

**XLII. UNPROGRAMMED APPROPRIATIONS**

For fund requirements in accordance with the purposes indicated hereunder.....P197,135,780,000  
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**New Appropriations, by Purpose**  
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Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
TOTAL NEW APPROPRIATIONS	P38,861,146,000	P105,775,317,000	P 52,499,317,000	P197,135,780,000

**Special Provision(s)**

1. Availment of the Unprogrammed Appropriations. The amounts authorized herein for Purpose Nos. 1 - 16 may be used when any of the following exists:

(a) 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;

(b) New revenue collections or those arising from new tax or 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

(c) Approved loans for foreign-assisted projects.

Release of funds 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 the following: (i) for excess revenue collections, issuance of a certification that remitted collections to the BTr from a particular revenue source has exceeded the corresponding revenue collections target; or (ii) for new revenue collections, issuance of a certification that remitted collections identified were not part of, nor included in, the original revenue collection targets reflected.

In the case of approved loans, issuance of SARO covering the loan proceeds shall be subject to submission by the agency concerned of request together with work and financial plan, project profile, and a copy of the perfected loan agreement.

2. Support for Infrastructure Projects and Social Programs. The amount of Eight Billion Seventy Two Million Nine Hundred Thirty Six Thousand Pesos (P8,072,936,000) appropriated herein chargeable against Purpose No. 1, shall be used in support for infrastructure projects and social programs, such as, but not limited to the following: (i) payment of premiums and related expenses to insure government assets against natural or human-induced calamities, epidemics, crises, and catastrophes by adopting global best practices in risk transfer mechanisms - (P1,000,000,000); (ii) modernization and capacity building of the BTr in the implementation of innovative risk management initiatives - (P100,000,000); (iii) Fuel Subsidy Program - (P3,855,759,667); (iv) Subsidy for the Public Utility Vehicle Modernization Program - (P2,267,680,000); and (v) Siargao Airport Project - (P500,000,000).

The amount appropriated herein for subsidy for Public Utility Vehicle (PUV) Modernization Program shall be equally divided as subsidy for the Development Bank of the Philippines (DBP) and the Land Bank of the Philippines (LBP) and shall be used exclusively for the implementation of the loaning facility of the PUV Modernization Project. The amount shall be set-up as a separate fund and the transaction shall be recorded and maintained in a separate book by the DBP and the LBP.

The amount appropriated herein for the Fuel Subsidy Program shall be used exclusively to provide fuel vouchers worth at least One Thousand Seven Hundred Pesos (P1,700) to qualified franchise holders of PUVs as provided under Section 82 of R.A. No. 10963 or the "Tax Reform for Acceleration and Inclusion (TRAIN)" Law.

Release of funds shall be subject to Special Provision No. 1 hereof and the guidelines issued by the agencies concerned.

3. Conversion of National Government Advances into Subsidy for GOCCs. The amount of Seven Billion Eight Hundred Ninety One Million Ninety Two Thousand Pesos (P7,891,092,000) used to cover the National Government (NG) advances for debt servicing of loan obligations of GOCCs and interests on the NG advances, shall be converted into subsidy. Such conversion shall require the issuance of SARO for book entry purposes chargeable against Purpose No. 2.

4. Support to Foreign-Assisted Projects. The amount of Fifty Three Billion Twenty Seven Million Five Hundred Forty Six Thousand Pesos (P53,027,546,000) appropriated herein chargeable exclusively against Purpose No. 3 shall be used to fund the following foreign-assisted projects which are still under negotiation:

