



Republic of the Philippines
Department of Budget and Management
Malacañang, Manila



LOCAL BUDGET MEMORANDUM

No. 67
Date June 28, 2013

TO : The Provincial Governors, City and Municipal Mayors, Barangay Chairmen, Members of Local Sangguniang Panlungsod/Bayan/Lalawigan and Local Finance Committees, Local Budget Officers, Treasurers and All Others Concerned

SUBJECT : **FY 2014 IRA LEVEL AND OTHER LOCAL BUDGET PREPARATION MATTERS**

1.0 PURPOSE

- 1.1 To inform Local Government Units (LGUs) of their Internal Revenue Allotment (IRA) level for FY 2014 based on the certification of the Bureau of Internal Revenue on the computation of the share of LGUs from the actual collection of national internal revenue taxes in FY 2011;
- 1.2 To prescribe the guidelines in the preparation of the FY 2014 local budgets; and
- 1.3 To update developments on Bottom-up Budgeting (BUB) as far as LGUs are concerned.

2.0 GENERAL GUIDELINES

- 2.1 Allocation of the FY 2014 IRA
 - 2.1.1 In the computation of the IRA allocation of LGUs, the following considerations are taken into account:
 - 2.1.1.1 The FY 2010 NSO Census of Population per Proclamation Order No. 362 dated March 30, 2012.
 - 2.1.1.2 Continued adoption of the FY 2001 Masterlist of Land Area submitted by the Department of Environment and Natural Resources – Land

Management Bureau pursuant to Oversight Committee on Devolution Resolution No. 1, s. 2005 dated September 12, 2005.

2.1.2 Pursuant to Section 83 of the General Provisions of Republic Act (RA) No. 10352 (FY 2013 General Appropriations Act), it is understood that the FY 2014 IRA levels prescribed herein shall be adjusted accordingly should there be any adjustments, changes, modifications or alterations in any of the factors affecting the computation of the IRA that occurred or happened, including final and executory court decisions rendered during the current fiscal year (FY 2013), such as, but not limited to the following:

2.1.2.1 Ratification of the cityhood law of the Municipality of San Pedro, Laguna per RA No. 10420 dated March 27, 2013;

2.1.2.2 Conversion of Cabanatuan City, Nueva Ecija from a component into a highly-urbanized city per Proclamation No. 418 of the Office of the President dated July 4, 2012; and

2.1.2.3 Transfer of Barangay San Isidro from the Municipality of Bangui to the Municipality of Dumalneg, both in the Province of Ilocos Norte per Entry of Judgment issued by the Supreme Court in the case of Municipality of Bangui, Ilocos Norte vs. Municipality of Dumalneg, Ilocos Norte in G.R. No. 198655, which on August 10, 2012 become final and executory.

2.2 Preparation of FY 2014 Local Budgets

2.2.1 For the purpose of preparing the FY 2014 local budgets, the IRA shares of LGUs shall be ₱341.545 Billion per the certification of the Bureau of Internal Revenue on the actual national internal revenue taxes collected in FY 2011, which is ₱39.241 Billion or 12.98% higher than the FY 2013 IRA level.

2.2.2 Pursuant to Section 284 of Republic Act (RA) No. 7160, the Local Government Code of 1991, summarized below and detailed by region and by level of LGU in the attached Annex A, is the FY 2014 IRA level of ₱341,544,726,000:

Level of LGU	No. of LGUs	Share Equivalent to the Cost of Devolved Functions/City-Funded Hospitals, as of 31 December 1992	Share Determined on the basis of Section 285 of R.A. No. 7160	Total IRA Shares
Provinces	81	₱ 2,845,490,826	₱ 77,065,715,182	₱ 79,911,206,008
Cities	143	1,026,395,758	77,065,715,182	78,092,110,940
Municipalities	1,479	2,604,512,536	113,923,231,139	116,527,743,675
Barangays	41,889	-	67,013,665,377	67,013,665,377
Total	43,592	₱ 6,476,399,120	₱ 335,068,326,880	₱ 341,544,726,000

2.2.3 The LGUs shall be notified of their IRA allocation by the concerned Department of Budget and Management (DBM) Regional Offices.

