

# COMPONENTS OF THE BUDGET

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*Ministry of Finance, and Budget and Management*



# ANNEX A COMPONENTS OF THE BUDGET





Bangsamoro Autonomous Region in Muslim Mindanao  
**BANGSAMORO AUTONOMY ACT (BAA) NO. 56**  
 January 1 - December 31, 2024

# GENERAL APPROPRIATIONS ACT of the BANGSAMORO



Accelerate  
 Boosting  
 Enhance

**GENERAL APPROPRIATIONS ACT OF THE BANGSAMORO**

BANGSAMORO AUTONOMOUS REGION IN MUSLIM MINDANAO

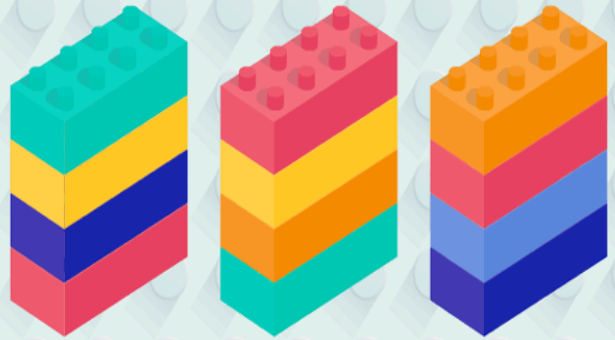
I. BANGSAMORO TRANSITION AUTHORITY

For general administration and support, support to operations, and operations as indicated hereunder: ₱ **3,939,345,853.00**

Appropriations, by Program (in pesos)

Current Operating Expenditures

Maintenance and Other



Appropriations, by Program (in pesos)

**General Administration and Support**

Policy Formulation and Development

General Management and Supervision

**Support to Operations**

Planning, Research Development and Management Program

Operations	2023	2024	2025	2026
<i>Ayustang Medikal mula sa Bangsamoro Government (JAMBaG)</i>	4,297,357.00	303,747,303.00		308,004,470.00
<i>Tulong Alay sa Bangsamorang Nangangailangan (TABANG)</i>	4,297,357.00	1,227,034,403.00	70,777,000.00	1,302,108,970.00
<i>Kapayapaan sa Pamayanan (KAPAYAPAN)</i>	4,330,126.00	45,724,680.00	50,228,000.00	120,282,726.00
Quick Response Fund		870,000,000.00	313,000,000.00	1,183,000,000.00
Support to Local Moral Governance	4,330,126.00	16,220,793.00	150,240,000.00	170,790,919.00
Marawi Rehabilitation Program	4,330,126.00	360,425,654.00	155,700,000.00	520,455,782.00
<b>TOTAL 2023 APPROPRIATIONS</b>	<b>321,489,322.00</b>	<b>3,252,627,936.00</b>	<b>2,399,062,439.00</b>	<b>5,783,179,897.00</b>

Capital Outlays

Total

Capital Outlays	Total
2,400,000.00	104,294,803.00
80,000.00	54,351,473.00
831,200.00	199,547,309.00
Expenditure Management Program	52,939,390.00
Asset Management Program	27,812,246.00
Financial Sustainability and Revenue Strengthening Program	29,482,889.00
<b>TOTAL 2023 APPROPRIATIONS</b>	<b>3,939,345,853.00</b>

**MINISTRY/OFFICE/AGENCY BUDGET**



**Program** - an integrated group of activities that contribute to a particular continuing objective of a Ministry/Office/Agency.

**Activity** - a work process that contributes to the implementation of a program or sub-program or project.

**Project** - a special Ministry/Office/Agency undertaking carried out within a definite time frame and intended to result in some pre-determined measure of goods and services.



P/A/Ps are the traditional building blocks of the budget; thus, the linking of P/A/Ps with the appropriate Overall Development Goal is an important prerequisite for appropriations to advance the Overall Goal of the 2nd BDP.

It can also assist the Ministries, Offices, and Agencies in its functional rationalization process (i.e., if a P/A/P cannot be linked to the approved Overall Development Goal, the question of whether this P/A/P is a necessary or desirable function of the Ministry/Office/Agency should be asked).



