006,000
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## Special Provision(s)

1. Remittances for Cooperative Funds. The amounts appropriated herein for the operation of the Cooperative Development Authority (CDA) shall be used exclusively for technical advisory services and regulation of cooperatives: PROVIDED, That in no case shall said amounts be used for providing credit services in accordance with E.O. No. 138, s. 1999. Accordingly, all balances of the Cooperative Development Loan Fund, Cooperative Marketing Project Fund, Cooperative Support Fund, and Cooperative Rehabilitation Development Fund, including payments from debtors arising from outstanding loans shall revert to the unappropriated surplus of the General Fund in accordance with Section 45, Chapter 5, Book VI of E.O. No. 292, s. 1987.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

## PERFORMANCE INFORMATION

## KEY STRATEGIES

- Efficient registration of cooperatives and mainstreaming of membership in cooperatives and provision of technical advisory services
- Effective regulation of cooperatives and enforcement of cooperative laws, rules and regulations
- Strengthen governance and enhance regulatory framework

## MAJOR FINAL OUTPUTS (MFOs)/PERFORMANCE INDICATORS (PIs)

## Targets

## MFO 1: TECHNICAL ADVISORY SERVICES

## Registration of Cooperatives and Expansion of Membership

Number of technical services rendered	25,854
Percentage of clients who rate the technical services as good or better	80%
Percentage of technical services rendered within 3 days of request	80%

## MFO 2: REGULATION OF COOPERATIVES

## Registrations

Number of registration applications and renewals/amendments acted upon	1,186
No. of cooperative registration applicants who rated the registration process as good or better	80%
Percentage of registration application acted upon within 45 days from date of receipt of complete documents	80%

## Monitoring

No. of sites, facilities and financial records monitored and/or inspected with reports issued	53,580
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Percentage change in violations detected	40%
Percentage of cooperatives inspected and/or examined within the year	80%
<b>Enforcement</b>	
Number of violations or complaints acted upon and reports issued	25
Percentage of non-compliant cooperatives complying with sanctions and/or directives	60%
Percentage of violations/complaints acted upon within 15 days after knowledge of violation or upon receipt of complaint	80%

**H. INSURANCE COMMISSION**

**STRATEGIC OBJECTIVES**

**MANDATE**

To safeguard the rights, welfare and interest of the insuring public; promote growth and financial stability of insurance companies; establish a sound national insurance market; professionalize insurance services; develop insurance consciousness among the general populace

**VISION**

By 2020, as regulator, we shall provide an opportunity for every Filipino to secure insurance protection and we shall observe practices at par with regional and global standards

**MISSION**

We are committed to protect the interest and welfare of the insuring public and to develop and strengthen the insurance industry

**KEY RESULT AREAS**

Anti-Corruption/Transparent, Accountable and Participatory Governance

**SECTOR OUTCOME**

Financial Sector Stability and Growth

**ORGANIZATIONAL OUTCOME**

Insurance Industry Stability and Development

**New Appropriations, by Program/Project**

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		<u>Current Operating Expenditures</u>			
		<u>Personnel</u>	<u>Maintenance</u>	<u>Capital</u>	<u>Total</u>
		<u>Services</u>	<u>and Other</u>	<u>Outlays</u>	
			<u>Operating</u>		
			<u>Expenses</u>		
<b>PROGRAMS</b>					
100000000	General Administration and Support	P 1,000			P 1,000
300000000	Operations	6,000			6,000
	MFO 1: Insurance Regulation Services	6,000			6,000
	<b>Total, Programs</b>	<b>7,000</b>			<b>7,000</b>

