

QUARTERLY PHYSICAL REPORT OF OPERATION  
As of 2020 September 30

Department: Department of Budget and Management (DBM)  
Appropriations: Current Year Appropriations  
Agency: Office of the Secretary  
Operating Unit: Central Office  
Organization Code (UACS): 060010100000  
Report Status: FOR REVIEW

Particulars	UACS CODE	Physical Targets					Physical Accomplishments					Variance as of September 30, 2020	Remarks
		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total		
1	2	3	4	5	6	7=(3+4+5+6)	8	9	10	11	12=(8+9+10+11)	13	14
Part A													
I. Operations													
OO : Allocative efficiency and operational effectiveness enhanced													
<b>ORGANIZATIONAL AND PRODUCTIVITY ENHANCEMENT PROGRAM</b>	310100000000000												
Outcome Indicator													
1. Percentage of targeted agencies with rightsized organizational structure and staffing pattern for the efficient, effective, and economical delivery of services approved within the prescribed period.		--	--	--	80%	80%							
Output Indicators													
1. Percentage of approved actions on organization, staffing, compensation, position classification, management systems improvement and productivity enhancement released by the DBM within the target date		88%	88%	88%	88%	88%	98.64%	100.00%	99.07%		99.24%	11.24%	
2. Percentage of policy guidelines on organization, staffing, compensation, position classification, management systems improvement, and productivity enhancement issued by the DBM within the target date		--	--	--	90%	90%	100.00%	100.00%	100.00%		--	--	Q1: DBM National Budget Circular No. 579 s. 2020: Implementation of the First Tranche of the Modified Salary Schedule for Civilian Personnel in the National Government Pursuant to Republic Act (RA) No. 11466  DBM Local Budget Circular No. 121 s. 2020: Implementation of the First Tranche of the Modified Salary Schedule for LG Personnel Pursuant to RA No. 11466  Q2: Budget Circular (BC) No. 2020-2: Guidelines on the Grant of Special Risk Allowance to Frontline Public Health Workers During the Period of Enhanced Community Quarantine Relative to the COVID-19 Outbreak  Administrative Order No. 31 s. 2020: Authorizing The Grant Of Duty Allowance To Government Personnel Who Volunteer For Deployment To The Covid-19 Mega Swabbing Facilities  BC No. 2020-3: Guidelines on the Grant of the COVID-19 Duty Allowance to Government Personnel Who Volunteer for Deployment to the COVID-19 Mega Swabbing Facilities  DBM Circular Letter No. 2020-8 dated 26 May 2020 re: Revised Philippine Government Internal Audit Manual (PGIAM)  Q3: COA-DBM Joint Circular: Updated Rules and Regulations Governing Contract of Service and Job Order Workers in the Government  Administrative Order: Authorizing the Grant of a COVID-19 Special Risk Allowance to Private and Public Health Workers Directly Catering to or in Contact With COVID-19 Patients during the State of National Emergency  AO: Authorizing the Grant of Actual (Active) Hazard Duty Pay to Health Workers Serving in the Frontline during the State of National Emergency  BC No. 2020-04: Upgrading of the Entry Level of Nurse Positions
<b>BUDGET OPERATIONS AND PERFORMANCE MANAGEMENT PROGRAM</b>	310200000000000												
Outcome Indicator													
1. President's proposed appropriations aligned with the government priorities (i.e. Public Infrastructure spending increased, in % GDP)		--	--	--	4.9% of GDP for infrastructure	4.9% of GDP for Infrastructure							
Output Indicators													
1. Budget documents under the responsibility of DBM submitted on time		--	--	100%	--	100%	--	--	100.00%		100.00%	0.00%	Q3: 1. FY 2021 National Expenditure Program (NEP) and Budget of Expenditures and Sources of Financing (BESF) were submitted to the Congress last August 25, 2020; 2. President's Budget Message was submitted last August 20, 2020; and 3. Staffing Summary submitted last August 10, 2020.
2. Percentage of requests for budget variation and authorization acted upon within the prescribed period		93%	93%	93%	93%	93%	99.25%	98.51%	98.27%		98.68%	5.68%	
3. Percentage of Agency Performance Reviews (APRs) conducted within the prescribed period		88%	--	88%	--	88%	100.00%	100.00%	100.00%		100.00%	12.00%	
4. Percentage of targeted number of policy directives / guidelines on budget preparation, execution, and accountability issued on the target date		100%	--	--	100%	100%	100.00%	--	--		100.00%	0.00%	Q1: Issuances on Budget Preparation: Circular Letter (CL) No. 2020-2 dated January 8, 2020 National Budget Memorandum No. 134 dated March 17, 2020 Issuances on Budget Execution: CL No. 2020-1 dated January 2, 2020 National Budget Circular No. 578 dated January 6, 2020 CL No. 2020-3 dated January 20, 2020 CL No. 2020-4 dated February 27, 2020 CL No. 2020-6 dated March 30, 2020 DOF-DBM Joint Circular No. 1 dated March 30, 2020

