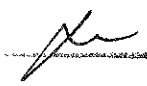


THIRTEENTH CONGRESS OF THE)
REPUBLIC OF THE PHILIPPINES)
Third Regular Session)

2416



COMMITTEE REPORT NO. 100

Submitted by the Committee on Finance on 11 SEP 2006

RE : House Bill No. 5668

Recommending its approval with amendments

Sponsor: Senator Drilon

MR. PRESIDENT:

The Committee on Finance to which was referred **House Bill No. 5668** introduced by Representative Salceda, Codilla and Tulagan entitled:

“AN ACT

APPROPRIATING THE SUM OF FORTY SIX BILLION FOUR HUNDRED TWENTY SIX MILLION FIVE HUNDRED TWENTY FOUR THOUSAND PESOS (P46,426,524,000.00) AS SUPPLEMENTAL APPROPRIATION FOR FY 2006 AND FOR OTHER PURPOSES”

has considered the same. The committee has the honor to report the bill back to the Senate with the recommendation that it be approved with amendments, as follows:

- 1. On page 1, between lines 4 and 5 insert the following:

A. DEPARTMENT OF AGRARIAN REFORM (DAR)	<u>P 4,593,000,000.00</u>
---	----------------------------------

A.1 OFFICE OF THE SECRETARY

A.1.A IMPLEMENTATION OF THE COMPREHENSIVE AGRARIAN REFORM PROGRAM PURSUANT TO REPUBLIC ACT NO. 6657, AS AMENDED BY REPUBLIC ACT NO.8532, INCLUDING P364,599,000.00 FOR LIVELIHOOD AND OTHER SUPPORT SERVICES FOR CARP BENEFICIARIES IN THE PROVINCES OF GUIMARAS, ILOILO AND NEGROS OCCIDENTAL WHICH HAVE BEEN AFFECTED BY THE GUIMARAS OIL SPILL

4,593,000,000.00



B. DEPARTMENT OF EDUCATION (DEPED)	<u>P 9,581,506,000.00</u>
B.1 OFFICE OF THE SECRETARY	
B.1.A. TO FUND THE DEFICIENCY IN THE REQUIREMENTS OF POSITIONS CREATED IN 2005	651,506,000.00
B.1.B. FOR THE CREATION OF NEW TEACHING AND NON-TEACHING POSITIONS IN 2006	637,015,000.00
B.1.C. FOR THE CREATION OF NON- TEACHING ITEMS FOR NEW/INTERIM SCHOOLS DIVISION OFFICES INCLUDING MAINTENANCE AND OTHER OPERATING EXPENSES (MOOE)	31,957,000.00
B.1.D. FOR THE PURCHASE OF TEXTBOOK AND INSTRUCTIONAL MATERIALS	1,000,000,000.00
B.1.E. MILK AND BREAKFAST FEEDING PROGRAMS FOR PUPILS IN PRE- ELEMENTARY/ELEMENTARY EDUCATION	2,665,000,000.00
B.1.F. ADDITIONAL MOOE FOR SCHOOLS	500,000,000.00
B.1.G. MOOE REQUIREMENTS OF THE NATIONAL EDUCATORS ACADEMY OF THE PHILIPPINES	2,600,000.00
B.1.H. ADDITIONAL MOOE & CAPITAL OUTLAYS (CO) REQUIREMENTS OF REGIONAL OFFICES PROPER	40,000,000.00
B.1.I. GOVERNMENT ASSISTANCE TO STUDENTS & TEACHERS IN PRIVATE EDUCATION (GASTPE)	627,000,000.00
B.1.J. DEPED COMPUTERIZATION PROGRAM	150,000,000.00
B.1.K. HUMAN RESOURCES TRAINING AND DEVELOPMENT	497,300,000.00
B.1.L. PRE-SCHOOL EDUCATION PROGRAM	250,000,000.00
B.1.M. REPAIR AND MAINTENANCE OF SCHOOL BUILDINGS	373,000,000.00
B.1.N. BASIC EDUCATION MADRASAH PROGRAM	150,000,000.00
B.1.O. SCHOOLS FIRST INITIATIVE	250,000,000.00
B.1.P. CONSTRUCTION/REPAIR AND/OR RENOVATION OF BUILDINGS FOR THE LIBRARY HUB PROGRAM AND REGIONAL EDUCATION LEARNING CENTERS	120,000,000.00

