



# MAXIMIZING THE USE OF RVAT



**Secretary Rolando Andaya**  
**Department of Budget and Management**  
**Interim PDF Meeting**  
**August 20, 2008**  
**New World Hotel, Makati**

# FY 2008 fiscal program revised to respond to recent developments

- Revenue windfall of P18.6 billion to fund subsidies to the poor
- A maximum of P75 billion deficit to increase priority spending

## Fiscal Program, 2007-2008

Particulars	2007 Actual	2008	
		Approved	Emerging
<u>Levels in Billion Pesos</u>			
Revenues	1,136.6	1,236.2	1,250.9
Disbursements	1,149.0	1,236.2	1,325.9
Deficit	(12.4)	0.0	(75.0)
Obligation Budget	1,155.0	1,226.7	1,320.3
<u>As percent of GDP</u>			
Revenues	17.1	17.0	16.3
Disbursements	17.3	17.0	17.3
Deficit	(0.2)	-	(1.0)
Obligation Budget	17.4	16.8	17.2



# RVAT collections funding additional infrastructure and social spending...

In million pesos

Year	Total RVAT Collections
2006	76,888
2007	88,934
2008*	99,066

\*2008 RVAT program



# 2008 Programs that will be Forgone if RVAT is Discontinued (1)

Department of Education (1)	
Particulars	Amount (PB)
<b>TOTAL, DepEd</b>	<b>15.9</b>
14,928 teaching positions to be created	1.9
171,617 teachers and 4,882 supervisors to be trained in Math/Science/English	0.9
MOOE to rationalize provision for the same in DepEd schools	2.1
4,768 classrooms to be constructed Built-in (4,394 classrooms for P 2.15B) SPF ( 374 classrooms for .24B)	2.4
Quick Response Fund for the repairs of 6,000 classrooms	0.3



# 2008 Programs that will be Forgone if RVAT is Discontinued (2)

Department of Education (2)		
Particulars		Amount (PB)
Minor repair of school		0.9
Malusog na Simula, Yaman ng Bayan		3.3
Pre-School 1,046,675 five year-olds in 4th-6th class municipalities		1.8
Scholarship		0.9
CHED	0.22	
TESDA	0.36	
PSHS	0.03	
DOST-OSEC	0.24	
NCIP	0.03	
DepEd Computerization Program		0.26
Redesigned Tech-Voc High School Program		0.53
Basic Madrasah		0.2
School-based Management Installation and Support (school improvement plans)		0.5
Library Hubs		0.1



# 2008 Programs that will be Forgone if RVAT is Discontinued (3)

DEPARTMENT OF HEALTH	
Particulars	Amount (PB)
<b>TOTAL, DOH</b>	<b>8.25</b>
19,912 Botika ng Barangay	0.50
Other Health Programs of which:	0.48
Immunization Program for 2.7M children 39M	
Establishment of New Rehabilitation Centers - 79M	
Obstetric care at the rural health level, including Vitamin A and iron supplements for low birth infants	1.00
Tuberculosis Control	0.54
Prevention of infectious diseases	0.99
Establishment of Rehab Centers	0.24



# 2008 Programs that will be Forgone if RVAT is Discontinued (4)

Department of Social Welfare and Development	
Particulars	Amount (PB)
<b>TOTAL, DSWD</b>	<b>2.55</b>
KALAHI-CIDSS	1.63
Tindahan Natin (6,445 TNOs)	0.16
Ahon Pamilyang Pilipino (20,000 poor families)	0.30
Core Shelter Assistance Project	0.13
Haven for the Elderly	0.23
Children with Conflict with the Law Project	0.1



# 2008 Programs that will be Forgone if RVAT is Discontinued (5)

INFRASTRUCTURE	
Particulars	Amount (PB )
Department of Public Works and Highways	20.5
Department of Transportation and Communications	2.43



# 2008 Programs that will be Forgone if RVAT is Discontinued (6)

Particulars	Amount (PB)
AFMA	5.40
Pension Adjustment of Military and Uniformed Personnel	2.60
Overseas Allowance for foreign service posts	3.73
Provision for Machine Readable Passports	2.69
Salary Adjustment	26.40
Kalayaan sa Barangay Program	1.00
Kilos Asenso Support Fund	2.00
NHA Resettlement Program	4.90
NSO Family Survey	0.17



# 2008 Programs that will be Forgone if RVAT is Discontinued (7)

Particulars	Amount (PB)
Department of Finance Projects to improve Tax Collection	0.98
Tax Computerization Program (BIR)	0.82
Non-Intrusive Container Inspection System (BOC)	0.16
DILG-BFP Acquisition of Firetrucks	0.30
Department of Justice Construction and Repairs of Halls of Justice	0.20
<b>GRAND TOTAL</b>	<b><u>100.04</u></b>



# Windfall revenue funding pro-poor programs

## LIST OF PROGRAMS AND RELEASES DUE TO WINDFALL REVENUES FOR THE FIRST FOUR MONTHS OF 2008

	Amount (PM)
Social Services	
Pantawid Kuryente Program	2,000
Student Assistance Fund for Education	<u>1,000</u>
Sub-total	3,000
Infrastructure	
Phil. Energy Efficiency Program	<u>500</u>
Total Releases	<u><u>3,500</u></u>



# Source of appropriations

## Uses of Unprogrammed Fund – Special Provisions

“Section 1. Release of the Fund. Amounts appropriated shall be released only when the revenue collections exceed the original revenue targets submitted by the President of the Philippines to Congress pursuant to Section 22, Article VII of the Constitution: Provided that collections arising from sources not considered in the aforesaid original revenue targets may be used to cover releases from appropriations in this fund: Provided, Further that in the case of foreign-assisted projects, the existence of a perfected loan agreement shall be sufficient compliance for the issuance of a Special Allotment Release Order (SARO) covering the loan proceeds. Provided Furthermore, That no amount of Unprogrammed Fund shall be funded out of the savings generated from the programmed items in this Act.”



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## Thank you!

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