2.2.4 In view of Executive Order No. 43 dated May 13, 2011, LGUs are encouraged to align their programs, projects and activities (PPAs) to the following five (5) priority areas:

- Anti-Corruption/Transparent, Accountable and Participatory Governance;
- Poverty Reduction and Empowerment of the Poor and Vulnerable;
- Rapid, Inclusive and Sustained Economic Growth;
- Just and Lasting Peace and the Rule of Law; and
- Integrity of the Environment and Climate Change Adaptation and Mitigation

2.2.5 The FY 2014 Annual Budget of LGUs shall be prepared in accordance with the procedures, schedules and the following local budget preparation forms prescribed under the 2008 Edition of the Budget Operations Manual (BOM) for LGUs, which is anchored on Section 354 of RA No. 7160:

- LBP Form No. 1 – Statement of Receipts (Annex B)
- LBP Form No. 2 – Statement of Receipts and Expenditures, as revised (Annex C) to be based on the Treasurer’s report on the actual revenue collections and expenditures as submitted to DOF -

Bureau of Local Government Finance (DOF-BLGF)
for the actual year

- LBP Form No. 3 – Programmed Appropriation and Obligation by Object of Expenditure (Annex D)
- LBP Form No. 3A – Consolidated Programmed Appropriation and Obligation by Object of Expenditure (Annex E)
- LBP Form No. 4 – Personnel Schedule (Annex F)
- LBP Form No. 5 – Functional Statements, Objectives and Expected Results (Annex G)
- LBP Form No. 6 – Statement of Debt Service (Annex H)
- LBP Form No. 7 – Statement of Statutory and Contractual Obligations and Budgetary Requirements (Annex I)
- LBP Form No. 8 – Statement of Fund Operation (Annex J)

2.2.6 LGUs shall prepare the total resource Annual Investment Program (AIP) for the budget year comprising of the annual slice of the Local Development Investment Program (LDIP) and the regular operational budget items broken down into Personal Services, Maintenance and Other Operating Expenses and Capital Outlay. The AIP form is hereto attached as Annex K.

2.2.7 Counterpart funds for projects considered in the budgets of implementing national government agencies under the BUB should be incorporated in the AIP and in the annual budget of the LGUs.

2.2.8 Further, LGUs shall prepare their respective Local Disaster Risk Reduction Management Plans and Local Climate Change Action Plans.

2.2.9 Finally, the FY 2014 Annual Budget of LGUs shall likewise include PPAs that can be attributed and built-in within the budget level for the following:

- Gender and Development (GAD) pursuant to R.A. No. 7192 and R.A. No. 9710;

- Senior Citizens and Persons with Disabilities pursuant to R.A. No. 9242, amending R.A. No. 7277;
- Acquired Immune Deficiency Syndrome (AIDS) pursuant to R.A. No. 8504; and
- Implementation of the programs of the Local Councils for the Protection of Children (LCPC) pursuant to R.A. No. 9344.

2.3 Use of the IRA

2.3.1 As mandated under Section 17(g) of RA No. 7160, the IRA and other local resources shall first cover the cost of providing basic services and facilities enumerated under Section 17(b) thereof, particularly those devolved by the Department of Health, Department of Social Welfare and Development, Department of Agriculture and the Department of Environment and Natural Resources, as well as other agencies of the National Government, before applying the same for other purposes.

2.3.2 Moreover, LGUs shall appropriate in its annual budget no less than twenty percent (20%) of its annual IRA for development projects as mandated under Section 287 of the said Act. This shall be utilized in accordance with DILG-DBM Joint Memorandum Circular No. 2011-1 dated April 13, 2013.

2.3.3 As provided for under Section 21 of RA No. 10121, The Philippine Disaster Risk Reduction and Management Act of 2010, and Rule 18 of its Implementing Rules and Regulations (IRR), not less than 5% of the estimated revenue of LGUs from regular sources shall be set aside as the Local Disaster Risk Reduction and Management Fund (LDRRMF) and shall be utilized in accordance with the pertinent provisions of laws, rules and regulations.

2.4 Special Shares

2.4.1 In addition to the IRA, some LGUs are entitled to the following special shares in the proceeds from national taxes which shall be integrated in the total resource budget of the LGU:

- Share in the proceeds from the utilization and development of national wealth within their territorial

jurisdiction pursuant to Sections 289 to 291 of R.A. No. 7160;

- Excise tax on Virginia Tobacco cigarettes pursuant to R.A. No. 7171;
- Excise tax on Burley and Native Tobacco products pursuant to R.A. No. 8240;
- Gross income taxes paid by all businesses and enterprises within the ECOZONES pursuant to R.A. No. 7922, as amended by RA No. 9400;
- Value Added Tax pursuant to R.A. No. 7643; and
- Value-Added Tax in lieu of Franchise Tax pursuant to R.A. Nos. 7953 and 8407.