<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 7,000</b>	<b>P 7,000</b>
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<b>New Appropriations, by Central/Regional Allocation</b>		
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	<b>Current Operating Expenditures</b>	
	<b>Personnel</b>	<b>Maintenance</b>
	<b>Services</b>	<b>and Other</b>
		<b>Operating</b>
		<b>Expenses</b>
		<b>Capital</b>
		<b>Outlays</b>
		<b>Total</b>
	-----	-----
<b>REGION</b>		
Regional Allocation	<b>P 7,000</b>	<b>P 7,000</b>
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National Capital Region (NCR)	<b>7,000</b>	<b>7,000</b>
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<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 7,000</b>	<b>P 7,000</b>
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**Special Provision(s)**

1. Insurance Fund. In addition to the amounts appropriated herein, Ninety Eight Million Eight Hundred Thirty Four Thousand Pesos (P98,834,000) sourced from the proceeds of premium taxes, constituted into the Insurance Fund, shall be used to cover the Insurance Commission's (IC's) MOOE and Capital Outlay requirements 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, 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 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 likewise posted on the official website of the IC.

2. Funding for Personnel Service Requirements. The Personnel Service (PS) requirements of the IC shall be sourced from the Pre-need Fund established in accordance with Section 5 of R.A. No. 9829: PROVIDED, That any deficiency therefrom may be augmented by the Insurance Fund: PROVIDED, FURTHER, That in case the foregoing Funds are insufficient, an amount from the Miscellaneous Personnel Benefits Fund may be released to the IC, upon submission of a certification from the BTr of the balance of the Pre-need and Insurance Funds, and a determination by the DBM that such balance is insufficient to cover the PS requirements of the IC.

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

3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

**PERFORMANCE INFORMATION**

**MAJOR FINAL OUTPUTS (MFOs)/PERFORMANCE INDICATORS (PIs)**

**Targets**

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**MFO 1: INSURANCE REGULATION SERVICES**

**Insurance Licensing Services**

Number of licenses and permits issued	52,290
Percentage of applications processed with complete documentation	90%
Percentage of license or permit applications processed within 14 days of receipt	80%

**Monitoring**

Number of target entities/reports/disclosures monitored	2,504
Percentage of target entities/reports/disclosures monitored for compliance	
to tariff rules and investment requirements	90%
Percentage of monitored target entities/reports/disclosures reviewed within the year	90%

**Enforcement**

Number of entities/reports/disclosures inspected	46,585
Number of violations of tariff rules and investment requirements detected in the last 3 years	0
Percentage of entities/reports/disclosures that have been inspected within the prescribed schedule	90%

Note: Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.

**I. NATIONAL TAX RESEARCH CENTER**

**STRATEGIC OBJECTIVES**

**MANDATE**

The National Tax Research Center is mandated to conduct continuing research in taxation "to restructure the tax system and raise the level of tax consciousness among our people to achieve a faster rate of economic growth and to bring about a more equitable distribution of wealth and income".

**VISION**

Be recognized as the premier tax research institution attached to the Department of Finance (DOF); Be a more motivated and committed team of professionals that will continue to provide high quality research and technical assistance in taxation and other fiscal related matters to the DOF and other branches of the executive, legislature, local government units, the private sector and international institutions; and Be using state-of-the-art technology for information systems and processes.

**MISSION**

We are the government institution dedicated to promoting a tax system that will ensure a fair distribution of the tax burden among the Filipino taxpayers.

We are committed to recommend necessary improvements in the tax system by conducting quality research on taxation and to provide responsive staff support to fiscal policy makers.

We are also committed to provide opportunities for professional growth and to promote the well-being of our personnel.

**KEY RESULT AREAS**

Anti-Corruption/Transparent, Accountable and Participatory Governance

**SECTOR OUTCOME**

Fiscal Strength

**ORGANIZATIONAL OUTCOME**

Improved Tax System and Fair Distribution of Tax Burden Among Taxpayers

**New Appropriations, by Program/Project**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
100000000 General Administration and Support	P 13,009,000	P 5,717,000		P 18,726,000

300000000 Operations	17,917,000	7,133,000	25,050,000
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MFO 1: Technical Advisory Services	17,917,000	7,133,000	25,050,000
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Total, Programs	30,926,000	12,850,000	43,776,000
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TOTAL NEW APPROPRIATIONS	P 30,926,000	P 12,850,000	P 43,776,000
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New Appropriations, by Central/Regional Allocation