QUARTERLY PHYSICAL REPORT OF OPERATION  
As of 2020 September 30

Department: Department of Budget and Management (DBM)  
Appropriations: Current Year Appropriations  
Agency: Office of the Secretary  
Operating Unit: Central Office  
Organization Code (UACS): 060010100000  
Report Status: FOR REVIEW

Particulars	UACS CODE	Physical Targets					Physical Accomplishments					Variance as of September 30, 2020	Remarks
		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total		
1	2	3	4	5	6	7=(3+4+5+6)	8	9	10	11	12=(8+9+10+11)	13	14
5. Percentage of budget reviews on LGU Budgets and GOCC Corporate Operating Budgets (COB) completed within the prescribed period													
A. Percentage of budget reviews on GOCC Corporate Operating Budgets (COB) completed within the prescribed period		100%	100%	100%	100%	100%	100.00%	100.00%	100.00%		100.00%	0.00%	Q1: Review on COBs of Philippine National Oil Company (PNOC) and National Power Corporation (NAPOCOR) were completed. Q2: Review on COB of Philippine Sugar Corporation (PHILSUCOR) was completed. Q3: Review on Philippine Fisheries Development Authority (PFDA), Metropolitan Waterworks and Sewerage System Regulatory Office (MWSS-RO), PNOC, NAPOCOR, National Electrification Administration (NEA), Philippine Charity Sweepstakes Office (PCSO) Employees Compensation Commission (ECC) & Occupational Safety and Health Center (OSHC), Light Rail Transit Authority (LRTA), Philippine Reclamation Corp. (PRECA), Laguna Lake Development Authority (LLDA), and Tourism Promotions Board (TPB) were completed.
B. Percentage of LGUs budgets submitted with complete documentation reviewed within 75 days		98%	98%	98%	98%	98%	100.00%	100.00%	100.00%		100.00%	2.00%	
<b>LOCAL EXPENDITURE MANAGEMENT POLICY DEVELOPMENT PROGRAM</b>	3103000000000000												
<b>Outcome Indicator</b>													
1. Percent increase in the rating for the two identified dimensions of PFM, i.e. credibility of the budget and policy-based budgeting, of LGUs assessing their PFM systems using the PFM Assessment Tool (PFMAT) for LGUs		--	--	--	12%	12%							
<b>Output Indicator</b>													
1. Percentage of targeted number of policy directives/guidelines issued on local expenditure management		100%	100%	100%	100%	100%	100.00%	100.00%	100.00%		100.00%	0.00%	Q1 1. Joint Memorandum Circular (JMC) No. 2020-002 (DBM-DILG) - Provisional Guidelines on the Preparation and Approval of the Annual Investment Programs of Local Government Units in view of the Coronavirus Disease (Covid-19) Situation dated March 30, 2020 2. JMC No. 2020-001 (DBM-DILG) - Additional Guidelines on the Utilization of the Twenty Percent (20%) of the Annual Internal Revenue Allotment for Development of Projects in View of the Coronavirus Disease 2019 (Covid-19) Situation dated March 27, 2020 3. Local Budget Circular (LBC) No. 124 - Policy Guidelines on the Provision of Funds by Local Government Units for Programs, Projects, and Activities to Address the Coronavirus Disease (Covid-19) Situation dated March 26, 2020  Q2 1. DA-DBM-NTA JMC No. 2020-1 - Guideline on the Allocation, Release and Utilization of the Shares of Local Government Units (LGUs) from the Revenues from Excise Taxes on Tobacco Products Pursuant to Republic Act (RA) No. 8240, as Amended by RA No. 10351, and as Further Amended by RA No. 11346, and Collections from the Proceeds of the Excise Taxes on Locally Manufactured Virginia-Type Cigarettes Pursuant to RA No. 7171, as Incorporated in RA No. 8424, as Amended dated June 25, 2020 2. Local Budget Memorandum No. 80 - Indicative FY 2021 Internal Revenue Allotment (IRA) Shares of Local Government Units (LGUs) and Guidelines on the Preparation of the FY 2021 Annual Budgets of LGUs dated May 18, 2020 3. LBC No. 126 - Guidelines on the Release and Utilization of the Bayanihan Grant to Provinces dated April 13, 2020 4. LBC No. 125 - Guidelines on the Release and Utilization of the Bayanihan Grant to Cities and Municipalities dated April 7, 2020  Q3 1. CL No. 2020-10 - Reminder to the Local Government Units Regarding the Utilization of their Respective Allocations from the Bayanihan Grant and Submission and Posting of the Required Reports dated July 10, 2020 2. CL No. 2020-11 - Warning Against Individuals or Organized Groups Claiming to have the Capacity or Influence to Facilitate the Release of Funds to Local Government Units dated August 20, 2020 3. DepEd-DBM-DILG JMC No. 1, s.2020 - Addendum to DepEd-DBM-DILG JC No. 1, s. 2017 dated January 19, 2017, entitled, "Revised Guidelines on the Use of the Special Education Fund (SEF)" dated August 27, 2020
OO : Budget improved through sustainable fiscal discipline and fiscal openness													
<b>FISCAL DISCIPLINE AND OPENNESS PROGRAM</b>	3201000000000000												
<b>Outcome Indicators</b>													
1. Expenditure level kept within the target NG fiscal deficit-to-GDP ratio set by the DBCC		--	--	--		Disbursement kept within the deficit target approved by the DBCC							
2. Targeted PEFA or IMF-FTA budget indicators improved		--	--	--		Improved PI-1 and PI-2 PEFA indicator for the 4 Pilot Agencies							