2.4.2 LGUs are advised to coordinate with the appropriate revenue collecting agencies and government corporations to reconcile their records with that of the collecting agencies to determine the amount of their shares from the above- mentioned taxes.

3.0 BOTTOM-UP BUDGETING (BUB)

3.1 In line with the Millennium Development Goal of reducing poverty from 26.5% in 2009 to 16.6% by 2015 and attaining the Philippine Development Plan's goal of inclusive growth and poverty reduction, the Human Development and Poverty Reduction Cluster (HDPRC), the Good Governance and Anti-Corruption Cluster (GGAC) and the Economic Development Cluster (EDC) organized under Executive Order No. 43, s. 2011 implemented the Bottom-up Budgeting in order to ensure the inclusion of the funding requirements for the development needs of focus cities and municipalities in the budget proposals of participating national government agencies/government-owned and controlled corporations.

It also served to make planning and budgeting processes of both local and national governments more participatory through the involvement of grassroots organizations and communities. It likewise strengthened the convergence of the delivery of services in the localities.

3.2 Some of the developments in the BUB are as follows:

- 3.2.1 Inclusion of the Departments of Trade and Industry and Tourism and the Technical Education and Skills Development Authority (TESDA) from among the participating National Government Agencies (NGAs).
- 3.2.2 Increase in the number of LGU beneficiaries from 609 to 1,233 focused cities and municipalities to be composed of the following:
- the original 609 cities and municipalities covered by the FY 2013 BUB;
 - cities and municipalities with poverty incidence of at least 20% based on 2009 Small Area Estimates and 2010 census data;
 - magnitude of poor population living in barangays exposed to high geohazard risks as identified by the Mines and Geosciences Bureau; and
 - high economic potential areas with high poor population as identified by National Anti-Poverty Commission (NAPC).
- 3.2.3 Participation of Parent Leaders in community meetings on Pantawid Pamilyang Pilipino Program (4Ps) to ensure compliance to the conditionalities of the program and to disseminate the updates to fellow co-grantees.
- 3.2.4 Integration of LGU projects in the budgets of participating agencies. On the part of the LGUs, they are required to provide the following counterpart funds for each BUB projects, except for Farm to Market Road (FMR):

LGU Class	Required Counterpart
Highly-Urbanized Cities	30% of project cost
All other City classes	20% of project cost
1 st to 3 rd class Municipalities	15% of project cost
4 th to 6 th class Municipalities	5% of project cost

For FMR projects, a 10% counterpart fund is required from the concerned LGUs.

- 4.0 LGUs may coordinate with the DBM Regional Offices for the necessary technical assistance in the preparation of their respective FY 2014 Annual Budgets.

- 5.0 All procurements shall be made in accordance with the provisions of R.A. No. 9184 (The Government Procurement Reform Act) and its Implementing Rules and Regulations.
- 6.0 The disbursement of funds shall be subject to pertinent budgeting, accounting and auditing rules and regulations.
- 7.0 Please be guided accordingly.


FLORENCIO B. ABAD
Secretary

CY 2014 IRA OF LGUs
 IRA P341,544,726,000
 (in P0.00)