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
REGION				
Regional Allocation	P 30,926,000	P 12,850,000		P 43,776,000
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National Capital Region (NCR)	30,926,000	12,850,000		43,776,000
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TOTAL NEW APPROPRIATIONS	P 30,926,000	P 12,850,000		P 43,776,000
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Special Provision(s)

1. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

PERFORMANCE INFORMATION

KEY STRATEGIES

1. Comprehensive review of the tax system
2. Conduct of studies/projects aimed at rationalizing the tax structure and improving tax policy and administration which include:
  - 2.1 Improvements in direct taxation
  - 2.2 Improvements in indirect taxation
  - 2.3 Rationalization of fiscal incentives
  - 2.4 More effective tax administration
  - 2.5 Increased capacities of local governments and improvements in local finance
  - 2.6 Conduct of baseline studies
3. Monitoring of compliance of national government agencies (NGAs) to Administrative Order (AO) No. 31 re: revision of fees and charges
4. Monitoring of tax collection performance of the BIR regional offices and BOC district ports
5. Involvement in Land Administration and Management Project Phase 2-Property Valuation and Taxation Component
6. Consultancy to the Executive and Technical Committee on Real Property Valuation pursuant to Department Order No. 6-2010 and BIR Regional Revenue Special Order No. 61-2010
7. Technical assistance to Congress and other government agencies

MAJOR FINAL OUTPUTS (MFOs)/PERFORMANCE INDICATORS (PIs)

Targets

MFO 1: TECHNICAL ADVISORY SERVICES

Number of evaluations, studies, tax proposals/tax assessments	42, 35, 16, respectively
Percentage of recommendations adopted	90%
Percentage of reviews, evaluations and studies delivered on or before the requested date	100%



**J. PRIVATIZATION AND MANAGEMENT OFFICE**

**STRATEGIC OBJECTIVES**

**MANDATE**

Implement the actual marketing/disposition program for government corporations, assets and other properties (E.O. 323). Dispose assets and/or rights, mandated under E.O. 372, transferred to MG and entrusted said assets and/or rights to PND (E.O. 471)

**VISION**

Promote an orderly, coordinated and efficient privatization/disposition of assets, activities and other properties. Broaden economic base by turning state owned enterprises over to the private sector. Provide more investment and employment opportunities to help attain economic growth

**MISSION**

Take title to and possession of, conserve, provisionally manage, and dispose of assets identified for privatization, and in process, reduce the Government's maintenance expense in non-performing assets and generate maximum cash recovery for the National Government

**KEY RESULT AREAS**

Anti-Corruption/Transparent, Accountable and Participatory Governance

**SECTOR OUTCOME**

Fiscal Strength

**ORGANIZATIONAL OUTCOME**

Effective Assets and Debt Management

**New Appropriations, by Program/Project**

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		<u>Current Operating Expenditures</u>			
		<u>Personnel</u>	<u>Maintenance</u>	<u>Capital</u>	<u>Total</u>
		<u>Services</u>	<u>and Other</u>	<u>Outlays</u>	
			<u>Operating</u>		
			<u>Expenses</u>		
<b>PROGRAMS</b>					
100000000	General Administration and Support	P 22,066,000			P 22,066,000
300000000	Operations	20,376,000			20,376,000
	MFO 1: Privatization of Government Assets	20,376,000			20,376,000
	<b>Total, Programs</b>	<b>42,442,000</b>			<b>42,442,000</b>
<b>TOTAL NEW APPROPRIATIONS</b>		<b>P 42,442,000</b>			<b>P 42,442,000</b>
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**New Appropriations, by Central/Regional Allocation**

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		<u>Current Operating Expenditures</u>			
		<u>Personnel</u>	<u>Maintenance</u>	<u>Capital</u>	<u>Total</u>
		<u>Services</u>	<u>and Other</u>	<u>Outlays</u>	
			<u>Operating</u>		
			<u>Expenses</u>		

REGION

Regional Allocation	P 42,442,000	P 42,442,000
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National Capital Region (NCR)	42,442,000	42,442,000
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TOTAL NEW APPROPRIATIONS	P 42,442,000	P 42,442,000
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Special Provision(s)

1. 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, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on income of, and expenditure from, this Fund. The Chief of PMO 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 PMO.