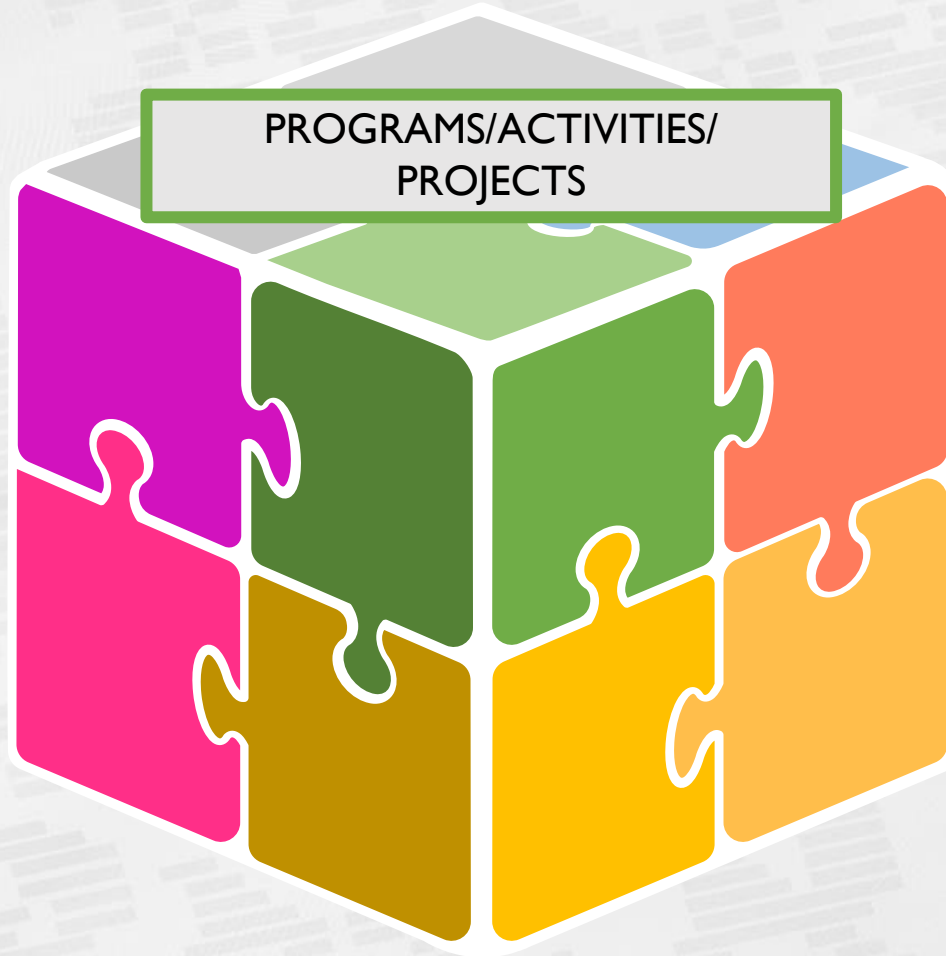
**Personnel Services (PS)**



**Maintenance and Other Operating Expenses (MOOE)**



**Capital Outlay (CO)**



**PROGRAMS/ACTIVITIES/  
PROJECTS**



**General Administration and Support (GAS)**



**Support to Operations (STO)**



**Operations**

Provisions for the payment of salaries, wages, and other compensation (e.g., merit, salary increase, cost-of-living-allowances, honoraria, and commutable allowances) for government employees. In general, the major cost of delivering government activities is the cost of staff.



## **Personnel Services (PS)**

includes two types of budget expenditures, which are essential for the delivery of Ministry/Office/Agency outputs: the recurrent operating expenses of the activity, and expenditure, which is not an operating cost but a specific input needed for the delivery of an output.



## **Maintenance and Other Operating Expenses (MOOE)**

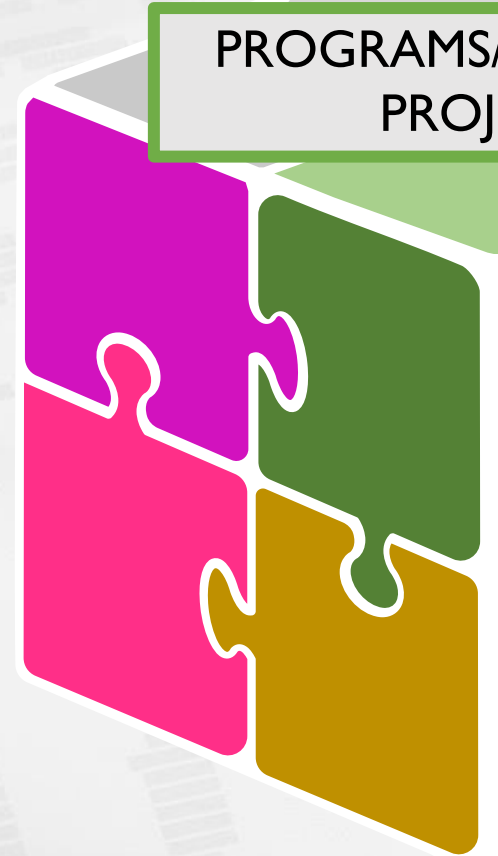
includes land and land improvements outlay, buildings and structures outlay, office equipment, furniture and fixtures, machineries and equipment, and intangible assets, as well as public infrastructures.