Annex A

LOCAL GOVERNMENT UNITS	TOTAL PROVINCE	TOTAL CITY	TOTAL MUNICIPALITY	GRAND TOTAL (PCM)	TOTAL BARANGAY	TOTAL IRA 2014
NATIONAL CAPITAL REGION	272,945,212.00	15,261,670,379.00	91,773,740.00	15,626,389,331.00	5,957,127,841.00	21,583,517,172.00
CORDILLERA ADMINISTRATIVE REGION	3,416,592,682.00	1,096,093,563.00	4,565,142,845.00	9,077,829,090.00	1,475,329,859.00	10,553,158,949.00
REGIONAL OFFICE NO. I	4,479,033,192.00	2,698,687,221.00	7,498,908,932.00	14,676,629,345.00	4,225,204,832.00	18,901,834,177.00
REGIONAL OFFICE NO. II	4,789,884,959.00	2,527,448,776.00	7,337,405,746.00	14,654,739,481.00	2,936,034,260.00	17,590,773,741.00
REGIONAL OFFICE NO. III	8,373,485,771.00	6,020,180,977.00	11,741,859,655.00	26,135,526,403.00	6,329,223,294.00	32,464,749,697.00
REGIONAL OFFICE NO. IV.A	9,095,036,870.00	8,509,057,736.00	11,945,189,297.00	29,549,283,903.00	8,002,708,948.00	37,551,992,851.00
REGIONAL OFFICE NO. IV.B	4,304,565,257.00	1,940,916,835.00	6,513,975,834.00	12,759,457,926.00	2,143,739,997.00	14,903,197,923.00
REGIONAL OFFICE NO. V	5,552,921,907.00	2,550,346,351.00	8,518,103,846.00	16,619,372,104.00	4,642,911,183.00	21,262,283,287.00
REGIONAL OFFICE NO. VI	6,226,607,324.00	7,168,158,948.00	8,682,245,840.00	22,077,012,110.00	5,743,851,298.00	27,820,863,408.00
REGIONAL OFFICE NO. VII	4,899,852,294.00	6,809,083,884.00	7,624,735,564.00	19,333,671,742.00	4,899,566,925.00	24,233,238,667.00
REGIONAL OFFICE NO. VIII	5,012,129,675.00	3,494,815,978.00	7,997,946,801.00	16,504,892,454.00	4,728,433,488.00	21,233,325,942.00
REGIONAL OFFICE NO. IX inc. ARMM	5,067,155,588.00	3,715,661,267.00	7,654,031,334.00	16,436,848,189.00	3,864,980,486.00	20,301,828,685.00
REGIONAL OFFICE NO. X	4,262,253,227.00	5,012,878,006.00	5,997,596,866.00	15,272,728,099.00	3,158,260,883.00	18,430,988,982.00
REGIONAL OFFICE NO. XI	3,713,213,708.00	5,271,987,085.00	4,749,998,455.00	13,735,199,248.00	2,610,255,399.00	16,345,454,647.00
REGIONAL OFFICE NO. XII inc. ARMM	6,750,715,658.00	3,045,928,594.00	10,713,227,448.00	20,509,871,700.00	4,394,762,768.00	24,904,634,468.00
REGIONAL OFFICE NO. XIII (CARAGA)	3,694,812,684.00	2,969,195,342.00	4,897,601,472.00	11,561,609,498.00	1,901,273,906.00	13,462,883,404.00
GRAND TOTAL	79,911,206,008.00	78,092,110,940.00	116,527,743,675.00	274,531,060,623.00	67,013,685,377.00	341,544,726,000.00

LBP Form No. 1					
STATEMENT OF RECEIPTS (As Revised)					
Province/City/Municipality					
General Fund					
Particulars (1)	Account Code (2)	Income Classification (3)	Amounts		
			Past Year (Actual) (4)	Current Year (Estimate) (5)	Budget Year (Proposed) (6)
I. Beginning Cash Balance					
II. Receipts:					
A. Local (Internal) Sources					
1. Tax Revenue					
a. Real Property Tax					
b. Special Education Fund Tax					
c. Other Local Taxes					
Total Tax Revenue					
2. Non-Tax Revenue					
a. Regulatory Fees					
1. License Fees					
2. Permit Fees					
3. Other Fees					
b. Business and Service Income					
c. Other Income/Receipts					
Total Non-Tax Revenue					
B. External Sources					
1. Shares from National Internal Revenue Taxes (IRA)					
2. Share from GOCCs					
1. Other Shares from National Tax Collections					
a. Share from Ecozone					
b. Share from EVAT					
c. Share from National Wealth					
d. Share from Tobacco Excise Tax					
4. Extraordinary Receipts					
a. Grants and Donations					
b. Other Subsidy Income					
5. Inter-local Transfers					
a. Subsidy from LGUs					
b. Subsidy from Other Funds					
6. Capital/Investment Receipts					
a. Gain on Sale of Assets					
b. Gain on Investments					
C. Receipts from Loans and Borrowings					
Total Receipts					
Less: Special Education Fund Tax					
Total Available Resources for Appropriation					

Continuation of LBP Form No. 1

We hereby certify that the foregoing estimated receipts are reasonably projected as collectible for the Budget Year.