B.1.Q. CONSTRUCTION / REPAIR AND REHABILITATION OF CENTRAL, REGIONAL AND DIVISION OFFICES	98,574,000.00
B.1.R. PESO COUNTERPART FOR FOREIGN ASSISTED PROJECTS (GRANTS)	<u>11,138,000.00</u>
1. PROJECT "SUPPORT TO THE DEPARTMENT OF EDUCATION FOR AN IMPROVED QUALITY EDUCATION THROUGH TRAINING PROGRAMS AND PROVISION/ REHABILITATION OF CLASSROOMS IN THE AREAS OF AURORA, QUEZON, ILOILO CITY, ZAMBOANGA CITY, LANAO DEL NORTE, LANAO DEL SUR AND NORTH COTABATO"; AND	8,135,000.00
2. STRENGTHENING IMPLEMENTATION OF BASIC EDUCATION IN SELECTED PROVINCES IN VISAYAS (STRIVE)	3,003,000.00
B.1.S. PESO COUNTERPART FOR THE UNITED NATION EDUCATIONAL SCIENTIFIC AND CULTURAL ORGANIZATION (UNESCO) FOR CAPABILITY BUILDING IN EDUCATIONAL PLANNING AND BUDGETING PROJECT	32,065,000.00
B.1.T. REPAIR & REHABILITATION OF DORMITORIES & COTTAGES OF BAGUIO TEACHERS CAMP	50,000,000.00
B.1.U. PAYMENT OF ARREARS ON THE GOVERNMENT CONTRIBUTION TO THE SOUTHEAST ASIAN MINISTERS OF EDUCATION ORGANIZATION (SEAMEO)	44,351,000.00
B.1.V. PAYMENT OF UNPAID PRIOR YEARS' STEP INCREMENT AND OTHER BENEFITS OF TEACHING AND NON TEACHING PERSONNEL	400,000,000.00
B.1.W. CONSTRUCTION/REPAIR/REHABILITATION/ COMPLETION OF SCHOOL BUILDINGS	1,000,000,000.00
C. DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT (DILG)	<u>P 1,375,089,000.00</u>
C.1 BUREAU OF JAIL MANAGEMENT AND PENOLOGY (BJMP)	<u>195,500,000.00</u>
C.1.A. CREATION OF 500 JAILGUARD POSITIONS EFFECTIVE OCTOBER 2006	25,500,000.00
C.1.B. SALARY ADJUSTMENT PURSUANT TO REPUBLIC ACT 9263	170,000,000.00



C. 2. BUREAU OF FIRE PROTECTION (BFP)	<u>4'19,589,000.00</u>
C.2.A. CREATION OF 200 FIREMEN POSITIONS EFFECTIVE OCTOBER 2006	10,209,000.00
C.2.B.SALARY ADJUSTMENT PURSUANT TO REPUBLIC ACT 9263	409,380,000.00
C.3. PHILIPPINE PUBLIC SAFETY COLLEGE (PPSC)	<u>12,000,000.00</u>
C.3.A. FIRST TRANCHE BASE-PAY ADJUSTMENT OF THE PHILIPPINE PUBLIC SAFETY COLLEGE CADETS	12,000,000.00
C.4. NATIONAL POLICE COMMISSION (NAPOLCOM)	<u>748,000,000.00</u>
C.4.A. PAYMENT OF BACK-EARNED PENSION OF INJURED/DISABLED POLICEMEN	748,000,000.00
D. DEPARTMENT OF SCIENCE AND TECHNOLOGY	<u>700,000,000.00</u>
D.1. OFFICE OF THE SECRETARY	
D.1.A FOR SMALL ENTERPRISES TECHNOLOGY UPGRADING PROGRAM (SET-UP)	100,000,000.00
D.1.B FOR TECHNO GABAY PROGRAM	100,000,000.00
D.1.C. FOR THE ESTABLISHMENT OF SCIENCE INFRASTRUCTURE AND TECHNOLOGY INCUBATION PARK	500,000,000.00
E. DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD)	<u>P 269,500,000.00</u>
E.1. OFFICE OF THE SECRETARY	
E.1.A.MILK AND BREAKFAST FEEDING PROGRAMS FOR PRE-SCHOOLERS	269,500,000.00
F. DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS (DOTC)	<u>P1,608,000,000.00</u>
F.1. OFFICE OF THE SECRETARY	
F.1.A .TO PROVIDE FOR THE NATIONAL GOVERNMENT SUBSIDY TO MRT LINE III:	
MAINTENANCE FEES	1,215,000,000.00
MRT INSURANCE	275,000,000.00
F.1.B. FOR THE PHILIPPINE COAST GUARD CLEAN UP OPERATION OF THE AREAS AFFECTED BY THE GUIMARAS OIL SPILL	118,000,000.00