## **Capital Outlay (CO)**



PROGRAMS  
PROJ



ACTIVITIES/  
CTS

# General Administration and Support (GAS)



Support to  
Operations  
(STO)



Operations



Activities that deal with the provision of overall administrative management support to the entire Ministry/Office/Agency operation. It includes activities such as general management and supervision, human resource development, and financial and administrative services. Funds provided for GAS are management overhead expenses and are therefore indirect costs incurred in delivering the Ministry/Office/Agency mandate. GAS is common to all Ministries, Offices, and Agencies.





ACTIVITIES/  
CTS

**General Administration and  
Support (GAS)**

**Operations**

# Support to Operations (STO)

Activities that provide technical and substantive support to the operations and projects of the Ministry/Office/Agency. These are activities which contribute to or enhance the delivery of services but which by themselves do not contribute to the mandate of the Ministry/Office/Agency. The types of services included under STO are likewise common across Ministries, Offices, and Agencies. Examples include planning and policy formulation, program monitoring and evaluation, public information programs, research and development, statistical services, legislative liaison services, and information systems development.

ACTIVITIES/  
CTS

**General Administration and  
Support (GAS)**

**Support to  
Operations  
(STO)**

# Operations

Activities directed at fulfilling the Ministry's/Office's/Agency's mandate. These may include regulatory services, production of goods, delivery of services such as health care or education, national economic planning, and central statistics administration and management. Any activity, process, or function which contributes to or supports the achievement of the Ministry's/Office's/Agency's mandate is classified as Operations.



ACTIVITIES/  
CTS

**General  
Administration and  
Support (GAS)** 

**Support to  
Operations(STO)** 

**Operations** 

Activities which are classified as GAS or STO may represent the core functions of a Ministry/Office/Agency. Budget items classified as Operations are direct costs of fulfilling Ministry/Office/Agency mandate.





