

D. BUREAU OF CUSTOMS

For general administration and support, and operations, including locally-funded project(s), as indicated hereunder..P 2,616,772,000
=====

New Appropriations, by Program
=====

	Current Operating Expenditures			
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
PROGRAMS				
General Administration and Support	P 365,191,000	P 230,002,000	P	P 595,193,000
Operations	1,010,759,000	653,950,000	356,870,000	2,021,579,000
CUSTOMS REVENUE ENHANCEMENT PROGRAM	755,492,000	450,151,000	356,870,000	1,562,513,000
CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM	255,267,000	203,799,000		459,066,000
TOTAL NEW APPROPRIATIONS	P 1,375,950,000	P 883,952,000	P 356,870,000	P 2,616,772,000

Special Provision(s)

1. Super Green Lane Fund. In addition to the amounts appropriated herein, Fifty Million Pesos (P50,000,000) shall be used for the maintenance and improvement of the operations of the Super Green Lane Facility, including the Automated Customs Operation System and related computer systems sourced from service fees collected from importers utilizing the Facility.

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.

2. Non-Intrusive Container Inspection System Project Fund. In addition to the amounts appropriated herein, Two Hundred Ninety Seven Million Four Hundred Twenty Eight Thousand Pesos (P297,428,000) shall be used for the maintenance, improvement, and upgrading of the Non-Intrusive Container Inspection System sourced from the mandatory container security fee imposed on every 40 and 20-footer container or twenty equivalent units under the System.

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.

3. Tax Refund. The amount of Fourteen Billion Five Hundred Thirty Two Million Four Hundred Seventy Five Thousand Pesos (P14,532,475,000) shall be used for the following:

(a) Refund of excess or erroneous collection of value-added tax (VAT) and other internal revenue taxes in accordance with Section 229 of R.A. No. 8424, including legal interest thereon treated as related expense; and

(b) Monetization of VAT Tax Credit Certificates (TCCs) as part of the TCC Monetization Program.

The amount intended for the payment of VAT refunds shall be limited to five percent (5%) of the total VAT collections of the BOC from the immediately preceding year, while those for payment of other tax refunds shall be sourced from the current year's revenue tax collections of the BOC. All tax refund payments shall be subject to the following: (i) adjustment of the report on BOC revenue tax collections equivalent to the tax refund for current and prior years; and (ii) COA audit.

The amount herein shall be treated as trust receipts, subject to reversion of any unutilized amount at the end of the year to the unappropriated surplus of the General Fund in accordance with Section 31 of R.A. No. 10963 and Section 45, Chapter 5, Book VI of E.O. No. 292.

4. Informer's Reward. Twenty percent (20%) of the actual proceeds from the sale of smuggled and confiscated goods or collected penalties established by law may be given as informer's reward to persons instrumental in the actual collection of additional revenues in accordance with Section 1512 of R.A. No. 10863.

Said amount, sourced from the proceeds of sale of smuggled and confiscated goods or collected penalties, shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

5. Disposition of Forfeited Motor Transport Equipment and other Articles. Motor transport equipment and other articles forfeited or abandoned in favor of the government shall be sold at public auction by the BOC upon approval by the DOF. The proceeds of the sale shall be deposited with the National Treasury as income of the General Fund in accordance with Section 44, Chapter 5, Book VI of E.O. No. 292.

Any government agency participating in the said auction shall pay out of its programmed budget for the purpose, subject to the rules and regulations on the acquisition and use of government motor vehicles.

The Commissioner of Customs and the Bureau's web administrator or his/her equivalent shall be responsible for ensuring that the list of forfeited or abandoned motor equipment and other articles that have been sold in auction are posted on the BOC website.

6. Reporting and Posting Requirements. The BOC shall submit quarterly reports on its financial and physical accomplishments, within thirty (30) days after the end of every quarter, through the following:

- (a) Unified Reporting System (URS) or other electronic means for reports not covered by the URS; and
- (b) BOC's website.

The BOC 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.