G. CONSTITUTIONAL OFFICES

G.1. COMMISSION ON ELECTIONS	<u>P 730,236,000.00</u>
G.1.A.TO FUND PREPARATORY ACTIVITIES FOR THE 2007 NATIONAL AND LOCAL ELECTIONS	730,236,000.00
H. MISCELLANEOUS PERSONNEL BENEFITS FUND (MPBF)	<u>P4,922,791,000.00</u>
H.1. PHILIPPINE HEALTH INSURANCE COMMISSION (PHIC)	
H.1.A TO PROVIDE FOR THE INCREASE IN THE NATIONAL GOVERNMENT SHARE IN PREMIUM CONTRIBUTIONS OF GOVERNMENT EMPLOYEES	388,000,000.00
H.2. GOVERNMENT SERVICE INSURANCE SYSTEM (GSIS)	
H.2.A.TO PROVIDE FOR THE DEFICIENCY OF THE NATIONAL GOVERNMENT SHARE IN PREMIUM CONTRIBUTIONS	3,299,791,000.00
H.3. EMPLOYEES COMPENSATION COMMISSION (ECC)	
H.3.A. TO PROVIDE FOR THE INCREASE OF THE NATIONAL GOVERNMENT SHARE IN PREMIUM RATE	862,000,000.00
H.4. HOME DEVELOPMENT MUTUAL FUND	
H.4.A. TO PROVIDE FOR ARREARS OF THE NATIONAL GOVERNMENT SHARE IN PREMIUM CONTRIBUTIONS	373,000,000.00
I. ALLOCATION TO LOCAL GOVERNMENT UNITS (ALGU)	<u>P1,820,000,000.00</u>
I.1. SPECIAL SHARES OF LOCAL GOVERNMENT UNITS (LGUS) IN THE PROCEEDS OF NATIONAL TAXES	
I.1.A. TO PROVIDE FOR UNREMITTED SPECIAL SHARE OF LGUS IN NATIONAL WEALTH	670,000,000.00
I.2. PHILIPPINE HEALTH INSURANCE COMMISSION (PHIC)	
I.2.A. SUBSIDY TO LGUS FOR HEALTH INSURANCE PREMIUM OF INDIGENTS	900,000,000.00



I.2.B. SUBSIDY TO THE ENHANCED PCSO GREATER MEDICARE ACCESS PROGRAM FOR INDIGENTS	250,000,000.00
J. PENSION AND GRATUITY FUND	<u>P4,865,001,000.00</u>
<p>- TO PROVIDE FOR DEFICIENCY IN PENSION OF AFP RETIREES, WAR/MILITARY VETERANS OF THE DEPARTMENT OF NATIONAL DEFENSE (DND) AND UNIFORMED PERSONNEL OF THE DEPARTMENT OF INTERIOR AND LOCAL GOVERNMENT (DILG)</p>	
J.1. DEPARTMENT OF NATIONAL DEFENSE (DND)	<u>2,249,000,000.00</u>
J.1.A. GENERAL HEADQUARTERS	1,047,000,000.00
J.1.B. PHILIPPINE VETERANS AFFAIRS OFFICE (PVAO)	1,202,000,000.00
J.2. DEPARTMENT OF INTERIOR AND LOCAL GOVERNMENT (DILG)	<u>P2,616,001,000.00</u>
J.2.A. PHILIPPINE NATIONAL POLICE (PNP)	2,496,001,000.00
J.2.B. BUREAU OF FIRE PROTECTION (BFP)	98,000,000.00
J.2.C. BUREAU OF JAIL MANAGEMENT AND PENOLOGY (BJMP)	22,000,000.00
K. ALLOCATION TO LOCAL GOVERNMENT UNITS (ALGU)	<u>P14,844,000,000.00</u>
K.1 INTERNAL REVENUE ALLOTMENT (IRA)	14,844,000,000.00
L. CALAMITY FUND	<u>P 1,117,401,000.00</u>

