



بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ



Republic of the Philippines

BANGSAMORO AUTONOMOUS REGION IN MUSLIM MINDANAO

Ministry of Finance, and Budget and Management

Bangsamoro Government Center, Rosary Height VII, Cotabato City

BANGSAMORO BUDGET CIRCULAR

No. **2023006**

21 March 2023
29 Shaban 1444

TO : All Heads of Ministries, Parliament, and Offices of the Bangsamoro Government, Budget Officers, Accountants; and All Others Concerned

SUBJECT : GUIDELINES ON THE REVERSION OF 2020, 2021, AND 2022 FUNDS AND CASH ALLOCATION WITHOUT AUTHORITY TO USE

1.0 RATIONALE

The Bangsamoro Parliament passed Bangsamoro Autonomy Act Nos. 24 and 33 which in effect modified the availability of certain funds.

BAA No. 24 amended Section 47 of both the GAAB FY2020 (BAA No. 3) and the GAAB FY2021 (BAA No. 15) making the FY2021 appropriations available for release and disbursements until December 31, 2022. Appropriations **for infrastructure and capital outlays** shall be valid for obligation until December 31, 2022 while delivery, inspection and payment shall be made not later than June 30, 2023. On the other hand, appropriations for the **continuing programs under Maintenance and Other Operating Expenses (MOOE)** shall likewise be valid for obligation and disbursement until December 31, 2022.

BAA No. 24 likewise amended Section 47 of the GAAB FY2021 (BAA No. 15) making the FY2020 appropriations available for release and disbursements until December 31, 2022. Appropriations for **infrastructure and capital outlays** shall be valid for obligation until December 31, 2022 while delivery, inspection and payment shall be made not later than June 30, 2023. On the other hand, **appropriations under MOOE** shall likewise be valid for obligation and disbursement until December 31, 2022.

BAA No. 33 amended Section 48 of the GAAB FY2022 making **all appropriations, except Personnel Services (PS) and General Administration and Support (GAS) under MOOE** available for release and disbursement until December 31, 2023. Likewise, the amounts appropriated as share of the constituent LGUs on the income taxes collected within the BARMM shall be available for disbursement until December 31, 2023. Appropriations for **infrastructure capital outlays** shall be valid for obligation until December 31, 2023, while the completion of construction, inspection and payment shall be made not later than June 30, 2024. On the other hand, appropriations for **MOOE and other capital outlay outlays** shall likewise be valid for obligation until December 31, 2023, while delivery, inspection, and payment shall be made not later than March 31, 2024.

Given above, some items of appropriations from FY2020, FY2021, and FY2022 have lapsed and are no longer available for use. In accordance with Section 19, Article XII of RA 11054 (BOL), any unspent amount shall revert to the Bangsamoro Treasury under a Special Fund for reappropriation.

2.0 COVERAGE

This Circular shall cover all undisbursed cash allocations without authority to use of the Ministries, Offices, and Agencies of the Bangsamoro Government, including those which were already downloaded to their attached offices.

3.0 PURPOSE

This Circular is issued to prescribe the procedural guidelines on the:

- 3.1 Determination of the revertible funds and cash allocations from the FY 2020, 2021, and 2022 appropriations; and
- 3.2 The procedural guidelines in reverting the released cash allocations without authority to use from the Ministry/Office/Agency account to the Bangsamoro Treasury Office.

4.0 GENERAL PROCEDURES

4.1 In accordance with BAA Nos. 24 and 33, the following appropriations are no longer available for release and disbursement after December 31, 2022:

- FY 2020 Extended Appropriations for *continuing programs* under MOOE;
- FY 2021 Extended Appropriations for MOOE; and
- FY 2022 Appropriations for PS.

With respect to the abovementioned, the M/O/As ceased to have authority to use the funds and shall revert all undisbursed cash allocations as of December 31, 2022 to the account of the Bangsamoro Treasury Office.

4.2 Released cash allocations to cover payments for obligations as of December 31, 2022 pertaining to FY 2022 Appropriations for MOOE on GAS is available for disbursement until the extended payment period or **March 31, 2023**.