(a) Department of Agrarian Reform(i) Italian Assistance to the Agrarian Reform Community Development Support Program;(b) Department of Trade and Industry(i) Rural Agro-Enterprise Partnership for Inclusive Development (RAPID) Growth;(c) Department of Transportation(i) MRT 3 Rehabilitation and Maintenance;(ii) PNR South Commuter (Solis-Los Baños) formerly North-South Rail Project Phase 2;(iii) PNR South Long Haul;(iv) Subic Clark Railway;(v) PNR North Phase 2 (Malolos-Clark);(vi) Maritime Safety Capability Improvement Project, Phase 2;(vii) New Cebu International Container Port Project; and(viii) PNR North 1 (Tutuban-Malolos) formerly North-South Railway Project 1;(d) Department of Public Works and Highways(i) Priority bridges crossing Pasig-Marikina River and Manggahan Floodway, ADB-Assisted Project;(ii) Priority bridges crossing Pasig-Marikina River and Manggahan Floodway, China-Assisted Project; and(iii) Ambal-Simuay River and Rio Grande de Mindanao River Flood Control Projects (China Government Financing); and(e) National Dairy Authority(i) Dairy Goat Farming: A Livelihood Opportunity for Rural Farm Families. (CONDITIONAL IMPLEMENTATION- President's Veto Message, April 15, 2019. Volume 1-B, page 960, R.A. No. 11260)

5. Risk Management Program. The amount chargeable against Purpose No. 4 shall be used for the government's Risk Management Program to cover commitments made by, and obligations of, the National Government in the agreements covering Public-Private Partnership (PPP) projects; subject to the following:

(a) Compliance with the conditions for the release of the Unprogrammed Appropriations under Special Provision No. 1 hereof;

(b) Approval of the PPP project by the NEQA Board or the Investment Coordination Committee, in accordance with R.A. No. 6957, as amended by R.A. No. 7718. In case of obligations assumed by GOCCs, issuance or execution of a performance undertaking or other similar instrument by the agency concerned confirming that the National Government will assume said obligations in case of default by the GOCC; and

(c) Approval of the use of the Unprogrammed Appropriations by the DBCC upon recommendation by the head of the agency concerned and the DBCC-Technical Working Group on Contingent Liabilities.

6. General Fund Adjustments for the Share of the Autonomous Region in Muslim Mindanao Pursuant to Republic Act No. 9054. The amount of Eight Hundred Million Pesos (P800,000,000) chargeable against Purpose No. 5 shall cover the share of the ARGMM and the LGUs concerned from the current year's collections of national internal revenue taxes, fees and charges, and taxes imposed on the use of natural resources collected within the area of autonomy pursuant to Section 9, Article IX of R.A. No. 9054. Releases for the share of ARMN shall be made when actual collections exceed the amount appropriated under the ARGMM Budget and subject to the submission by the ARGMM of a certification of actual collections and remittance of taxes, fees and charges.

7. Refund of the Service Development Fee for the Right to Develop the Wampeidai Property in Tokyo, Japan. The amount of Two Hundred Ten Million Five Hundred Seventy Nine Thousand Pesos (P210,579,000) chargeable against Purpose No. 6 shall be used exclusively for the Refund of the Service Development Fee on the right to develop the Wampeidai Property in Tokyo, Japan to Nagayama-Taisei Consortium (NTC), pursuant to the Notice of Termination dated June 11, 2009 issued by the Secretary of Finance cancelling the award to NTC on the right to develop the Wampeidai property.

Release for the refund shall be subject to Special Provision No. 1 hereof, prior endorsement by the Secretary of Finance that the conditions, if any, for the refund have been complied with, and submission by the DOF of certification from the BTr that the amount corresponding to the Service Development Fee has actually been deposited with the National Treasury as income of the General Fund.

8. General Fund Adjustment for FOREX Fluctuations. The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein chargeable against Purpose No. 8 shall cover the foreign exchange rate differential of Foreign Posts of the DFA due to the difference between the actual foreign exchange rate and the assumption used in the FY 2019 BESF. Release of funds shall be subject to Special Provision No. 1 hereof.

9. Prior Years' LGU Shares. The amount of Four Hundred Twenty Two Million Four Hundred Eighty One Thousand Pesos (P422,481,000) chargeable against Purpose No. 7 for prior years' LGU shares from incremental collections from VAT shall be automatically released to the beneficiary LGUs only through authorized government servicing banks upon certification of actual collections by the revenue collecting agency and actual remittance to the BTr.