QUARTERLY PHYSICAL REPORT OF OPERATION  
As of 2020 September 30

Department: Department of Budget and Management (DBM)  
 Appropriations: Current Year Appropriations  
 Agency: Office of the Secretary  
 Operating Unit: Central Office  
 Organization Code (UACS): 060010100000  
 Report Status: FOR REVIEW

Particulars	UACS CODE	Physical Targets					Physical Accomplishments					Variance as of September 30, 2020	Remarks
		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total		
1	2	3	4	5	6	7=(3+4+5+6)	8	9	10	11	12=(8+9+10+11)	13	14
3. Philippines' score in the Open Budget Survey (OBS) improved		--	--	--	At least 69	At least 69							
Output Indicators													
1. Percentage of targeted number of budget policy advisories submitted to and approved within one (1) revision by the DBCC		--	--	--	100%	100%	--	100.00%	100.00%		--	--	<p>Q2</p> <p>The Medium-Term Aggregate Fiscal Targets for the FY 2021 Budget Priorities Framework (BPF) was approved as presented during the special Development Budget Coordination Committee (DBCC) Meeting on May 12, 2020. In addition, a demand-driven Budget Policy Advisories (BPA), the revised Fys 2020 and 2021, was submitted as instructed by the DBCC Principals during the Economic Development Cluster (EDC) meeting on May 19, 2020 to increase the deficit program in FYs 2020-2021. The DBCC Ad Referendum was submitted to the DBCC Principals on May 27, 2020 and was approved on June 01, 2020.</p> <p>For the targeted Q2 BPAs, the FY 2020 Quarterly Fiscal Program of the National Government was approved by the DBCC via Ad Referendum on March 27, 2020.</p> <p>Q3: This refers to the targeted BPA namely the Recommendation to the DBCC for the Approval of the Medium-Term Fiscal Program (MTFP) for the FY 2021 Budget of Expenditures and Sources of Financing (BESF). This was initially targeted to be accomplished in the second quarter of 2020. However, the DBCC meeting where the said BPA will be discussed was scheduled on July 16, 2020. During the meeting, the DBCC approved the disbursements portion of the MTFP but instructed the DOF to review and update the revenues to reflect the latest macroeconomic developments.</p> <p>The DBCC Ad Referendum, which contains the updated MTFP, was submitted to the DBCC principals on July 23, 2020 and the signing of all DBCC principals was completed on July 28, 2020.</p>
2. Percentage of PEM reforms approved by Authorities and issued through policy guidelines / directives		90%	90%	90%	90%	90%	100.00%	100.00%	100.00%		100.00%	10.00%	<p>Q1: There were five (5) activities under the Budget Reform Program that were held during January to February of 2020. Please see attached Annex-A for details. These were demand-driven activities that were conducted upon the request of the departments/ agencies and/or instruction of concerned officials. Please note that there were no PEM reform activities conducted in March 2020 due to the COVID-19 outbreak and the implementation of the Enhanced Community Quarantine in Luzon.</p> <p>The other targeted PEM reforms, as agreed during the FY 2020 Pre-Strategic Plan Mid-Term Review (Pre-SPMR) on October 4, 2019 and the FY 2020 DBM SPMR on October 9-11, 2019, were not accomplished due to factors external to the Bureau. The development of an enhanced Medium-Term Expenditure Plan (MTEP) Manual is still ongoing under a technical assistance from the USAID. Initial documents on the MTEP Manual were shared in March 2020 with the USAID team for their review.</p> <p>Q2: There were two (2) activities under the Information-Education Campaign (IEC) and Audio-Visual Production (AVP) Materials on Cash Budgeting System (CBS), three (3) activities under the Development of an Enhanced MTEP Manual, and one (1) activity under the Budget Reform Program that were conducted/held.</p> <p>Q3: There were four (4) activities on the Development of an Enhanced MTEP Manual, two (2) activities on the IEC and AVP materials on CBS, and an activity under the Budget Reforms Program that were conducted/held in the third quarter.</p>
3. All seven (7) essential budget documents (in the OBI) under DBM responsibility published on time		1	--	4	2	7	0	1	2		3	-2	<p>Q2: The FY 2021 Budget Priorities Framework (BPF), was published on the DBM Website on May 22, 2020. In addition, the FY 2020 National Government Disbursement Performance Reports for January-February were published in the DBM website on April 27, 2020.</p> <p>Q3: The President's Budget Message was submitted on August 20, 2020 and FY 2021 NEP and BESF submitted to Congress last August 25, 2020</p>

Prepared By:

In coordination with:

Approved by:

ROWEL D. ESCALANTE  
OIC-Director, CPMS

DANTE B. DE CHAVEZ  
Director, FS

CLARITO ALEJANDRO DL. MAGSINO  
Assistant Secretary, Internal Management Head



KLD / MJVB