LOCAL TREASURER

LOCAL BUDGET OFFICER

**LOCAL PLANNING
AND DEVELOPMENT
COORDINATOR**

LOCAL ACCOUNTANT

Approved by:

LOCAL CHIEF EXECUTIVE

LBP Form No. 2

STATEMENT OF RECEIPTS AND EXPENDITURES

Province/City/Municipality

General Fund

Particulars (1)	Account Code (2)	Past Year (Actual) (3)	CURRENT YEAR APPROPRIATION		
			First Semester (Actual) (4)	Second Semester (Estimate) (5)	TOTAL (6)
I. Beginning Cash Balance					
II. Receipts					
A. Local Sources					
1. Tax Revenue					
a. Real Property Tax					
b. Special Education Tax					
c. Other Local Taxes					
Total Tax Revenue					
2. Non-Tax Revenue					
a. Regulatory Fees					
1. License Fees					
2. Permit Fees					
3. Other Fees					
b. Business and Service Income					
c. Other Income/Receipts					
Total Non-Tax Revenue					
B. External Sources					
1. Share from National Internal Revenue Taxes (IRA)					
2. Shares from GOCCs					
2. Other Shares from National Tax Collections					
a. Share from Ecozone					
b. Share from EVAT					
c. Share from National Wealth					
d. Share from Tobacco Excise Tax					
4. Extraordinary Receipts					
a. Grants and Donations					
b. Other Subsidy Income					
5. Inter-local Transfers					
a. Subsidy from LGUs					
b. Subsidy from Other Funds					
6. Capital/Investment Receipts					
a. Gain on Sale of Assets					
b. Gain on Investments					
C. Receipts from Loans and Borrowings					
Total Receipts (I + II)					

Continuation of LBP Form No. 2

III. Expenditures					
A. General Public Services					
B. Economic Services					
C. Social Services					
D. Other Services					
TOTAL EXPENDITURE					
IV. Ending Balance (I = II) - III					
Certified Correct:					
_____ LOCAL TREASURER	_____ LOCAL BUDGET OFFICER	_____ LOCAL ACCOUNTANT			
Approved:					
_____ LOCAL CHIEF EXECUTIVE					

LBP Form No. 3

**PROGRAMMED APPROPRIATION AND OBLIGATION
BY OBJECT OF EXPENDITURE**

OFFICE / SPECIAL PURPOSE APPROPRIATIONS:

Object of Expenditure (1)	Account Code (2)	Past Year (Actual) (3)	Current Year (Estimate) (4)	Budget Year (Proposed) (5)
1.0 Current Operating Expenditures 1.1 Personal Services Salaries and Wages – Regular Salaries and Wages – Others _____ _____ 1.2 Maintenance and Other Operating Expenses Travel Expenses Training and Scholarship Expenses _____ _____ 2.0 Capital Outlay Buildings and Other Structures Office Equipment Land Transport Equipment _____ _____ 3.0 Financial Expenses				
Total Appropriations				
Prepared: _____	Reviewed: _____	Approved: _____		
Department Head	Local Budget Officer	Local Chief Executive		

LBP Form No. 3A

**PROGRAMMED APPROPRIATION AND OBLIGATION
BY OBJECT OF EXPENDITURE**

SUMMARY FOR ALL OFFICES / SPECIAL PURPOSE APPROPRIATIONS:

Object of Expenditure (1)	Account Code (2)	Past Year (Actual) (3)	Current Year (Estimate) (4)	Budget Year (Proposed) (5)
4.0 Current Operating Expenditures 1.1 Personal Services Salaries and Wages – Regular Salaries and Wages – Others _____ _____ 1.2 Maintenance and Other Operating Expenses Travel Expenses Training and Scholarship Expenses _____ _____ 5.0 Capital Outlay Buildings and Other Structures Office Equipment Land Transport Equipment _____ _____ 6.0 Financial Expenses				
Total Appropriations				
Prepared: _____	Reviewed: _____	Approved: _____		
Department Head	Local Budget Officer	Local Chief Executive		
This form is intended to reflect the summary of Programmed Appropriation and Obligation by Object of Expenditure for all offices as reflected in LBP Form No. 3				

LBP Form No. 4

PERSONNEL SCHEDULE
 Budget Year : _____
 Province/City/Municipality: _____

OFFICE: _____

Item Number (1)	Position Title (2)	Name of Incumbent (3)	Current Year Authorized Rate/Annum		Budget Year Proposed Rate/Annum		Increase/Decrease (8)
			SG/Step (4)	Amount (5)	SG/Step (6)	Amount (7)	

Prepared: _____ Reviewed: _____
Human Resource Management Officer **Local Budget Officer**

Approved: _____
Local Chief Executive

LBP Form No. 5						
FUNCTIONAL STATEMENTS, OBJECTIVES and EXPECTED RESULTS						
Department/Office : _____						
Budget Year _____						
I. FUNCTIONAL STATEMENTS						
II. OBJECTIVES						
III. PROGRAMS/PROJECTS/ACTIVITIES						
Reference Code	Program/Project /Activity Description	Cost ('000)	Performance/ Output Indicator	Annual Targets	Implementation Schedule	
					FROM	TO
(1)	(2)	(3)	(4)	(5)	(6)	(7)
Prepared:		Reviewed:		Approved:		
Department Head		Local Budget Officer		Local Chief Executive		
Reviewed as to consistency with approved AIP.						