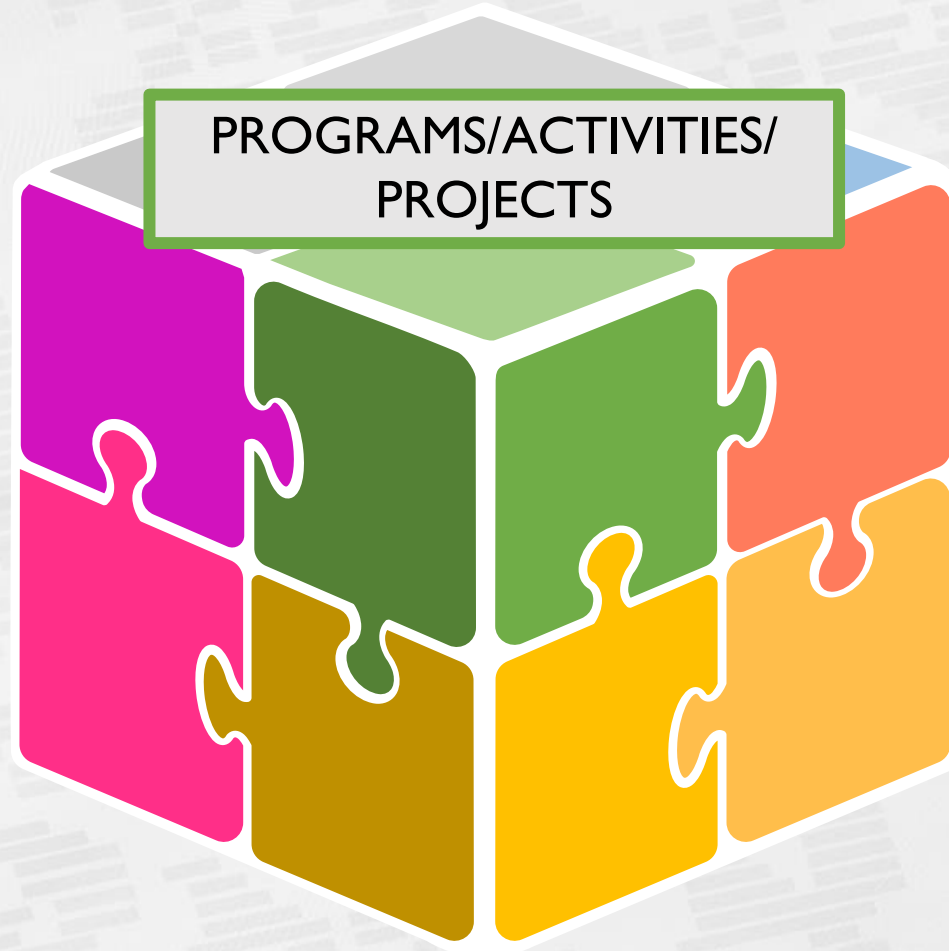
**Personnel Services (PS)**



**Maintenance and Other Operating Expenses (MOOE)**



**Capital Outlay (CO)**



**PROGRAMS/ACTIVITIES/  
PROJECTS**

**General Administration and Support (GAS)**



**Support to Operations (STO)**



**Operations**



ORGANIZATIONAL OUTCOMES

III. MINISTRY OF FINANCE, AND BUDGET AND MANAGEMENT

ORGANIZATIONAL OUTCOMES

MANDATE

The Ministry of Finance, and Budget and Management is primarily mandated to evolve sound, efficient and responsive fiscal management and utilization of resources. It shall be responsible for the formulation, institutionalization and administration of fiscal policies in coordination with other concerned ministries, agencies and instrumentalities of the Bangsamoro Government.

OVERALL DEVELOPMENT GOAL/S

Stable, Just and Accountable Government

endorse business-friendly policies.

BANGSAMORO AUTONOMOUS REGION IN MUSLIM MINDANAO

III. MINISTRY OF FINANCE, AND BUDGET AND MANAGEMENT

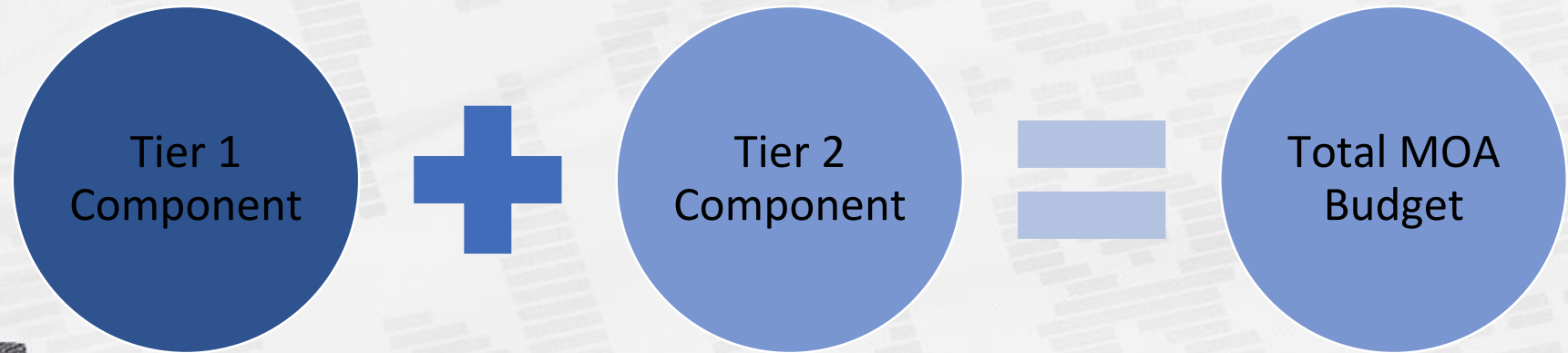
For general administration and support, support to operations, and operations as indicated  
 hereunder ..... P 435,307,075.00

Appropriations, by Program (in pesos)

	Current Operating Expenditures			Total
	Personnel Services	Maintenance and Other Operating Expenses	Capital Outlays	
General Administration and Support	53,664,235.00	80,497,751.00	5,255,000.00	139,416,986.00
Support to Operations	27,909,237.00	38,800,863.00	365,000.00	67,075,100.00
Operations	122,078,963.00	103,406,026.00	3,330,000.00	228,814,989.00
Expenditure Management Program	60,004,113.00	47,580,071.00	450,000.00	108,034,184.00
Asset Management Program	27,865,263.00	24,975,615.00	2,880,000.00	55,720,878.00
Financial Sustainability and Revenue Strengthening Program	34,209,587.00	30,850,340.00		65,059,927.00
<b>TOTAL 2024 APPROPRIATIONS</b>	<u>203,652,435.00</u>	<u>222,704,640.00</u>	<u>8,950,000.00</u>	<u>435,307,075.00</u>



# MINISTRY/OFFICE/AGENCY BUDGET LEVELS



Tier 1  
Component

Personnel  
Services  
requiremen  
ts of  
authorized  
positions

recurring  
programs and  
activities based  
on the  
Ministry/Office  
/Agency 2024  
minimum cash  
requirement  
level

cost of listed  
administrative  
operating  
expenses  
sensitive to  
inflation and  
fixed expenses