7. Appropriations for Activities or Projects. The amounts appropriated herein shall be used specifically for the following activities or projects in the indicated amounts and conditions:

New Appropriations, by Programs/Activities/Projects
=====

	<u>Current Operating Expenditures</u>			<u>Total</u>
	<u>Personnel Services</u>	<u>Maintenance and Other Operating Expenses</u>	<u>Capital Outlays</u>	
PROGRAMS				
General Administration and Support				
General management and supervision	P 193,599,000	P 230,002,000		P 423,601,000
National Capital Region (NCR)	100,363,000	181,535,000		281,898,000
Central Office	66,230,000	157,180,000		223,410,000
Collection District II - A - Port of Manila	14,618,000	9,091,000		23,709,000
Collection District II - B - Manila International Container Port	9,812,000	8,667,000		18,479,000
Collection District III - Ninoy Aquino International Airport	9,703,000	6,597,000		16,300,000
Region I - Ilocos	4,513,000	3,037,000		7,550,000
Collection District I - Port of San Fernando	4,513,000	3,037,000		7,550,000
Region II - Cagayan Valley	1,024,000	1,193,000		2,217,000
Collection District XV - Port of Aparri	1,024,000	1,193,000		2,217,000
Region III - Central Luzon	27,251,000	3,558,000		30,809,000
Collection District XIII - Port of Subic	6,199,000	2,266,000		8,465,000
Collection District XIV - Port of Clark	16,408,000	970,000		17,378,000

GENERAL APPROPRIATIONS ACT, FY 2019

Collection District XVI - Port of Limay	4,644,000	322,000	4,966,000	
Region IVA - CALABARZON	6,166,000	4,485,000	10,651,000	
Collection District IV - Port of Batangas	6,166,000	4,485,000	10,651,000	
Region V - Bicol	3,885,000	1,569,000	5,454,000	
Collection District V - Port of Legaspi	3,885,000	1,569,000	5,454,000	
Region VI - Western Visayas	5,915,000	2,199,000	8,114,000	
Collection District VI - Port of Iloilo	5,915,000	2,199,000	8,114,000	
Region VII - Central Visayas	8,853,000	5,608,000	14,461,000	
Collection District VII - Port of Cebu	8,853,000	5,608,000	14,461,000	
Region VIII - Eastern Visayas	5,307,000	2,897,000	8,204,000	
Collection District VIII - Port of Tacloban	5,307,000	2,897,000	8,204,000	
Region IX - Zamboanga Peninsula	5,952,000	2,511,000	8,463,000	
Collection District XI - Port of Zamboanga	5,952,000	2,511,000	8,463,000	
Region X - Northern Mindanao	7,062,000	3,498,000	10,560,000	
Collection District X - Port of Cagayan de Oro	7,062,000	3,498,000	10,560,000	
Region XI - Davao	11,236,000	14,318,000	25,554,000	
Collection District XII - Port of Davao	11,236,000	14,318,000	25,554,000	
Region XIII - CARAGA	6,072,000	3,594,000	9,666,000	
Collection District IX - Port of Surigao	6,072,000	3,594,000	9,666,000	
Administration of Personnel Benefits	171,592,000		171,592,000	
National Capital Region (NCR)	171,592,000		171,592,000	
Central Office	171,592,000		171,592,000	
Sub-total, General Administration and Support	365,191,000	230,002,000	595,193,000	
Operations				
Revenue collection improved	755,492,000	450,151,000	356,870,000	1,562,513,000
CUSTOMS REVENUE ENHANCEMENT PROGRAM	755,492,000	450,151,000	356,870,000	1,562,513,000
Legal Services	118,949,000	88,469,000		207,418,000
National Capital Region (NCR)	115,062,000	86,550,000		201,612,000
Central Office	112,047,000	85,156,000		197,203,000
Collection District II - A - Port of Manila		510,000		510,000