LBP Form No. 6**STATEMENT OF DEBT SERVICE**Budget Year : _____
Province/City/Municipality: _____

FUND/SPECIAL ACCOUNT:

Creditor (1)	Date Contracted (2)	Term (3)	Principal Amount (4)	Previous Payments Made (5)			Amount Due (Budget Year) (6)			Balance of the Principal (7)
				Principal	Interest	Total	Principal	Interest	Total	
TOTAL										
Certified Correct:						Noted:				
Local Accountant						Local Chief Executive				

LBP Form No. 7	
STATEMENT OF STATUTORY/CONTRACTUAL OBLIGATIONS AND BUDGETARY REQUIREMENTS	
Budget Year: _____ Province/City/Municipality: _____	
<p>1. Statutory and Contractual Obligations</p> <p>1.1 5% MMDA Contribution for LGUs in NCR only (R.A. No. 7924)</p> <p>1.2 Prior Years' Obligation (if any)</p> <p>1.3 Terminal Leave and Retirement Gratuity Benefits (compulsory retirement age/end of term for elective officials)</p> <p>1.4 Debt Service</p>	A m o u n t
<p>2. Budgetary Requirements</p> <p>2.1 20% of IRA for Development Fund</p> <p>2.2 5% Calamity Fund</p> <p>2.3 Financial Assistance to Barangays (P1,000 minimum aid)</p>	A m o u n t
TOTAL	
<p>Certified Correct: _____ Approved: _____</p> <p>Local Finance Committee:</p> <p>_____</p> <p>_____</p> <p>_____</p>	
Local Budget Officer Executive	Local Treasurer
	Local Planning and Development Officer
	Local Chief

LBP Form No. 8						
STATEMENT OF FUND OPERATION						
Budget Year: _____						
Province/City/Municipality: _____						
FUND/SPECIAL ACCOUNT:						
Particulars (1)	Account Code (2)	General Public Services (3)	Social Services (4)	Economic Services (5)	Other Services (5)	TOT AL (6)
I. Beginning Cash Balance						
II. Receipts:						
Total Available Resources for Appropriations (I+II)						
III. Expenditures						
A. Current Operating Expenditures						
1. Personal Services						
Salaries and Wages – Regular						
Salaries and Wages – Others						
Personnel Economic Relief Allowance (PERA)						
Additional Compensation (AdCom)						
Representation Allowance						
Transportation Allowance						
Clothing Uniform Allowance						
Year-end Bonus						
Other Bonuses and Allowances						
Honoraria						
Life & Retirement Insurance						
Contributions						
PAG-IBIG Contributions						
PHILHEALTH Contributions						
ECC Contributions						
Pension Benefits – Regular						
Retirement Benefits – Regular						
Vacation and Sick Leave Benefits						
Other Personnel Benefits						
2. Maintenance and Other Operating						
Expenditure						
Travel Expenses						
Training and Scholarship Expenses						
Water						
Electricity						
Fuel						
Office Supplies Expenses						
Hospital Supplies Expenses						
Medical, Dental & Laboratory Supplies Expenses						
Fuel, Oil & Lubricants Expenses						
Other Supplies Expenses						
Postage and Deliveries						
Telephone Expenses – Landline						
Telephone Expenses – Mobile						

CY _____ Annual Investment Program (AIP)
By Program/Project/Activity by Sector
As of _____

Province/City/Municipality/Barangay: _____

AIP REFERENCE CODE (1)	PROGRAM/PROJECT/ACTIVITY DESCRIPTION (2)	IMPLEMENTING OFFICE/DEPARTMENT (3)	SCHEDULE OF IMPLEMENTATION		EXPECTED OUTPUTS (6)	FUNDING SOURCE (7)	AMOUNT (in thousand pesos)			
			STARTING DATE (4)	COMPLETION DATE (5)			Personal Services (PS) (8)	Maintenance and Other Operating Expenses (MOOE)	Capital Outlay (CO) (10)	TOTAL (11)
General Public Services (10)										
Economic Services (80)										
Social Services (30)										