**FOR LIVELIHOOD AND OTHER FORMS
OF ASSISTANCE TO THE VICTIMS OF
THE GUIMARAS OIL SPILL**

2. On page 1, delete lines 5 to 10
3. On page 2, delete lines 1 to 28
4. On page 3, delete lines 1 to 27
5. On page 4, delete lines 1 to 28
6. On page 5, delete lines 1 to 23
7. On page 6, delete lines 3 to 10



8. On page 6, between lines 10 and 11 insert the following:

A. THE AMOUNT OF ONE BILLION PESOS (P1,000,000,000.00) APPROPRIATED FOR SCHOOL BUILDING UNDER B.1.W SHALL BE APPORTIONED AS FOLLOWS: (i) FIVE HUNDRED MILLION PESOS (P500,000,000.00) FOR THE CONSTRUCTION AND COMPLETION OF SCHOOL BUILDINGS, AND (ii) FIVE HUNDRED MILLION PESOS (P500,000,000.00) SHALL BE FOR THE REHABILITATION, REPAIR AND RETROFITTING OF SCHOOL BUILDINGS: PROVIDED, THAT THE FUNDS SHALL BE DIRECTLY RELEASED TO AND ADMINISTERED BY THE DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH): PROVIDED, FURTHER, THAT TO ENCOURAGE THE PARTICIPATION OF NON-GOVERNMENT ORGANIZATIONS (NGOS) IN THE CONSTRUCTION OF SCHOOL BUILDINGS, THE AMOUNT OF AT LEAST TWO HUNDRED FIFTY MILLION PESOS (P250,000,000.00), OF THE FIVE HUNDRED MILLION PESOS (P500,000,000.00) FOR THE CONSTRUCTION AND COMPLETION OF SCHOOL BUILDINGS SHALL BE MADE AVAILABLE TO THE FEDERATION OF FILIPINO-CHINESE CHAMBERS OF COMMERCE AND INDUSTRY, INC. (FFCCCII) UNDER ITS "OPERATION BARRIO SCHOOL" PROGRAM AND OTHER NGOS WITH CAPABILITY AND PROVEN TRACK RECORD IN THE CONSTRUCTION OF PUBLIC SCHOOL BUILDINGS: PROVIDED, FURTHERMORE, THAT THE SIZE OF THE CLASSROOM TO BE CONSTRUCTED BY THE FFCCCII AND OTHER NGOS SHALL BE FORTY NINE (49) SQUARE METERS AND THE COST OF SUCH CLASSROOM SHALL NOT EXCEED TWO HUNDRED TWENTY FIVE THOUSAND PESOS (P225,000.00) INCLUSIVE OF ALL ADMINISTRATIVE CHARGES TO BE IMPOSED BY THE DPWH WHICH SHALL NOT EXCEED THREE-FOURTHS OF ONE (1) PERCENT (0.75%) OF THE COST PER CLASSROOM: PROVIDED, FINALLY, THAT THE ONE BILLION PESOS (P 1,000,000,000.00) FOR SHOO LBUILDING SHALL BE USED FOR AREAS EXPERIENCING ACUTE CLASSROOM SHORTAGE, "AREAS EXPERIENCING ACUTE CLASSROOM SHORTAGE" SHALL REFER TO AREAS (1) WHERE THE NUMBER OF STUDENTS DIVIDED BY THE EXISTING NUMBER OF CLASSROOMS SHALL RESULT IN A STUDENT- CLASSROOM RATIO OF 60:1 OR WORSE, (2) THOSE WHERE CLASSROOMS ARE TEMPORARY IN NATURE OR ARE MAKESHIFT STRUCTURES, OR (3) THOSE WITHOUT ANY CLASSROOMS AT ALL.

9. On page 6, lines 24 to 27 delete the following phrase"

"That any interest, surcharge, penalty or other similar charges imposed for late remittances due on the foregoing amount and on the unremitted share of the national, government and prior years are hereby condoned and extinguished: *Provided, Finally,*"

10. On page 7, line 1 delete the word "reimburse" and in lieu thereof insert the phrase "READJUST THE BENEFITS OF"

11. On page 7, line 7 change "1.L" to "K.1"

12. On page 7, line 14 delete the word "the" and in lieu thereof, insert the phrase "at least"

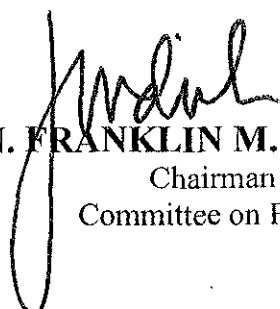
13. On page 7, line 15 between the words "appropriated" and "for" insert the phrase "from all sources"