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 Office's web administrator that said report has been submitted and posted, respectively.

2. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

PERFORMANCE INFORMATION

KEY STRATEGIES

Generate proceeds from the sale of real estate properties and intensify the collection of receivables

MAJOR FINAL OUTPUTS (MFOs)/PERFORMANCE INDICATORS (PIs)

Targets

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MFO 1: PRIVATIZATION OF GOVERNMENT ASSETS

Sale/Disposition of assets and other properties assigned by the Privatization Council

Number of Assets Sales Completed	11
Value of Asset Sale Proceeds	P 463,000,000
Actual asset sale proceeds less the estimated market value of assets	P 417,000,000
Average number of days from date of Council approval of asset disposition to date of receipt of sale proceeds or date of transfer of ownership (whichever is later)	60

Management of Assets Held in Trust Prior to Privatization

Number of assets under management	131
Value of assets under management	P52,000,000,000
Average change in estimated value of assets under management from beginning of year to end of year or earlier date of sale	0
Percentage of assets for which the financial accounts are produced within 30 days of the end of the financial year	8

**K. SECURITIES AND EXCHANGE COMMISSION**

**STRATEGIC OBJECTIVES**

**MANDATE**

The Commission's broad regulatory scope covers the corporate sector, capital market participants, securities and investment instruments, and the investing public. The Securities Act (Commonwealth Act. No. 83) established the SEC in 1936 mainly to administer the registration of securities, exchanges, brokers, dealers and salesmen. The SEC Reorganization Act (Presidential Decree No. 902-A) gave the Commission ample powers to protect the public and their investments, and reorganized the Commission into a collegial body vested with absolute jurisdiction, supervision and control over all corporations, partnership or associations, who are the grantees of primary franchise and/or a license or permit issued by the government to operate in the Philippines. The Corporation Code of the Philippines (Datas Pambansa Blg. 68) affirmed the SEC mandate to register corporations, collect fees from registering corporations, and prescribe reportorial requirements. The law also empowered SEC to reject articles of incorporation or disapprove any amendment thereto. It likewise authorized the SEC to promulgate rules and regulations, reasonably necessary to enable it to perform its duties particularly in the prevention of fraud and abuses on the part of the controlling stockholders, members, directors, and trustees or officers of corporations. To give greater focus on the Commission's role in capital market development, fostering good corporate governance and enhancing investor protection, the Securities Regulation Code (Republic Act No. 8799), provided for the SEC reorganization that took place in the year 2000, and transferred the Commission's jurisdiction over all cases enumerated under Section 5 of PD 902-A to the Courts of general jurisdiction or the appropriate Regional Trial Court (acting as Commercial Courts). Under Section 5 of the Securities Regulation Code, the Commission shall act with transparency and shall have the powers and functions provided by the Code, Presidential Decree No. 902-A, the Corporation Code of the Philippines, the Investment Houses Law, the Financing Company Act and other existing laws. Considering that only Sections 2, 4, and 8 of Presidential Decree 902-A, as amended, have been expressly repealed by the Securities Regulation Code, the Commission retains the powers enumerated in Section 6 of the said Decree, unless these are inconsistent with any provision of the Code. In addition, the Commission also implements Civil Code provisions on Partnerships (i.e., Republic Act 38- Title IX), and acts either as lead or support agency in administering among others, the following laws:

1. Real Estate Investment Trust Act of 2009 (RA 9856)
2. Credit Information System Act (RA 9510)
3. Lending Company Regulation Act (RA 9474)
4. Securitization Act of 2004 (RA 9267)
5. Special Purpose Vehicle Act (RA 9182)
6. Financing Company Act (RA 5980 as amended by RA 8366)
7. Investment Houses Law (PD 129 as amended by RA 8366)
8. Investment Company Act (RA 2629)
9. Personal Equity and Retirement Account Act (RA 9505)
10. Anti-Money Laundering Law (RA 9160)
11. Retail Trade Liberalization Act of 2000 (RA 8762)
12. Omnibus Investment Code (E.O. 226, Book III)
13. Foreign Investment Act of 1991 (RA 7042 as amended by RA 8179)
14. Education Act of 1982 (BP 232 as amended by RA 7798)
15. Anti-Dummy Law (CA 108)

**VISION**

We envision that, by December 31, 2015, the Commission has fully implemented its three-year program to build its physical and ICT infrastructure, and harnessed the skills and expertise of highly competent and motivated staff, for the efficient and effective performance of its duties and responsibilities.

**MISSION**

To strengthen the corporate and capital market infrastructure of the Philippines, and to maintain a regulatory system, based on international best standards and practices, that promotes the interests of investors in a free, fair and competitive business environment. We shall be guided in this mission by the values of integrity, professionalism, accountability, independence and initiative

**KEY RESULT AREAS**

Anti-Corruption/Transparent, Accountable and Participatory Governance

**SECTOR OUTCOME**

- (1) Resilient and inclusive financial system, and  
(2) Good governance

**ORGANIZATIONAL OUTCOME**

- (1) Strengthened corporate and capital market infrastructure, and  
(2) Sound and ethical practices by regulated entities

**New Appropriations, by Program/Project**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>PROGRAMS</b>				
100000000 General Administration and Support	P 222,038,000	P 146,196,000	P 2,000,000	P 370,234,000
200000000 Support to Operations	4,279,000	10,417,000		14,696,000
300000000 Operations	94,520,000	61,230,000		155,750,000
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MFO 1: Corporate and Capital Market Development Services		33,045,000		33,045,000
MFO 2: Corporate and Capital Market Regulation Services	94,520,000	28,185,000		122,705,000
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<b>Total, Programs</b>	<b>320,837,000</b>	<b>217,843,000</b>	<b>2,000,000</b>	<b>540,680,000</b>
				-----
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 320,837,000</b>	<b>P 217,843,000</b>	<b>P 2,000,000</b>	<b>P 540,680,000</b>
				=====

**New Appropriations, by Central/Regional Allocation**

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	<u>Current Operating Expenditures</u>			
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
<b>REGION</b>				
Regional Allocation	P 320,837,000	P 217,843,000	P 2,000,000	P 540,680,000
				-----
National Capital Region (NCR)	320,837,000	217,843,000	2,000,000	540,680,000
				-----
<b>TOTAL NEW APPROPRIATIONS</b>	<b>P 320,837,000</b>	<b>P 217,843,000</b>	<b>P 2,000,000</b>	<b>P 540,680,000</b>
				=====

**Special Provision(s)**

1. **Registration and Filing Fees.** In addition to the amounts appropriated herein, One Hundred Million Pesos (P100,000,000) sourced from registration and filing fees collected by the Securities and Exchange Commission (SEC) shall be retained by the Commission to augment its MOOE and Capital Outlay requirements in accordance with Section 75 of R.A. No. 8799.