Collection District II - B - Manila International Container Port		480,000		480,000
Collection District III - Ninoy Aquino International Airport	3,015,000	404,000		3,419,000
Region I - Ilocos		129,000		129,000
Collection District I - Port of San Fernando		129,000		129,000
Region III - Central Luzon	3,232,000	147,000		3,379,000
Collection District XIII - Port of Subic	3,232,000	147,000		3,379,000
Region IVA - CALABARZON		552,000		552,000
Collection District IV - Port of Batangas		552,000		552,000
Region VII - Central Visayas		265,000		265,000
Collection District VII - Port of Cebu		265,000		265,000
Region VIII - Eastern Visayas		260,000		260,000
Collection District VIII - Port of Tacloban		260,000		260,000
Region X - Northern Mindanao		188,000		188,000
Collection District X - Port of Cagayan de Oro		188,000		188,000
Region XI - Davao	655,000	291,000		946,000
Collection District XII - Port of Davao	655,000	291,000		946,000
Region XIII - CARAGA		87,000		87,000
Collection District IX - Port of Surigao		87,000		87,000
Information communication and technology support services	42,116,000	124,264,000	86,250,000	252,630,000
National Capital Region (NCR)	42,116,000	124,264,000	86,250,000	252,630,000
Central Office	42,116,000	124,264,000	86,250,000	252,630,000
Examination and appraisal of imports	490,235,000	104,223,000		594,458,000
National Capital Region (NCR)	385,554,000	73,475,000		459,029,000
Central Office	33,051,000	35,935,000		68,986,000
Collection District II - A - Port of Manila	137,766,000	25,296,000		163,062,000
Collection District II - B - Manila International Container Port	73,597,000	5,476,000		79,073,000
Collection District III - Ninoy Aquino International Airport	141,140,000	6,768,000		147,908,000

GENERAL APPROPRIATIONS ACT, FY 2019

Region I - Ilocos	3,474,000	1,608,000	5,082,000
Collection District I - Port of San Fernando	3,474,000	1,608,000	5,082,000
Region II - Cagayan Valley	835,000	608,000	1,443,000
Collection District XV - Port of Aparri	835,000	608,000	1,443,000
Region III - Central Luzon	3,833,000	4,657,000	8,490,000
Collection District XIII - Port of Subic	1,753,000	1,918,000	3,671,000
Collection District XIV - Port of Clark		2,199,000	2,199,000
Collection District XVI - Port of Limay	2,080,000	540,000	2,620,000
Region IVA - CALABARZON	7,858,000	3,620,000	11,478,000
Collection District IV - Port of Batangas	7,858,000	3,620,000	11,478,000
Region V - Bicol	4,569,000	1,124,000	5,693,000
Collection District V - Port of Legaspi	4,569,000	1,124,000	5,693,000
Region VI - Western Visayas	7,536,000	2,233,000	9,769,000
Collection District VI - Port of Iloilo	7,536,000	2,233,000	9,769,000
Region VII - Central Visayas	26,737,000	7,224,000	33,961,000
Collection District VII - Port of Cebu	26,737,000	7,224,000	33,961,000
Region VIII - Eastern Visayas	6,663,000	443,000	7,106,000
Collection District VIII - Port of Tacloban	6,663,000	443,000	7,106,000
Region IX - Zamboanga Peninsula	4,722,000	794,000	5,516,000
Collection District XI - Port of Zamboanga	4,722,000	794,000	5,516,000
Region X - Northern Mindanao	15,260,000	3,240,000	18,500,000
Collection District X - Port of Cagayan de Oro	15,260,000	3,240,000	18,500,000
Region XI - Davao	16,355,000	4,008,000	20,363,000
Collection District XII - Port of Davao	16,355,000	4,008,000	20,363,000
Region XIII - CARAGA	6,839,000	1,189,000	8,028,000
Collection District IX - Port of Surigao	6,839,000	1,189,000	8,028,000
Coordination of the activities of the export control units of various ports	14,471,000	113,081,000	127,552,000
National Capital Region (NCR)	14,471,000	113,081,000	127,552,000
Central Office	14,471,000	113,081,000	127,552,000

