

AC. PHILIPPINE RACING COMMISSION

Appropriations/Obligations

(In Thousand Pesos)

| <u>Description</u> | <u>(Obligation-Based)</u> | | <u>(Cash-Based)</u> |
|--|-----------------------------|---------|-----------------------|
| | 2017 | 2018 | 2019 |
| New General Appropriations | 154,804 | 191,602 | 187,017 |
| General Fund | 154,804 | 191,602 | 187,017 |
| Automatic Appropriations | 3,077 | 3,129 | 3,569 |
| Retirement and Life Insurance Premiums | 3,077 | 3,129 | 3,569 |
| Continuing Appropriations | 2,220 | | |
| Unobligated Releases for Capital Outlays R.A. No. 10717 | 1,609 | | |
| Unobligated Releases for MOOE R.A. No. 10717 | 611 | | |
| Budgetary Adjustment(s) | 3,374 | | |
| Transfer(s) from: Miscellaneous Personnel Benefits Fund | 1,993 | | |
| Pension and Gratuity Fund | 1,381 | | |
| Total Available Appropriations | 163,475 | 194,731 | 190,586 |
| Unused Appropriations | (12,400) | | |
| Unobligated Allotment | (12,400) | | |
| TOTAL OBLIGATIONS | 151,075 | 194,731 | 190,586 |

EXPENDITURE PROGRAM
(in pesos)

| GAS / STO / OPERATIONS / PROJECTS | <u>(Obligation-Based)</u> | | <u>(Cash-Based)</u> |
|--------------------------------------|-----------------------------|-----------------|-----------------------|
| | 2017 Actual | 2018 Current | 2019 Proposed |
| General Administration and Support | 33,693,000 | 31,665,000 | 32,231,000 |
| Regular | 33,693,000 | 31,665,000 | 32,231,000 |
| PS | 18,739,000 | 18,561,000 | 20,256,000 |
| MOOE | 14,954,000 | 13,104,000 | 11,975,000 |
| Operations | 117,382,000 | 163,066,000 | 158,355,000 |
| Regular | 117,382,000 | 163,066,000 | 158,355,000 |
| PS | 22,083,000 | 20,572,000 | 24,103,000 |
| MOOE | 92,184,000 | 134,214,000 | 132,252,000 |
| CO | 3,115,000 | 8,280,000 | 2,000,000 |

| | | | |
|---------------------|--------------------|--------------------|--------------------|
| TOTAL AGENCY BUDGET | <u>151,075,000</u> | <u>194,731,000</u> | <u>190,586,000</u> |
| Regular | <u>151,075,000</u> | <u>194,731,000</u> | <u>190,586,000</u> |
| PS | 40,822,000 | 39,133,000 | 44,359,000 |
| MOOE | 107,138,000 | 147,318,000 | 144,227,000 |
| CO | 3,115,000 | 8,280,000 | 2,000,000 |

STAFFING SUMMARY

| | | | |
|--------------------------------------|-------------|-------------|-------------|
| | <u>2017</u> | <u>2018</u> | <u>2019</u> |
| TOTAL STAFFING | | | |
| Total Number of Authorized Positions | 82 | 82 | 82 |
| Total Number of Filled Positions | 76 | 74 | 74 |

Proposed New Appropriations Language

For general administration and support, and operations, as indicated hereunder.....P 187,017,000
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| | | | | |
|---------------------------------|-------------------------------------|-------------|-----------|--------------|
| | <u>PROPOSED 2019 (Cash-Based)</u> | | | |
| OPERATIONS BY PROGRAM | <u>PS</u> | <u>MOOE</u> | <u>CO</u> | <u>TOTAL</u> |
| HORSE RACING INCENTIVE PROGRAM | | 119,946,000 | | 119,946,000 |
| HORSE RACING REGULATORY PROGRAM | 22,212,000 | 12,306,000 | 2,000,000 | 36,518,000 |

EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2019 (Cash-Based)
(in pesos)

| | | | | |
|-------------------------------|-------------------|--------------------|------------------|--------------------|
| REGION | <u>PS</u> | <u>MOOE</u> | <u>CO</u> | <u>TOTAL</u> |
| Regional Allocation | <u>40,790,000</u> | <u>144,227,000</u> | <u>2,000,000</u> | <u>187,017,000</u> |
| National Capital Region (NCR) | 40,790,000 | 144,227,000 | 2,000,000 | 187,017,000 |
| TOTAL AGENCY BUDGET | <u>40,790,000</u> | <u>144,227,000</u> | <u>2,000,000</u> | <u>187,017,000</u> |
| | ===== | ===== | ===== | ===== |

SPECIAL PROVISION(S)

- Trust Receipts on Share from Breakages. Breakages or the fraction of ten (10) centavos eliminated from the dividends paid to the winning tickets remitted by the Philippine Racing Club, Inc., Manila Jockey Club, Inc., and the Metro Manila Turf Club Inc. shall be used exclusively for the payment of additional prizes for races sponsored by the Philippine Racing Commission (PhilRACOM) and for the necessary Capital Outlays and other expenses relative to the horse-breeding activities of the Commission in accordance with E.O. Nos. 88 and 89, s. 1986 and R.A. No. 7978, as amended. Said amount shall be deposited with the National Treasury and recorded as trust receipts in accordance with E.O. No. 338, s. 1996.

