



Salient Features of the 2022 Bangsamoro Budget Call

BANGSAMORO BUDGET CALL



2022

*"Innovate and Recalibrate:
Setting the Standards for Transparency and Accountability
in the Bangsamoro Government"*

Salient Features

- ✓ Transition Period
- ✓ Continued Institutionalization of Budget Reforms
- ✓ Expenditure Management Framework
- ✓ Ministry/ Office Budget Levels
- ✓ Submission Requirements
- ✓ Annex A (Guidelines of Tier 1 and Tier 2)
- ✓ Annex B (Guidelines per Object of Expenditure and Forms)
- ✓ Annex C (Budget Calendar)





Transition Period

The Bangsamoro budget process for the Fiscal Year 2022 shall be responsive to the systems, mechanisms and strategic implementation of identified priority programs for the transition period.





Continued Institutionalization of Budget Reforms

- a.) Cash Budgeting System
- b.) Single Treasury Account
- c.) Allocation guided by generally accepted principles
- d.) Strengthening Vertical and Horizontal Linkages



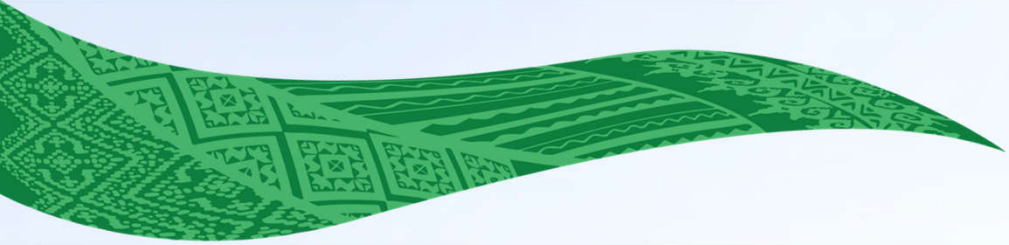
EXPENDITURE MANAGEMENT FRAMEWORK

a.) The FY 2022 budget proposal shall be anchored to the **12-point Priority Agenda (12PPA)** of the Interim Chief Minister embodied in the **1st Bangsamoro Development Plan 2020-2022** as aligned with the Duterte Administration's **0-10-Point Socio Economic Agenda** and **Philippine Development Plan (PDP)**.




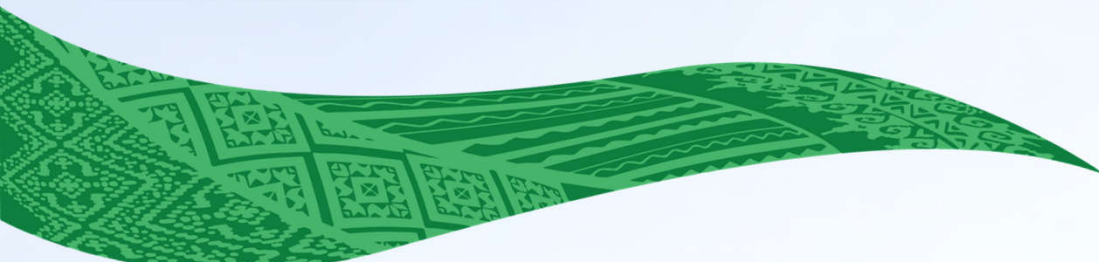
1st Bangsamoro
Development Plan
2020-2022






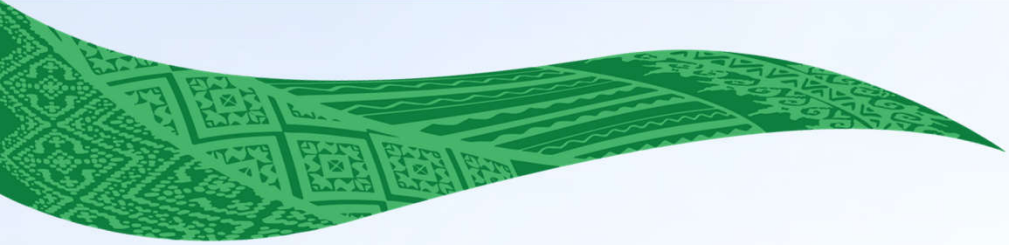
b.) Consistent with the Bangsamoro Organic Law, education, health and social services shall be assigned with the highest budgetary priority.