[2. ~~Use of Excess Income.~~ The SEC is authorized to use its income in excess of the collection targets presented in the FY 2014 BESF for the purchase of lot for its official site, which shall not exceed the amount of One Billion Pesos (P1,000,000,000), equipment and furniture and fixtures.] (DIRECT VETO - President's Veto Message, December 20, 2013, page 1106, R.A. No. 10633)

3. **Funding for Salary Adjustments and Creation of Additional Positions.** Of the amount appropriated herein for Personnel Services, the amount of One Hundred Sixty Four Million Eight Hundred Forty Seven Thousand Pesos (P164,847,000) shall be used for the following: (i) Salary adjustment of the officials and employees of the SEC subject to the approval of the President of the Philippines upon recommendation of the DBM, pursuant to Section 6 of P.D. No. 1597 and item 9 of Congress Joint Resolution No. 4 dated June 17, 2009; and (ii) Personnel Service requirements for the creation of additional positions subject to the approval of the DBM.

4. **Submission of Annual Operating Budget for Retained Income and Audited Financial Statement.** The SEC shall prepare and submit to the DBM not later than November 15 of the preceding year, the annual operating budget for the current fiscal year covering its retained 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.

Failure to submit said annual reports and the audited financial statements 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.

5. **Appropriations for Programs and Specific Activities.** The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

#### PERFORMANCE INFORMATION

#### MAJOR FINAL OUTPUTS (NFOs)/PERFORMANCE INDICATORS (PIs)

#### Targets

##### NFO 1: CORPORATE AND CAPITAL MARKET DEVELOPMENT SERVICES

PI SET 1 - Policy measures implemented to enhance the regulatory framework and foster continued growth of the capital market in particular and the business sector in general

No. of planned measures promulgated/implemented	4
Percentage of measures promulgated/implemented that are rated good or better	100%
Percentage of measures promulgated/implemented within the prescribed timeframe	100%

PI SET 2 - Technical Assistance

Number of technical assistance rendered	0
Percentage of clients who rate the technical assistance as good or better	100%
Percentage of requests for technical assistance that are acted upon within prescribed timeframe	100%

##### NFO 2: CORPORATE AND CAPITAL MARKET REGULATION SERVICES

##### Registration/Licensing Services

Number of registrations approved and licenses issued	10,000
Percentage of applications processed pursuant to standard processing procedures and parameters	100%
Percentage of license or permit applications and renewals processed within standard processing timeframe	100%

##### Monitoring

Number of target entities/reports/disclosures monitored and evaluated	61,281
Percentage of target entities/reports/disclosures monitored and evaluated pursuant to standard monitoring and evaluating parameters	100%
Percentage of target entities/reports/disclosures monitored and evaluated within standard timeframe	100%

##### Enforcement

Percentage of errant firms and individuals imposed the appropriate fines and/or penalties	0
Percentage of enforcement activities undertaken in accordance with rules, regulations and standards	100%
Percentage of enforcement activities undertaken within standard timeframe	100%

GENERAL SUMMARY  
DEPARTMENT OF FINANCECurrent Operating Expenditures

	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Financial Expenses</u>	<u>Capital Outlays</u>	<u>Total</u>
A. Office of the Secretary	P 183,367,000	P 243,823,000	P	P 11,568,000	P 438,758,000
B. Bureau of Customs	1,120,807,000	818,628,000			1,939,435,000
C. Bureau of Internal Revenue	3,478,096,000	3,167,957,000	185,443,000	120,755,000	6,952,251,000
D. Bureau of Local Government Finance	122,094,000	61,735,000		5,000,000	188,829,000
E. Bureau of the Treasury	337,800,000	210,202,000	501,000,000		1,049,002,000
F. Central Board of Assessment Appeals	8,513,000	1,242,000			9,755,000
G. Cooperative Development Authority	223,612,000	89,194,000		7,200,000	320,006,000
H. Insurance Commission	7,000				7,000
I. National Tax Research Center	30,926,000	12,850,000			43,776,000
J. Privatization and Management Office	42,442,000				42,442,000
K. Securities and Exchange Commission	320,837,000	217,843,000		2,000,000	540,680,000
<b>Total New Appropriations, Department of Finance</b>	<b>P 5,868,501,000</b>	<b>P 4,823,474,000</b>	<b>P 686,443,000</b>	<b>P 146,523,000</b>	<b>P 11,524,941,000</b>