2. Reporting and Posting Requirements. The PhilRACOM 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) PhilRACOM's website.

The PhilRACOM 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.

3. 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 (Cash-Based)

| | | <u>Current Operating Expenditures</u> | | | |
|---|--|---------------------------------------|---|----------------------------|---------------|
| | | <u>Personnel Services</u> | <u>Maintenance and Other Operating Expenses</u> | <u>Capital Outlays</u> | <u>Total</u> |
| PROGRAMS | | | | | |
| 1000000000000000 | General Administration and Support | 18,578,000 | 11,975,000 | | 30,553,000 |
| 100000100001000 | General management and supervision | 18,578,000 | 11,975,000 | | 30,553,000 |
| Sub-total, General Administration and Support | | 18,578,000 | 11,975,000 | | 30,553,000 |
| 3000000000000000 | Operations | 22,212,000 | 132,252,000 | 2,000,000 | 156,464,000 |
| 3100000000000000 | 00 : Fair and safe horse racing industry developed | 22,212,000 | 132,252,000 | 2,000,000 | 156,464,000 |
| 3101000000000000 | HORSE RACING INCENTIVE PROGRAM | | 119,946,000 | | 119,946,000 |
| 310100100001000 | Granting of racing incentives for the promotion of racing industry including prizes in stakes races | | 119,946,000 | | 119,946,000 |
| 3102000000000000 | HORSE RACING REGULATORY PROGRAM | 22,212,000 | 12,306,000 | 2,000,000 | 36,518,000 |
| 310200100001000 | Formulation and implementation of policies and rules on horse racing and regulation of horse racing operations | 22,212,000 | 12,306,000 | 2,000,000 | 36,518,000 |
| Sub-total, Operations | | 22,212,000 | 132,252,000 | 2,000,000 | 156,464,000 |
| TOTAL NEW APPROPRIATIONS | | P 40,790,000 | P 144,227,000 | P 2,000,000 | P 187,017,000 |
| | | ===== | ===== | ===== | ===== |

Obligations, by Object of ExpendituresCYs 2017-2019
(In Thousand Pesos)

| | <u>(Obligation-Based)</u> | | <u>(Cash-Based)</u> |
|---|-----------------------------|----------------|-----------------------|
| | <u>2017</u> | <u>2018</u> | <u>2019</u> |
| Current Operating Expenditures | | | |
| Personnel Services | | | |
| Civilian Personnel | | | |
| Permanent Positions | | | |
| Basic Salary | 23,702 | 26,078 | 29,739 |
| Total Permanent Positions | <u>23,702</u> | <u>26,078</u> | <u>29,739</u> |
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 1,662 | 1,704 | 1,776 |
| Representation Allowance | 480 | 450 | 450 |
| Transportation Allowance | 480 | 450 | 450 |
| Clothing and Uniform Allowance | 355 | 355 | 444 |
| Mid-Year Bonus - Civilian | 2,018 | 2,173 | 2,478 |
| Year End Bonus | 2,099 | 2,173 | 2,478 |
| Cash Gift | 366 | 355 | 370 |
| Per Diems | 1,434 | 1,440 | 1,440 |
| Productivity Enhancement Incentive | 295 | 355 | 370 |
| Step Increment | | 65 | 74 |
| Collective Negotiation Agreement | 2,005 | | |
| Total Other Compensation Common to All | <u>11,194</u> | <u>9,520</u> | <u>10,330</u> |
| Other Compensation for Specific Groups | | | |
| Lump-sum for filling of Positions - Civilian | 1,154 | | |
| Anniversary Bonus - Civilian | | | 222 |
| Total Other Compensation for Specific Groups | <u>1,154</u> | | <u>222</u> |
| Other Benefits | | | |
| Retirement and Life Insurance Premiums | 2,965 | 3,129 | 3,569 |
| PAG-IBIG Contributions | 87 | 85 | 89 |
| PhilHealth Contributions | 252 | 236 | 321 |
| Employees Compensation Insurance Premiums | 87 | 85 | 89 |
| Terminal Leave | 1,381 | | |
| Total Other Benefits | <u>4,772</u> | <u>3,535</u> | <u>4,068</u> |
| TOTAL PERSONNEL SERVICES | <u>40,822</u> | <u>39,133</u> | <u>44,359</u> |
| Maintenance and Other Operating Expenses | | | |
| Travelling Expenses | 2,568 | 1,930 | 1,930 |
| Training and Scholarship Expenses | 255 | 600 | 600 |
| Supplies and Materials Expenses | 1,914 | 11,393 | 10,280 |
| Utility Expenses | 972 | 1,214 | 1,214 |
| Communication Expenses | 882 | 2,015 | 2,015 |
| Awards/Rewards and Prizes | 88,946 | 119,946 | 119,946 |
| Confidential, Intelligence and Extraordinary Expenses | | | |
| Extraordinary and Miscellaneous Expenses | 290 | 200 | 200 |
| Professional Services | 3,438 | 2,740 | 1,540 |
| General Services | | | 600 |
| Repairs and Maintenance | 507 | 430 | 430 |
| Taxes, Insurance Premiums and Other Fees | 134 | 200 | 200 |
| Other Maintenance and Operating Expenses | | | |
| Printing and Publication Expenses | 217 | 100 | 100 |
| Representation Expenses | 223 | 300 | 300 |
| Rent/Lease Expenses | 1,455 | 1,650 | 1,650 |
| Subscription Expenses | 50 | 100 | 100 |
| Other Maintenance and Operating Expenses | 5,287 | 4,500 | 3,122 |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES | <u>107,138</u> | <u>147,318</u> | <u>144,227</u> |