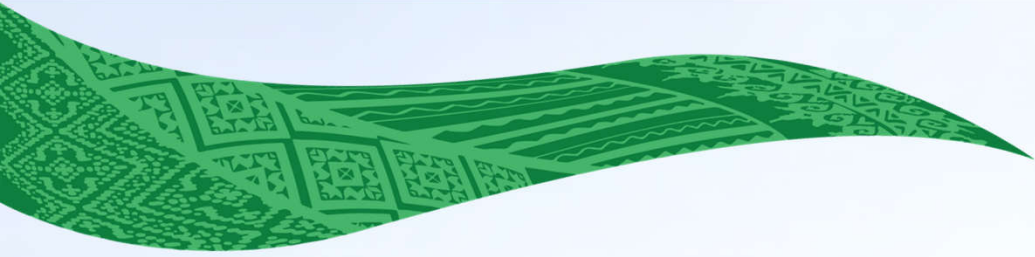
c.) The adoption of the Cash Budgeting System (CBS) beginning FY 2019 by the National Government emphasizes the limiting to "within the fiscal year" timeframe for program/activity/project (P/A/P) obligation and implementation.






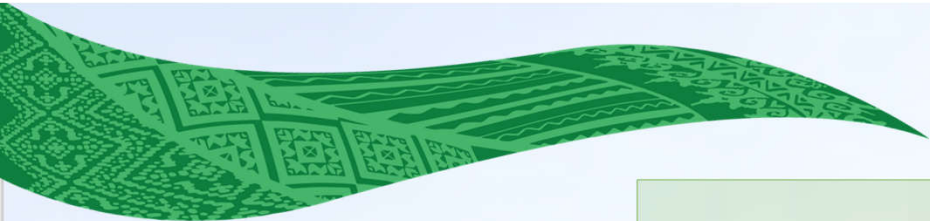
Ministries and Offices shall ensure that their operations are on schedule and that their appropriated budgets can be fully disbursed within the fiscal year.






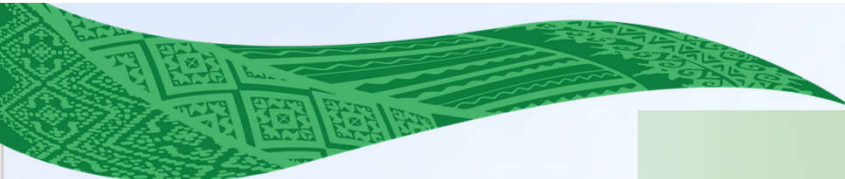
To ensure that the Bangsamoro budgeting process works for the people across the different provinces, the vertical linkages (between the Bangsamoro and national Plan) and horizontal linkages (between various ministries and offices) are being strengthened.






Institutionalization
of administrative
reforms for
greater budget
transparency and
reliability