Tier 2  
Component

total new or expanded spending  
based on the Bangsamoro priorities





# Tier I Definition

FY 2025 Tier I - known budgetary amounts that are essential for the continued operations of a Ministry/Office/Agency, including:



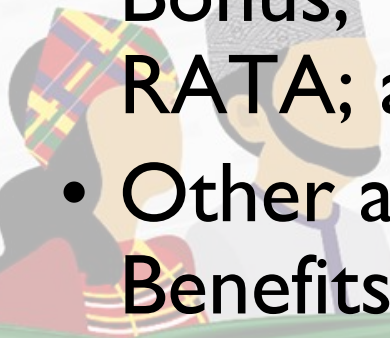
All costs of authorized positions and approved allowances and entitlements as of January 31, 2024;

Cost of recurrent operating expenses of 2024 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.

## Personnel Services

- Salary & allowances of all authorized positions as of January 31, 2024 based on SSL 5, 4th Tranche;
- Other standard allowances, benefits, and incentives of authorized positions as of January 31, 2024 i.e., PERA, Uniform/Clothing Allowance, Mid-year Bonus, Year-end Bonus, Cash Gift, PEI, including RATA; and,
- Other authorized PS items such as Magna Carta Benefits of all authorized positions as of January 31, 2024.



## Maintenance and Other Operating Expenses

- Funding requirements for the cost of recurring operating expenses of 2024 funded programs based on minimum cash requirement level and administrative operating expenses limited to the following recurring expenses sensitive to inflation and regular fixed expenses, to wit



# Tier 2 Definition

The amount available for Tier 2 proposals corresponds to the fiscal space, or the difference between the projected expenditure program (after considering projected revenues) and Tier 1 budget ceiling.

Allocation of the fiscal space among new P/A/Ps, or the expansion of existing P/A/Ps in terms of changes in scope, beneficiaries, timeframe, or outputs;

Proposals for the scaling up/expansion of P/A/Ps in terms of policy change not previously approved such as scope, beneficiaries, design or implementation schedule.



# Tier 2 Composition



FY 2025 Tier 2 high priority new & expanded, implementation-ready P/A/Ps.

Proposals for the scaling up of activities in terms of policy change not previously approved such as scope, beneficiaries, design or implementation schedule.

This also encompasses the essential operations, maintenance, asset acquisition and/or replacement, and minor capital costs.



# Personnel Services

- Adjustments in PS due to budget policy decision such as:
  - Implementation of a new program or activity;
  - Abolition or expansion of P/A/P;
  - Major change in the organizational structure of Ministry/Office/Agency; and
- Transfer of functions between Ministries, Offices, and Agencies.



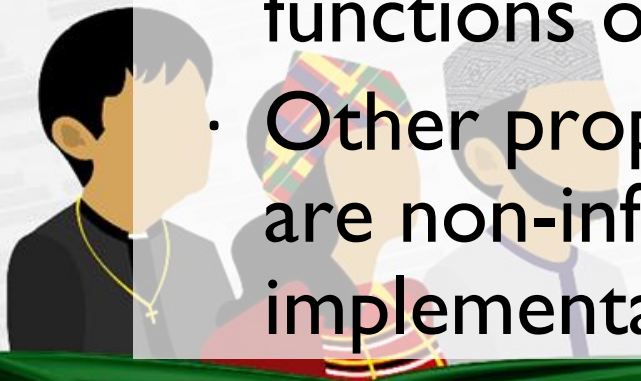
# Maintenance and Other Operating Expenses

- Funding requirements to cover new or expanded existing P/A/Ps;
- MOOE costs to implement approved major changes in the organization or structure of a Ministry/Office/Agency, including downsizing or mergers;
- Proposed resources needed for pursuing initiatives in promoting and enhancing agency performance, including improved public service delivery;
- New/expanded ICT P/A/Ps with BBP-310b, as approved by the ICO;
- New/expansion of infrastructure subsidy/equity support to GOCCs and LGUs;
- Maintenance costs and spare parts for projects to be completed by 2025;
- Office accommodation and equipment costs for newly-approved filled positions.



# Capital Outlays

- Proposed new infrastructure projects;
- New major capital projects to be implemented starting FY 2025;
- Proposed requirements for the purchase of motor vehicles for additional/newly-entitled officials and/or functions of a newly-created Ministry/Office/Agency; and
- Other proposed new and expanded capital outlays that are non-infrastructure in nature, which are implementation-ready.





# SHUKRAN.

## **Components of the Budget**

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