14. On page 7, line 16 delete the word "ten" and in lieu thereof insert the word "six"

15. On page 7, line 16 delete the phrase "five (5) members each from the Senate and House of Representatives: Provided, That Members of the Minority shall be adequately represented" and in lieu thereof insert the following phrase :


"THE CHAIRPERSONS OF THE SENATE COMMITTEE ON FINANCE AND THE HOUSE COMMITTEE ON APPROPRIATIONS AS CO-CHAIRPERSONS, AND THE CHAIRPERSONS OF THE SENATE COMMITTEE ON ENVIRONMENT AND NATURAL RESOURCES AND THE HOUSE COMMITTEE ON ECOLOGY, AND ONE MEMBER EACH FROM THE SENATE AND THE HOUSE OF REPRESENTATIVES, TO BE DESIGNATED BY THE SENATE PRESIDENT AND THE SPEAKER OF THE HOUSE OF REPRESENTATIVES, UPON NOMINATION OF THE RESPECTIVE MINORITY LEADERS AS MEMBERS."

Respectfully submitted:


SEN. FRANKLIN M. DRILON
Chairman
Committee on Finance

MEMBERS


SEN. JOKER P. ARROYO



SEN. RODOLFO G. BIAZON


SEN. RALPH G. RECTO


SEN. MAR ROXAS

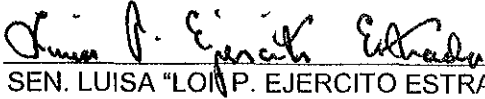
SEN. MIRIAM DEFENSOR - SANTIAGO


SEN. RAMON "BONG" REVILLA, JR.



SEN. EDGARDO J. ANGARA

SEN. JUAN PONCE ENRILE



SEN. LUISA "LOI" P. EJERCITO ESTRADA

SEN. RICHARD J. GORDON

SEN. PANFILO M. LACSON

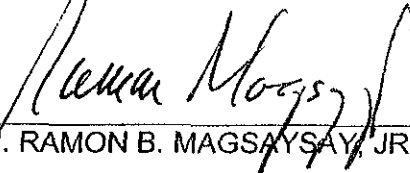
SEN. MANUEL "LITO" M. LAPID



SEN. ALFREDO S. LIM



SEN. M.A. MADRIGAL

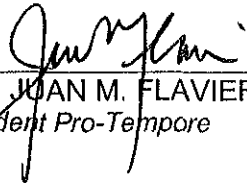


SEN. RAMON B. MAGSAYSAY, JR.



SEN. SERGIO R. OSMEÑA, III

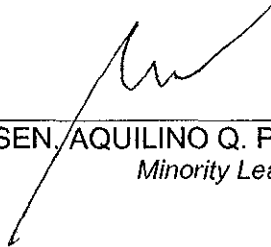
EX OFFICIO MEMBERS



SEN. JUAN M. FLAVIER
President Pro-Tempore



SEN. FRANCIS N. PANGILINAN
Majority Leader



SEN. AQUILINO Q. PIMENTEL, JR.
Minority Leader

HONORABLE MANNY VILLAR
Senate President
Pasay City, Philippines



HOUSE OF REPRESENTATIVES

H. No. 5668

BY REPRESENTATIVES SALCEDA, CODILLA AND TULAGAN.

AN ACT APPROPRIATING THE SUM OF FORTY-SIX BILLION FOUR
HUNDRED TWENTY-SIX MILLION FIVE HUNDRED TWENTY-
FOUR THOUSAND PESOS (P46,426,524,000.00) AS
SUPPLEMENTAL APPROPRIATION FOR FY 2006 AND FOR
OTHER PURPOSES

*Be it enacted by the Senate and House of Representatives of the Philippines in
Congress assembled:*

- 1 SECTION 1. *Appropriations.* — The sum of Forty-six billion four
2 hundred twenty-six million five hundred twenty-four thousand pesos
3 (P46,426,524,000.00) is hereby appropriated to supplement the FY 2006
4 Budget for the following purposes:
- 5 A. Department of Agrarian Reform P4,593,000,000.00
6 □ Implementation of the Comprehensive
7 Agrarian Reform Program pursuant to
8 Republic Act No. 6657, as amended by
9 Republic Act No. 8532
10