- ❖ **Modified Two-Tier Budgeting Approach (2TBA)**
 - ❖ **Unified Accounts Code Structure (UACS)**
 - ❖ **Program Expenditure Classification (PREXC) approach**
 - ❖ **Disaggregation of lump-sum**
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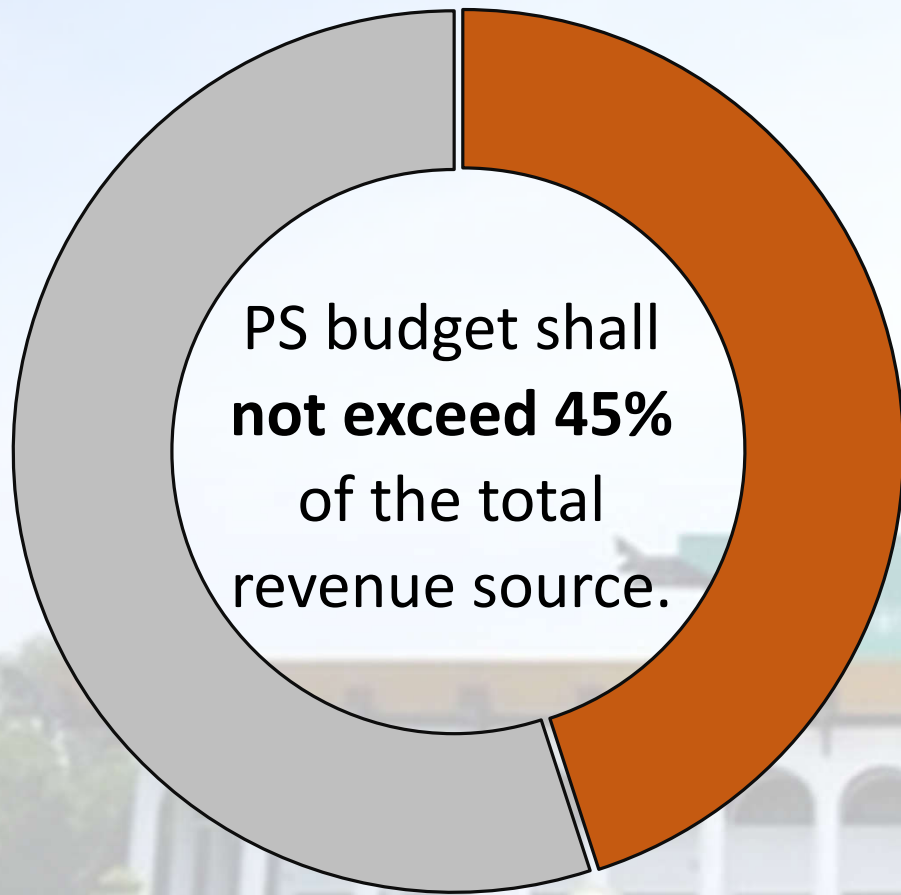
- ❖ A well-functioning, results-based and credible monitoring and evaluation system that will provide *evidence-based information*
 - ❖ Streamlining the harmonization and synchronization of priority program interventions of Ministries/ Offices through submission of program convergence plans and budget strategy
 - ❖ Fostering collaboration and inclusive participation in budgeting with the stakeholders for greater openness, transparency, and accountability.
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Bangsamoro Response and Recovery Plan

The baseline in sustaining development efforts suitable to the needs of the Bangsamoro populace by creating an inclusive and productive programs, providing socioeconomic opportunities, adapting to technological advancement and innovation, strengthening education initiatives, building resilient communities and responsive to medical healthcare especially in times of crises, such as COVID-19 pandemic, and human-induced and environmental disasters.





- ❖ The Bangsamoro government shall appropriate in its annual budget **no less than twenty percent (20%)** of the total annual appropriation for development projects.
- ❖ **Not less than five percent (5%)** of the total annual appropriation shall be appropriated for disaster risk reduction and management.