| | | | |
|--------------------------------------|---------|---------|---------|
| TOTAL CURRENT OPERATING EXPENDITURES | 147,960 | 186,451 | 188,586 |
| Capital Outlays | | | |
| Property, Plant and Equipment Outlay | | | |
| Machinery and Equipment Outlay | 3,115 | 8,280 | |
| Transportation Equipment Outlay | | | 2,000 |
| TOTAL CAPITAL OUTLAYS | 3,115 | 8,280 | 2,000 |
| GRAND TOTAL | 151,075 | 194,731 | 190,586 |

STRATEGIC OBJECTIVES

SECTOR OUTCOME : People-centered, innovative, clean, efficient, effective, and inclusive delivery of public goods and services

ORGANIZATIONAL OUTCOME : Fair and safe horse racing industry developed

PERFORMANCE INFORMATION

| ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs) | 2017 GAA Targets | 2017 Actual |
|--|-----------------------|-------------------|
| Fair and safe horse racing industry developed | | |
| Generated Revenue | 5% increase from 2015 | Php 1,234,623,794 |
| Generated Direct Employment | 5% increase from 2015 | 1,533 |
| Decrease in the number of accidents | 2% decrease from 2015 | 19 cases |

| MFO / Performance Indicators | 2017 GAA Targets | 2017 Actual |
|---|------------------|-------------|
| MFO 1: HORSE RACING INCENTIVE SCHEME | | |
| No. of prize money recipients | 4,400 | 4,900 |
| % increase in volume of ticket sales | 5% | 5% |
| % of prize money payments made within 3 days after the race | 100% | 100% |
| MFO 2: HORSE RACING REGULATION SERVICES | | |
| Licensing / Registration | | |
| No. of applications for registration, permits and licenses acted upon | 4,000 | 3,993 |
| % of license holders with one or more recorded violations in the last three (3) years | 15% | 15.3% |
| % of applications acted upon within one (1) month | 100% | 100% |
| Monitoring | | |
| No. of inspections and investigations undertaken | 150 | 169 |
| % of inspections and investigations that result in a detected violation | 1% | 1% |
| % of licensed persons and registered entities subject to at least two (2) inspections in the last two (2) years | 85% | 86% |

| | | |
|---|------|------|
| Enforcement | | |
| No. of enforcement actions undertaken | 55 | 58 |
| No. of license holders/ registered entities and permit holders with two (2) or more violations over the last three (3) years as a percentage of the total number of violators | 28 | 32 |
| % of enforcement actions that are resolved within seven (7) days | 100% | 100% |

| <u>ORGANIZATIONAL OUTCOMES (00s) / PERFORMANCE INDICATORS (PIs)</u> | <u>2018 GAA Targets</u> | <u>Baseline</u> | <u>2019 Targets</u> |
|--|-------------------------|-------------------|---------------------|
| Fair and safe horse racing industry developed | | | |
| HORSE RACING INCENTIVE PROGRAM | | | |
| Outcome Indicators | | | |
| 1. Projected government revenue generated from gross sales | 1,200,000,000 | 1,100,000,000 | 1,200,000,000 |
| 2. Generated Direct Employment | 1,500 | 1,500 | 1,500 |
| Output Indicators | | | |
| 1. Number of races conducted as scheduled according to standards | 45 stakes races | 40 stakes races | 45 stakes races |
| 2. Amount of prize money and percentage of paid within 3 days after the race | 110 million @ 100% | 61 million @ 100% | 110 million @ 100% |
| HORSE RACING REGULATORY PROGRAM | | | |
| Outcome Indicators | | | |
| 1. No. of license holders with 1 or more recorded violations in the last three years | 200 Individuals | 200 Individuals | 200 Individuals |
| 2. Decrease in the number of accidents | 5% decrease | 30 cases in 2017 | 5% decrease |
| Output Indicators | | | |
| 1. Number of applicants for registration, permits, and licenses acted upon within one (1) month | 4,000 | 4,000 | 4,000 |
| 2. Number of inspections and investigations undertaken | 150 | 150 | 150 |
| 3. Percentage of enforcement actions undertaken and resolved as a percentage of the total number of violations | 100% | 100% | 100% |