Evaluation and classification of importation	6,810,000		6,810,000
National Capital Region (NCR)	6,810,000		6,810,000
Central Office	6,810,000		6,810,000
Warehousing Services	82,911,000	4,114,000	87,025,000
National Capital Region (NCR)	61,252,000	2,242,000	63,494,000
Collection District II - A - Port of Manila	42,572,000	908,000	43,480,000
Collection District II - B - Manila International Container Port	9,571,000	397,000	9,968,000
Collection District III - Minoy Aquino International Airport	9,109,000	937,000	10,046,000
Region I - Ilocos		89,000	89,000
Collection District I - Port of San Fernando		89,000	89,000
Region III - Central Luzon	1,532,000	243,000	1,775,000
Collection District XIII - Port of Subic	1,532,000	165,000	1,697,000
Collection District XIV - Port of Clark		78,000	78,000
Region IVA - CALABARZON	3,119,000	99,000	3,218,000
Collection District IV - Port of Batangas	3,119,000	99,000	3,218,000
Region V - Bicol	606,000	230,000	836,000
Collection District V - Port of Legaspi	606,000	230,000	836,000
Region VII - Central Visayas	5,326,000	365,000	5,691,000
Collection District VII - Port of Cebu	5,326,000	365,000	5,691,000
Region VIII - Eastern Visayas	250,000		250,000
Collection District VIII - Port of Tacloban	250,000		250,000
Region IX - Zamboanga Peninsula	748,000	227,000	975,000
Collection District XI - Port of Zamboanga	748,000	227,000	975,000
Region X - Northern Mindanao	4,356,000	150,000	4,506,000
Collection District X - Port of Cagayan de Oro	4,356,000	150,000	4,506,000
Region XI - Davao	5,217,000	361,000	5,578,000
Collection District XII - Port of Davao	5,217,000	361,000	5,578,000
Region XIII - CARAGA	505,000	108,000	613,000
Collection District IX - Port of Surigao	505,000	108,000	613,000

GENERAL APPROPRIATIONS ACT, FY 2019

Project(s)			
Locally-Funded Project(s)	16,000,000	270,620,000	286,620,000
Customs Automation Project		250,620,000	250,620,000
National Capital Region (NCR)		250,620,000	250,620,000
Central Office		250,620,000	250,620,000
Fraud Analytics	16,000,000		16,000,000
National Capital Region (NCR)	16,000,000		16,000,000
Central Office	16,000,000		16,000,000
Automated Back-up Solution with Storage		20,000,000	20,000,000
National Capital Region (NCR)		20,000,000	20,000,000
Central Office		20,000,000	20,000,000
Secured trade facilitation by international standards achieved	255,267,000	203,799,000	459,066,000
CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM	255,267,000	203,799,000	459,066,000
Surveillance and prevention of smuggling	255,267,000	203,799,000	459,066,000
National Capital Region (NCR)	200,929,000	199,863,000	400,792,000
Central Office	108,855,000	196,546,000	305,401,000
Collection District II - A - Port of Manila	63,146,000	1,095,000	64,241,000
Collection District II - B - Manila International Container Port	16,803,000	1,432,000	18,235,000
Collection District III - Ninoy Aquino International Airport	12,125,000	790,000	12,915,000
Region I - Ilocos	5,958,000	146,000	6,104,000
Collection District I - Port of San Fernando	5,958,000	146,000	6,104,000
Region II - Cagayan Valley	854,000		854,000
Collection District XV - Port of Aparri	854,000		854,000
Region III - Central Luzon	997,000	350,000	1,347,000
Collection District XIII - Port of Subic	245,000	205,000	450,000
Collection District XIV - Port of Clark		145,000	145,000
Collection District XVI - Port of Limay	752,000		752,000
Region IVA - CALABARZON	5,721,000	531,000	6,252,000
Collection District IV - Port of Batangas	5,721,000	531,000	6,252,000