The LGU shall submit quarterly reports on the utilization of the prior years' LGU shares, through the following:

- (a) Local Government Units Reporting System (LGURS) or other electronic means for reports not covered by the LGURS; and
- (b) LGU's website.

The LGU shall send written notice when said reports have been submitted or posted on its website to the DBM, House of Representatives, Senate of the Philippines, House Committee on Appropriations, Senate Committee on Finance, and other offices where the submission of reports is required under existing laws, rules and regulations. The date of notice to said agencies shall be considered the date of compliance with this requirement.

10. Pension Arrearages of Retired Military and Uniformed Personnel. The amount of Thirty Three Billion Eight Hundred Sixty One Million One Hundred Forty Six Thousand Pesos (P33,861,146,000) chargeable against Purpose No. 9 shall be used for the payment of pension arrearages for military and uniformed personnel, resulting from the first tranche implementation of Congress Joint Resolution No. 1, s. 2018. Release for the pension arrearages shall be subject to Special Provision No. 1 hereof.

11. Northrail-Southern Linkage Project Phase 1. The amount of Two Hundred Million Pesos (P200,000,000) appropriated herein chargeable against Purpose No. 10 shall be used to cover partial payment of the outstanding obligations of the Philippine National Railways for the Northrail-Southern Linkage Project Phase 1.

12. Payment of Arrears of LTO IT Services. The amount of Nine Billion Four Hundred Fifty Million Pesos (P9,450,000,000) appropriated herein chargeable against Purpose No. 11 shall be used to cover payment of LTO IT Services.

13. National Government Rightsizing Program. The amount appropriated herein chargeable against Purpose No. 12 shall be used to cover the payment of terminal leave benefits and separation incentives of personnel affected by the passage of the law implementing the National Government Rightsizing Program. Release of funds shall be subject to: (i) Special Provision No. 1 hereof; (ii) approval by the DBM of the detailed rightsized organizational structure and staffing pattern of agencies concerned; and (iii) availment of retirement or separation benefits and incentives by the affected employees within the prescribed period.

14. Rice Competitiveness Enhancement Fund. The amount appropriated herein chargeable against Purpose No. 13 shall be used for rice farm machineries and equipment, rice seed development, propagation and promotion, rice credit assistance, and rice extension services.

Release of funds shall be subject to Special Provision No. 1 hereof.

~~15. Coconut Farmers and Industry Development Fund. The amount appropriated herein chargeable against Purpose No. 14 shall be used to augment the Coconut Farmers and Industry Development Fund, to increase the income of coconut farmers, and to support the developmental activities of the Philippine Coconut Authority.~~

~~Release of funds shall be subject to Special Provision No. 1 hereof.] (DIRECT VETO- President's Veto Message, April 15, 2019. Volume 1-B, page 958, R.A. No. 11260)~~

16. Amounts under the Unprogrammed Appropriations. The DBM is hereby authorized to approve the following:

(a) Modification of amounts within the authorized purposes; and

(b) Use of amounts under Purpose Nos. 1, 4, and 12 as additional appropriations to cover deficiencies in the amounts authorized in any of the purposes under the Unprogrammed Appropriations.

The DBM shall submit to the Office of the President, either in printed form or by way of electronic document, monthly reports on income and expenditure.

~~17. Prohibitions Against the Use of Unprogrammed Appropriations. No amount appropriated herein shall be utilized for any project intended for public video surveillance and communication system with suppliers or service providers that are considered as serious risks to national security or interest or are involved in cases regarding information leakage, computer or network hacking, and other forms of cyber espionage, whether in the Philippines or in other countries.] (DIRECT VETO- President's Veto Message, April 15, 2019. Volume 1-B, page 958, R.A. No. 11260)~~

18. Reportorial Requirement. The DBM shall submit to the Speaker of the House of Representatives, the President of the Senate of the Philippines, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on releases from the Unprogrammed Appropriations.