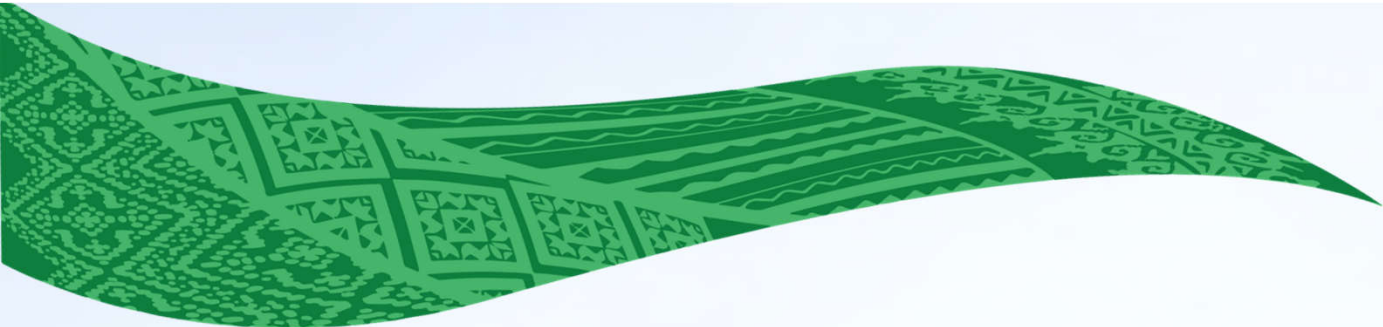






Ministry/ Office Budget Levels

The total budget of Ministries and Offices shall be based on the total cash requirements of (a) Tier 1 Components; and (b) new and Tier 2 Components.





Bangsamoro FY 2022 Tier 1 and Tier 2





TIER 1 DEFINITION

- ❖ Budget level of Ministries/ Offices composed of the ff.:
 - Personnel Services requirements of authorized positions
 - Cost of recurring programs and activities based on Ministries/Offices 2021 minimum cash requirement level.





TIER 1 COMPOSITION

- All costs of authorized positions and approved allowances and entitlements as of May 31, 2021;
- Cost of recurrent operating expenses of 2021 funded programs based on minimum cash requirement level; and
- The minimum cash requirement of the listed administrative operating expenses limited to recurring expenses sensitive to inflation and regular fixed expenses.



TIER 2 DEFINITION

Budget level of Ministries/Offices composed of total new or expanded spending based on the government's priorities.

- corresponds to the fiscal space, or the difference between the projected expenditure program (after considering projected revenues and deficit targets) and Tier 1; and
- limited to the P/A/Ps or goods and services that are to be delivered and paid within the year.





TIER 2 COMPOSITION

- High priority new & expanded P/A/Ps proposals, implementation-ready, included in the Bangsamoro Development Plan;
- Proposals for the scaling up of activities in terms of policy change not previously approved such as scope, beneficiaries, design or implementation schedule; and
- This also encompasses the essential operations, maintenance, asset replacement and minor capital costs.



2021 2TBA

All cost of authorized positions and approved allowances and entitlements as of July 31, 2021

The cost of listed administrative operating expenses limited to recurring expenses sensitive to inflation and regular fixed expenses

2022 2TBA

All cost of authorized positions and approved allowances and entitlements as of May 31, 2021

The minimum cash requirement of 2021 funded programs based on minimum cash requirement level

The minimum cash requirement of listed administrative operating expenses limited to recurring expenses sensitive to inflation and regular fixed expenses



Tier 2 proposals will be evaluated based on its **viability in adherence to the priorities postulated in the sectoral development goals in the BDP 2020-2022.**

It shall also be evaluated based on the following considerations:



Relevance of the Sectoral
Development Goals

Implementation Readiness

Ministry/Office Absorptive Capacity

Budget Utilization Rate

Indicative Annual Procurement Plan

Tier 2 Proposals' PAPs must be **implementation-ready**, and to be delivered and executed within the year.

Proposals must include clear, comprehensive, and complete submission of relevant supporting documents such as:

Feasibility Studies

Detailed Engineering Designs

Annual Procurement Plans

Relocation Action Plan

Right of Way Acquisitions

Ministry/Office Operational Plans

Ministry/Office Sector Roadmaps

Network Plans

Inter-Ministry Clearances and
Permits

Proofs of consultation with
stakeholders



SUBMISSION REQUIREMENTS

All Ministries and Offices shall submit the **complete set** of Bangsamoro Budget Preparation (BBP) Forms to the Ministry of Finance, and Budget and Management.