Any undisbursed cash allocations after March 31, 2023 shall be reverted to the account of the Bangsamoro Treasury Office.

4.3 Released cash allocations to cover payment of obligations as of December 31, 2022 pertaining to the following are available for disbursement until the extended payment period or **June 30, 2023**:

- FY 2020 Extended Appropriations for infrastructure and capital outlays;
- FY 2021 Extended Appropriations for infrastructure and capital outlays;

With respect to the abovementioned, the M/O/As may retain these until the extended payment period. After such date, any undisbursed cash allocations must be reverted to the account of the Bangsamoro Treasury Office.

4.4 In accordance with RA11054, all M/O/As must revert to the Bangsamoro Treasury Office all undisbursed cash allocations pertaining to the abovementioned appropriations. Ministries, Offices, and Agencies shall write a check payable to the Bangsamoro Treasury Office and deposit the same directly to the BTO – Special Account.

4.5 The Ministries, Offices, and Agencies shall determine the cash allocations for reversion as follows:

- For FY 2020 Extended Appropriations for continuing programs under MOOE, and FY 2021 Extended Appropriations for MOOE:

Cash Allocations for Reversion	=	Allotments (with Notice of Cash Allocations) less Disbursements (based on BFAR as of December 31, 2022)
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- For FY 2020 and FY 2021 Extended Appropriations for infrastructure and capital outlays, FY 2022 Appropriations for PS, and FY 2022 Appropriations for MOOE under GAS:

Cash Allocations for Reversion	=	Allotments (with Notice of Cash Allocations) less Obligations (based on BFAR as of December 31, 2022)
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4.5 Upon remittance of reverted funds, M/O/As shall notify the Bangsamoro Treasury Office through a letter transmitting the original bank-validated deposit slip together with a schedule showing the breakdown (per appropriation and allotment class) of the amounts reverted. For the format of the supporting schedule, refer to **Annex A**.

4.6 The BTO, upon receipt of the documentary requirements, shall issue an Official Receipt to the M/O/As along with a *Certification of Funds Reverted*, copy furnished the Bangsamoro Budget Office, for monitoring and recording purposes.

4.7 Ministries, Offices and Agencies shall ensure that all funds and cash allocations without authority to use are remitted to the Bangsamoro Treasury Account **on or before April 15, 2023**.

5.0 PENAL CLAUSE

Failure of the officials and employees concerned to comply with the provisions of this Circular shall subject them to penalties imposed under Section 43, Chapter 5, Book VI of EO No. 292, the revised Administrative Code of the Philippines.

6.0 SEPARABILITY

If any provision of this Circular is declared invalid or unconstitutional, the other provisions not affected thereby shall remain valid and subsisting.

7.0 SAVING CLAUSE

Cases not covered in this Circular shall be referred to the MFBM for resolution.

8.0 EFFECTIVITY

This Circular shall take effect immediately.

UBAIDA C. PACASEM
Minister



MINISTRY OF FINANCE, AND
BUDGET AND MANAGEMENT-BARMM

RELEASED

ENTRUSTED BY: [Redacted] DA: 3/24/23
BY: [Redacted] DATE: TIME: 7:50



ANNEX 'A'

LIST OF THE AMOUNTS REVERTED
As of _____

Date Collected : _____
 Ministry/Office/Agency : _____
 Name of Collecting Officer : _____
 Section : _____

<u>NATURE OF AMOUNT REVERTED</u>	<u>AGENCY CODE</u>	<u>FUND CODE</u>	<u>AMOUNT</u>
a. Reversion of funds under (Program Name)			
FY 2020 Extended Appropriations			
MOOE			XX
CO			XX
Sub-total			<u>XX</u>
b. Reversion of funds under (Program Name)			
FY 2021 Extended Appropriations			
MOOE			XX
CO			XX
Sub-total			<u>XX</u>
Grand Total			<u>XX</u>

Break Down:

Cash Deposit	XX
Check Deposit	XX
Grand Total	<u>XX</u>

 Signature
 NAME
 Position/Title

