

**BUREAU OF CUSTOMS (BOC)
NARRATIVE REPORT ON THE UTILIZATION OF FUNDS
FY 2023**

The Budget Utilization of the Bureau of Customs as of December 31, 2023 is P5.018 Billion or 69.71% BUR. The 69.71% obligation BUR was mainly attributed to the legal issues surrounding the Philippine Customs Modernization Project (PCMP) (Civil Case NO. 15-134333, Notice of Order dated February 22, 2022 – Omniprime case); however, without PCMP the BUR of BOC as of December 31, 2023 is 93.72%.

This amount comprises of Obligated Allotment for Personnel Services, Maintenance and Other Operating Expenses and Capital Outlays from all sources of funds.

- 1. Personnel Services (PS) – Php2.158 Billion Pesos was utilized for payment of the following expenditures.**
 - 1.984 Billion Pesos for Personnel Services requirements (including Retirement and Life Insurance Premiums) of filled positions.
 - 163.177 Million Pesos for Terminal Leave Benefits of various retirees.
 - 5.248 Million Pesos for salaries, other compensation and benefits of Non-Permanent Positions (Casual)
 - 5.733 Million Pesos for Loyalty Award of entitled BOC employees

- 2. Maintenance and Other Operating Expenses (MOOE) - Php1.474 Billion Pesos was obligated for operating requirements in line with the implementation of programs/activities in accordance with the Bureau's mandate.**
 - 327.137 Million Pesos for General Administration and Supervision
 - 537.112 Million Pesos for Customs Revenue Enhancement Program
 - 219.347 Million Pesos for Customs Border Protection and Cargo Control and Clearance Program
 - 17.148 Million Pesos was used for trainings and other professional services for the improvement of the operations of Super Green Lane Facility charged against the approved SGL Fund under Automatic Appropriation.
 - 373.694 Million Pesos was utilized for the repair and maintenance of X-ray machines and other related expenses sourced from the Non-Intrusive Container Inspection System Project Fund under Automatic Appropriation.

- 3. Capital Outlays (CO) – Php1.386 Billion Pesos was utilized for the procurement of equipment and various projects needed in the BOC's day-to-day operations.**
 - 224.568 Million was obligated for the New Automated Customs Systems charged against regular appropriation.

Supply, Delivery, Installation, Testing and Commissioning of High Disaster Recovery (DR) Server	58,580,000.00
Provision of Data Center Infrastructure Refresh and Maintenance	15,688,000.00
Provision of Server Storage Expansion for Existing BOC Critical Application	61,500,000.00
Maintenance, Managed Technical Support, and Software and Hardware Upgrade of the Core Relation Database Management system Components	88,800,000.00


- 957.582 Million was utilized for the enhancement and upgrading of the Non-Intrusive Container Inspection Project sourced from the Container Security Fund under Automatic Appropriation.

3 units	Mobile X-rays Upgrade @P119,875,000.00	359,625,000.00
2 units	Checkpoint Baggage Screening System CT Hand Carry Baggage Inspection System @ P59,795,756.70	119,591,000.00
2 units	Explosive Detection System CT Scanner @ P170,836,476.89	341,673,000.00
3 units	TEK84 Intercept High Security Contraband Detection Body Scanners	136,693,000.00

- 79.995 Million was obligated for the procurement of 1 lot Low Orbit Satellite Links charged against the GOP Counterpart appropriation of the Philippine Customs Modernization Project.
- 123.435 Million was utilized for the construction of building and procurement of various equipment charged against the FY 2022 Continuing Appropriation.

Construction of New Building – Port of Iloilo	100,000,000.00
Machinery (Generator Sets, Metered Stamp Machine, Automatic Boom Barrier & Transfer Switch, Fire Alarm & Alarm System)	10,460,000.00
Office Equipment (Aircons, Television Sets, Sound System, etc)	3,716,000.00
ICT Equipment (Laptops, Computer Sets & ID Printer)	9,259,000.00

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