Prepared By:

Attested by:

Planning Officer/PLDC

Budget Officer

Local Chief Executive

Date: _____

Date: _____

Date: _____

FY 2014 COMPUTATION OF IRA SHARES OF LGUs

Illustration:

IRA for CY 2014:

40% of National Internal Revenue Tax collection for the 3rd fiscal year preceding the current fiscal year (base year 2011)	P 341,544,726,000
Less: Guaranteed share equivalent to cost of devolved function (CODEF) as of December 31, 1992	<u>6,476,399,120</u>
Net IRA for distribution to LGUs per Section Nos. 284 and 285 of the Local Government Code	<u>P 335,068,326,880</u>

Breakdown:

Level of LGU	%	Share Based on CODAL	CODEF	Total Share
Provinces	23	P 77,065,715,182	P 2,845,490,826	P 79,911,206,008
Cities	23	77,065,715,182	1,026,395,758	P 78,092,110,940
Municipalities	34	113,923,231,140	2,604,512,536	P 116,527,743,676
Barangays	<u>20</u>	<u>67,013,665,376</u>	<u>-</u>	<u>P 67,013,665,376</u>
TOTAL IRA	<u>100</u>	<u>P 335,068,326,880</u>	<u>P 6,476,399,120</u>	<u>P 341,544,726,000</u>
				274,531,060,624
				<u>67,013,665,376</u>
				<u>341,544,726,000</u>

Breakdown of IRA for Provinces:

%	Factor	Amount
50	Population of 71,702,609	P 38,532,857,591
25	Land area of 325,499.41 sq. kms.	19,266,428,796
<u>25</u>	Equal Sharing for 81 provinces	<u>19,266,428,796</u>
<u>100</u>		<u>P 77,065,715,182</u>

Sample computation of IRA for the Province of Camarines Sur with a population of 1,647,440 and land area of 5,380.78 sq. kms.

Share of the Province of Camarines Sur based on population:

$$\begin{aligned}
 &= \frac{\text{Population of the specific province}}{\text{Total population of all provinces}} \times \text{Share of provinces based on population} \\
 &= \frac{1,647,440}{71,702,609} \times P 38,532,857,591 \\
 &= \underline{P 885,331,396}
 \end{aligned}$$

Share of the Province of Camarines Sur based on land area:

=	$\frac{\text{Land area of the specific province}}{\text{Total land area of all provinces}}$	X	Share of provinces based on land area
=	$\frac{5,380.78 \text{ sq. kms.}}{325,499.41 \text{ sq. kms.}}$	X	₱19,266,428,796
=	<u>₱ 318,490,331</u>		

Equal sharing:

=	$\frac{\text{Share of provinces based on equal sharing}}{\text{Total number of provinces}}$
=	$\frac{19,266,428,796}{81}$
=	<u>₱ 237,857,146</u>

IRA share of the Province of Camarines Sur:

Based on population	₱ 885,331,396
Based on land area	318,490,331
Based on equal sharing	237,857,146
Add: Share from CODEF	<u>43,502,578</u>

Total IRA of the Province of Camarines Sur

₱ 1,485,181,450 ok 6/11/13 Lls

Breakdown of IRA for Cities:

%	Factor	Amount
50	Population of 36,629,849	₱ 38,532,857,591
25	Land area of 39,027.53 sq. kms.	19,266,428,796
25	Equal sharing for 143 cities	<u>19,266,428,796</u>
<u>100</u>		<u>₱ 77,065,715,182</u>

Sample computation of IRA for Puerto Princesa City with a population of 222,673 and land area of 2,381.02 sq. kms.

Share of Puerto Princesa City based on population:

=	$\frac{\text{Population of the specific city}}{\text{Total population of all cities}}$	X	Share of cities based on population
=	$\frac{222,673}{36,629,849}$	X	₱38,532,857,591
=	<u>₱234,241,397</u>		

Share of Puerto Princesa City based on land area:

$$\begin{aligned}
 &= \frac{\text{Land area of the specific city}}{\text{Total land area of all cities}} \quad X \quad \text{Share of cities based on land area} \\
 &= \frac{2,381.02 \text{ sq. kms.}}{39,027.53 \text{ sq. kms.}} \quad X \quad P \quad 19,266,428,796 \\
 &= \underline{P \quad 1,175,420,333}
 \end{aligned}$$