Three (3) hard copies



SOFT COPY





❖ Ministries and Offices are directed to **strictly adhere** to the submission deadlines specified in the Calendar of Activities per **Annex C** of the Bangsamoro Budget Memorandum 2021-01.



- ❖ For proposed special or general provisions, Ministries/Offices are required to completely fill-out BBP Form 900, particularly the justification for the inclusion of such provisions. **Incomplete forms will not be considered in the evaluation of proposed special and general provisions.**






SPECIFIC PROCEDURES

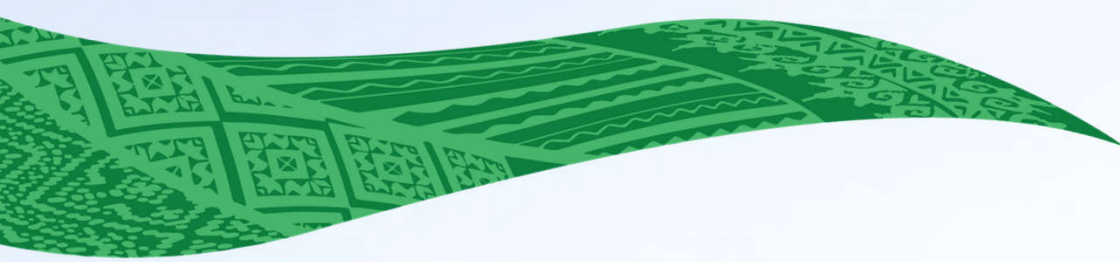
a.) The Ministry of Basic, Higher and Technical Education shall submit budget proposals **covering only those activities to be implemented within the Calendar Year (CY) 2022** (January to December 2022 only), i.e., not the requirements for the whole Academic Year (June 2022 to March 2023).






b.) Ministries and Offices shall likewise prepare the indicative **2022 Annual Procurement Plan (APP)** to support their budget proposals. The APP shall be a consolidation of the different Procurement Projects as contained in their respective PPMPs. The indicative APPs shall be submitted to the MFBM as part of the budget proposals.





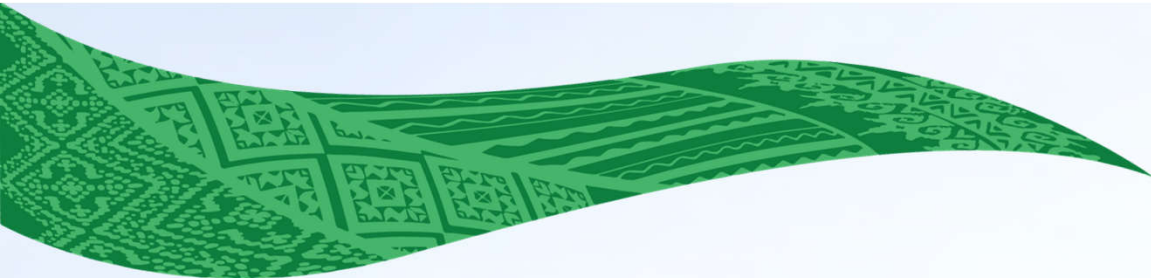
c.) Relative to the FY 2022 **Gender and Development (GAD) Plan and Budget (GPB)**, the Bangsamoro Women Commission (BWC) shall issue a separate circular on the specific details of its submission pursuant to Republic Act 9710, or the Magna Carta of Women.




d.) The budget proposals of Ministries/ Offices involving specific concerns shall require Ministry/Office endorsement.

Endorsing Entity	Subject of Endorsement
MPW	Buildings and Infrastructure Related Proposals
MENRE	Environment Related Proposals
BICTO	Information and Communication Technology Related Proposals





All endorsed programs/ projects shall still be subject to MFBM evaluation.





SHUKRAN