Region V - Bicol	2,509,000	488,000		2,997,000
Collection District V - Port of Legaspi	2,509,000	488,000		2,997,000
Region VI - Western Visayas	4,982,000	179,000		5,161,000
Collection District VI - Port of Iloilo	4,982,000	179,000		5,161,000
Region VII - Central Visayas	9,069,000	1,063,000		10,132,000
Collection District VII - Port of Cebu	9,069,000	1,063,000		10,132,000
Region VIII - Eastern Visayas	2,863,000			2,863,000
Collection District VIII - Port of Tacloban	2,863,000			2,863,000
Region IX - Zamboanga Peninsula	2,628,000	62,000		2,690,000
Collection District XI - Port of Zamboanga	2,628,000	62,000		2,690,000
Region X - Northern Mindanao	9,924,000	188,000		10,112,000
Collection District X - Port of Cagayan de Oro	9,924,000	188,000		10,112,000
Region XI - Davao	6,082,000	768,000		6,850,000
Collection District XII - Port of Davao	6,082,000	768,000		6,850,000
Region XIII - CARAGA	2,751,000	161,000		2,912,000
Collection District IX - Port of Surigao	2,751,000	161,000		2,912,000
Sub-total, Operations	1,010,759,000	653,950,000	356,870,000	2,021,579,000
TOTAL NEW APPROPRIATIONS	P 1,375,950,000	P 883,952,000	P 356,870,000	P 2,616,772,000

New Appropriations, by Object of Expenditures

(In Thousand Pesos)

Current Operating Expenditures

Personnel Services

Civilian Personnel

Permanent Positions

Basic Salary

893,311

Total Permanent Positions

893,311

Other Compensation Common to All

Personnel Economic Relief Allowance

65,424

Representation Allowance

5,490

Transportation Allowance

5,490

Clothing and Uniform Allowance

16,356

Mid-Year Bonus - Civilian

74,445

Year End Bonus

74,445

Cash Gift

13,630

GENERAL APPROPRIATIONS ACT, FY 2019

Productivity Enhancement Incentive	13,630
Step Increment	2,234
	<hr/>
Total Other Compensation Common to All	271,144
	<hr/>
Other Compensation for Specific Groups	
Magna Carta for Public Health Workers	245
Quarters Allowance	8,251
Other Personnel Benefits	8,670
	<hr/>
Total Other Compensation for Specific Groups	17,166
	<hr/>
Other Benefits	
PAG-IBIG Contributions	3,271
PhilHealth Contributions	10,796
Employees Compensation Insurance Premiums	3,271
Retirement Gratuity	21,051
Terminal Leave	150,541
	<hr/>
Total Other Benefits	188,930
	<hr/>
Non-Permanent Positions	5,399
	<hr/>
Total Personnel Services	1,375,950
	<hr/>
Maintenance and Other Operating Expenses	
Travelling Expenses	37,803
Training and Scholarship Expenses	57,312
Supplies and Materials Expenses	160,993
Utility Expenses	104,077
Communication Expenses	55,245
Confidential, Intelligence and Extraordinary Expenses	
Confidential Expenses	69,500
Extraordinary and Miscellaneous Expenses	24,862
Professional Services	135,056
General Services	71,966
Repairs and Maintenance	34,178
Taxes, Insurance Premiums and Other Fees	7,193
Other Maintenance and Operating Expenses	
Advertising Expenses	1,504
Printing and Publication Expenses	2,634
Transportation and Delivery Expenses	3,333
Rent/lease Expenses	7,875
Subscription Expenses	81,821
Other Maintenance and Operating Expenses	28,600
	<hr/>
Total Maintenance and Other Operating Expenses	883,952
	<hr/>
Total Current Operating Expenditures	2,259,902
	<hr/>
Capital Outlays	
Property, Plant and Equipment Outlay	
Machinery and Equipment Outlay	356,870
	<hr/>
Total Capital Outlays	356,870
	<hr/>
TOTAL NEW APPROPRIATIONS	2,616,772
	<hr/>