Equal sharing:

$$\begin{aligned}
 &= \frac{\text{Share of cities based on equal sharing}}{\text{Total number of cities}} \\
 &= \frac{19,266,428,796}{143} \\
 &= \underline{P \quad 134,730,271}
 \end{aligned}$$

IRA share of Puerto Princesa City:

Based on population	234,241,397
Based on land area	P 1,175,420,333
Based on equal sharing	134,730,271
Add: Share from CODEF	<u>3,569,108</u>

Total IRA of Puerto Princesa City

P 1,547,961,109 ok 6/11/13 LIs

Breakdown of IRA for Municipalities:

%	Factor	Amount
50	Population of 55,523,580	P 56,961,615,570
25	Land area of 298,747.15 sq. kms.	P 28,480,807,785
25	Equal sharing for 1,479 muns.	<u>28,480,807,785</u>
<u>100</u>		<u>P 113,923,231,140</u>

Sample computation of IRA for the Municipality of Libmanan, Camarines Sur with a population of 100,002 and land area of 342.82 sq. kms.

Share of the Mun. of Libmanan, Camarines Sur based on population:

$$\begin{aligned}
 &= \frac{\text{Population of the specific municipality}}{\text{Total population of all municipalities}} \quad X \quad \text{Share of municipalities based on population} \\
 &= \frac{100,002}{55,523,580} \quad X \quad P \quad 56,961,615,570 \\
 &= \underline{P \quad 102,592,006}
 \end{aligned}$$

P

Share of the Mun. of Libmanan, Camarines Sur based on land area:

$$\begin{aligned} &= \frac{\text{Land area of the specific municipality}}{\text{Total land area of all municipalities}} \times \text{Share of municipalities based on land area} \\ &= \frac{342.82}{298,747.15 \text{ sq. kms.}} \times 28,480,807,785 \text{ P} \\ &= \frac{32,682,456}{\text{P}} \end{aligned}$$

Equal sharing:

$$\begin{aligned} &= \frac{\text{Share of municipalities based on equal sharing}}{\text{Total number of municipalities}} \\ &= \frac{28,480,807,785}{1,479} \\ &= \frac{19,256,800}{\text{P}} \end{aligned}$$

IRA Share of the Municipality of Libmanan, Camarines Sur:

Based on population	102,592,006
Based on land area	P 32,682,456
Based on equal sharing	19,256,800
Add: Share from CODEF	<u>5,140,940</u>

Total IRA of the Mun. of Libmanan, Camarines Sur 159,672,203 P ok 6/11/13 Lis

Breakdown of IRA for Barangays:

Number of barangays - 41,889
Number of barangays with 100 or more inhabitants - 41,815
Population of barangays nationwide - 91,606,078

Share of Barangays (20%) 67,013,665,376 P

Less: Guaranteed share of barangay with 100 or more inhabitants (41,815 barangays at P80,000) 3,345,200,000

Net IRA for distribution to barangays in accordance with Section Nos. 284 and 285 of the Local Government Code of 1991 63,668,465,376 P

Distribution of Net IRA of P55,820,240,377:

<u>%</u>	<u>Factor</u>	<u>Amount</u>
60	Population of 91,606,078	38,201,079,226
40	Equal sharing for 41,889 brgys.	<u>P 25,467,386,150</u>
100	Total	<u>63,668,465,376</u>
		P

Sample computation of IRA for the Barangay Mambulo Nuevo, Mun. of Libmanan, Camarines Sur with a population of 4,788.

Guaranteed share (with 100 or more inhabitants) 80,000
P

Share based on population:

$$= \frac{\text{Population of the specific barangay}}{\text{Total population of barangays nationwide}} \times \text{Share of barangays based on population}$$

$$= \frac{4,788}{91,606,078} \times 38,201,079,226$$

$$= 1,996,666$$

P

Equal sharing:

$$= \frac{\text{Share of barangays based on equal sharing}}{\text{Total number of barangays}}$$

$$= \frac{25,467,386,150}{41,889}$$

$$= 607,973.12$$

IRA Share of Brgy. Mambulo Nuevo, Mun. of Libmanan, Camarines Sur:

Guaranteed share of barangays with 100 or more inhabitants	80,000
Based on population	P 1,996,666
Based on equal sharing	<u>607,973</u>

**Total IRA of Brgy. Mambulo Nuevo,
Mun. of Libmanan, Camarines Sur**

2,684,639 **ok 6/11/13 LIs**
P