New Appropriations, by Purpose

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PURPOSE(S)	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
1. Support for Infrastructure Projects and Social Programs	P 7,445,436,000	P 627,500,000	P 8,072,936,000	
2. Budgetary Support to Government-Owned and/or -Controlled Corporations		7,891,092,000		7,891,092,000
3. Support to Foreign-Assisted Projects		1,405,729,000	51,621,817,000	53,027,546,000
4. Risk Management Program		10,000,000,000		10,000,000,000

## GENERAL APPROPRIATIONS ACT, FY 2019

5. General Fund Adjustments for the Share of the ARMM pursuant to R.A. No. 9054	800,000,000		800,000,000
6. Refund of the Service Development Fee for the Right to Develop the Nampaidai Property in Tokyo, Japan	210,579,000		210,579,000
7. Prior Years' LGU Shares	422,481,000		422,481,000
8. General Fund Adjustments for FOREX Fluctuation	150,000,000	50,000,000	200,000,000
9. For Payment of Pension Arrearages	33,861,146,000		33,861,146,000
10. Northrail-Southrail Linkage Project Phase I - Payment of Outstanding Obligations		200,000,000	200,000,000
11. For Payment of Arrears of LTO IT Services	9,450,000,000		9,450,000,000
12. Implementation of the Proposed National Government Rightsizing Program (NGRP)	5,000,000,000		5,000,000,000
13. Rice Competitiveness Enhancement Fund	10,000,000,000		10,000,000,000
14. Coconut Farmers and Industry Development Fund	10,000,000,000		10,000,000,000
15. For the Implementation of the Organic Law for the Bangsamoro Region in Muslim Mindanao	30,000,000,000		30,000,000,000
16. For the Implementation of the Universal Health Care	18,000,000,000		18,000,000,000
Sub-total, Purpose(s)	38,861,146,000	105,775,317,000	52,499,317,000 197,135,780,000
TOTAL NEW APPROPRIATIONS	P38,861,146,000	P105,775,317,000	P 52,499,317,000 P197,135,780,000

## New Appropriations, by Object of Expenditures

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{In Thousand Pesos}

## Current Operating Expenditures

## Personnel Services

## Civilian Personnel

Other Compensation for Specific Groups  
Other Personnel Benefits

5,000,000

Other Compensation for Specific Groups

5,000,000

## Military/Uniformed Personnel

Other Personnel Benefits  
Pension, Military/Uniformed Personnel

33,861,146

Total Other Personnel Benefits

33,861,146

Total Personnel Services

38,861,146

<b>Maintenance and Other Operating Expenses</b>	
Financial Assistance/Subsidy	86,749,903
Other Maintenance and Operating Expenses	
Other Maintenance and Operating Expenses	19,025,414
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<b>Total Maintenance and Other Operating Expenses</b>	<b>105,775,317</b>
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<b>Total Current Operating Expenditures</b>	<b>144,636,463</b>
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<b>Capital Outlays</b>	
Investment Outlay	627,500
Property, Plant and Equipment Outlay	
Infrastructure Outlay	40,855,235
Buildings and Other Structures	7,424,573
Machinery and Equipment Outlay	25,000
Transportation Equipment Outlay	3,542,009
Furniture, Fixtures and Books Outlay	25,000
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<b>Total Capital Outlays</b>	<b>52,499,317</b>
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<b>TOTAL NEW APPROPRIATIONS</b>	<b>197,135,780</b>
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**GENERAL SUMMARY  
UNPROGRAMMED APPROPRIATIONS**

Current Operating Expenditures

	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
<b>A. UNPROGRAMMED APPROPRIATIONS</b>	P38,861,146,000	P105,775,317,000	P 52,499,317,000	P197,135,780,000
<b>TOTAL NEW APPROPRIATIONS, UNPROGRAMMED APPROPRIATIONS</b>	P38,861,146,000	P105,775,317,000	P 52,499,317,000	P197,135,780,000

**BUDGETS OF DEPARTMENT OF ENERGY  
ATTACHED CORPORATIONS  
FISCAL YEAR 2019**