PERFORMANCE INFORMATION

ORGANIZATIONAL OUTCOMES (Oos) / PERFORMANCE INDICATORS (PIs)	2017 GAA Targets	2017 Actual
Revenue collection improved Collection targets increased	10% increase in the actual cash collection over last year	P458,183M
	40% increase in the proceeds of sale from forfeited and abandoned goods over last year	P1,011,187M
Secured trade facilitation by international standards achieved Ranking/Rating in cargo clearance process improved	Number of documents on exports and imports decreased: < / =5 export docs; < / =6 import docs	< / =4 export docs; < / =5 import docs
	Run After the Smugglers (RATS) cases filed annually	12 cases

MFO / Performance Indicators	2017 GAA Targets	2017 Actual
MFO 1: COLLECTION OF DUTIES AND TAXES		
Collection Performance		
Amount of duties and taxes	P467,896M	P458,184M
Number of entries filed containing commercial goods	750,000	905,376
Estimated potential customs tax effort	3%	2.9%
Percentage of inspections resulting in 10% or greater increase in assessment of duties or taxes	2%	2%
Percentage of customers whose goods are cleared that rate the service as good or better	100%	99.75%
% of prosecutions that result in a favorable judgment for Government	80%	Cases are still pending in the Courts
Percentage of imported goods cleared within 10 days from filing of import declaration	100%	80.52%
Passenger Processing		
Number of inspections that result in detection of one or more irregularities	6,000	5,520
Percentage of passengers and crew who rate the service as good or better	90%	99%
Percentage of prosecutions that result in a favorable judgment for Government	80%	100%
Percentage of arriving international passengers and crew processed within 30 minutes of baggage presentation to customs	90%	100%
Enforcement		
Number of enforcement actions (alerts) undertaken	450	1,661
Percentage of actions that result in favorable judgement	85%	59.19%
Percentage of shipment selected and physically examined or x-rayed resulting to seizures	15%	15%
Percentage of enforcement actions (alerts) completed within 30 days from issuance of alert orders	100%	70.24%

Exports and Warehousing Operations		
Volume of imported goods entered for warehousing and to special economic zones	310,000MT	15,562,375MT
Percentage of customers who report irregularities with respect to their stored goods	0%	0%
Percentage of customers who rate the service as good or better	90%	90%
Percentage of customers who rate timeliness of access to facilities as good or better	95%	95%
Percentage of shipments entered for warehousing legally withdrawn for various purposes within the prescribed period	100%	98%

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

<u>ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)</u>	<u>2018 GAA Targets</u>	<u>Baseline</u>	<u>2019 Targets</u>
Revenue collection improved			
CUSTOMS REVENUE ENHANCEMENT PROGRAM			
Outcome Indicator(s)			
1. Percentage increase in revenue collection	59.9%	N/A	15.6%
2. Proper/efficient examination and appraisal of imported goods resulted to additional revenues	4.65%	N/A	4.65%
3. Apprehension of smuggling activities	60	N/A	60
Output Indicator(s)			
1. Amount of duties and taxes collected and percentage to BESF targets	P637,079M	P458,184M	P561,300M
2. Percentage of imported goods cleared within ten (10) days from filing of import declaration	96.61%	96.61%	96.61%
3. Number of cases filed under the Bureau's Action Team Against Smugglers (BATAS) Program within fifteen (15) days	24 cases	N/A	24 cases
Secured trade facilitation by international standards achieved			
CUSTOMS BORDER PROTECTION AND CARGO CONTROL AND CLEARANCE PROGRAM			
Outcome Indicator(s)			
1. Percentage of enforcement actions undertaken resulting to seizures	2%	N/A	2%
2. Percentage of cargo clearance process improved	6%	N/A	6%
3. Apprehension of anti-social goods from illegal drugs, counterfeit goods, product of environment crimes, etc.	50	N/A	50
Output Indicator(s)			
1. Number of enforcement actions (alerts) undertaken	878	N/A	1,200
2. Percentage of shipment selected and physically examined or x-rayed	2%	N/A	2%
3. Number of cases of anti-social goods seized	50	N/A	50