1	B. Department of Education (DepEd)	9,581,506,000.00
2	□ Current operating expenditures,	
3	including for existing and new teaching	
4	and nonteaching positions, textbook and	
5	instructional materials, School Feeding	
6	Program, Pre-School Education	
7	Program, Basic Education Madrasah	
8	Program, Schools First Initiative,	
9	Government Assistance to Students and	
10	Teachers in Private Education	
11	(GASTPE), increase in allotment per	
12	pupil/student under Maintenance and	
13	Other Operating Expenses (MOOE),	
14	Computerization Program, and Capital	
15	Outlays for construction, repair, and	
16	renovation of buildings for the Library	
17	Hub Program, Regional Education	
18	Learning Centers, Central/Regional/	
19	Division Offices, Human Resources	
20	Training and Development, repair and	
21	maintenance of school buildings,	
22	additional requirements of the regional	
23	offices proper for MOOE and capital	
24	outlay, GOP counterpart for Grant-	
25	assisted projects, payment of arrears to	
26	the Southeast Asian Ministers of	
27	Education Organization, and payment of	
28	unpaid prior years' step increment and	

- 1 other benefits of teaching and
 2 nonteaching personnel and construction,
 3 replacement, completion, rehabilitation,
 4 and repair of school buildings.
- 5 C. Department of the Interior and Local
 6 Government (DILG) 1,429,380,000.00
 7 [Bureau of Fire Protection (BFP), Bureau
 8 of Jail Management and Penology
 9 (BJMP), National Police Commission
 10 (NAPOLCOM), Philippine Public Safety
 11 College (PPSC)]
- 12 New positions for BFP and BJMP
 13 Upgrading of salaries of BFP and BJMP
 14 uniformed personnel – Last Tranche
 15 pursuant to Republic Act No. 9263
 16 Benefits for permanently disabled
 17 policemen, administration of which is
 18 under NAPOLCOM
 19 Increase in basic pay of PPSC Cadets –
 20 First Tranche
- 21 D. Department of Science and Technology 700,000,000.00
 22 Funding assistance to science and
 23 technology activities, including research
 24 and development, establishment of
 25 science infrastructure and technology
 26 incubation parks, and human resources
 27 development

1	E. Department of Social Welfare and	
2	Development	539,000,000.00
3	<input type="checkbox"/> Food for School Feeding Program for	
4	daycare children	
5	F. Department of Transportation and	
6	Communications	387,610,000.00
7	<input type="checkbox"/> Metro Rail Transit III subsidy	
8	requirements for maintenance and	
9	equity rental fee, staffing and	
10	administrative costs, and insurance	
11	G. Other Executive Offices	14,000,000.00
12	Professional Regulations Commission	
13	<input type="checkbox"/> Financial assistance for the conduct of	
14	professional examinations	
15	H. Commission on Elections	730,236,000.00
16	<input type="checkbox"/> Modernization of the Electoral System	
17	<input type="checkbox"/> Preparatory activities for the 2007	
18	National and Local Elections	
19	I. Miscellaneous Personnel Benefits Fund.	4,922,791,000.00
20	<input type="checkbox"/> Increase in government counterpart	
21	contribution due the Employees	
22	Compensation Commission (ECC) and	
23	Philippine Health Insurance	
24	Corporation (PHIC) effective 2006	
25	<input type="checkbox"/> Deficiency in government counterpart	
26	contribution due Home Development	
27	Mutual Fund (HDMF) from July 1997	
28	and prior years and Government Service	

1	Insurance System (GSIS) from July	
2	1997 to December 1998	
3	J. Allocations to Local Government Units (LGUs)	1,820,000,000.00
4	<input type="checkbox"/> Unremitted Special Shares of LGUs in	
5	National Wealth	
6	<input type="checkbox"/> Premium Subsidy for Indigents under	
7	the National Health Insurance Program	
8	K. Pension and Gratuity Fund	4,865,001,000.00
9	<input type="checkbox"/> Pension of the Armed Forces of the	
10	Philippines (AFP) retirees, war/military	
11	veterans of the Department of National	
12	Defense, and uniformed personnel of	
13	the DILG	
14	<input type="checkbox"/> Validated arrearages in old age pension	
15	due to World War II Veterans pursuant	
16	to Republic Act No. 6948, as amended	
17	by Republic Act No. 7696	
18	L. Allocations to Local Government	
19	Units – Internal Revenue Allotment	
20	(ALGU-IRA)	14,844,000,000.00
21	M. Calamity Fund	2,000,000,000.00
22	<input type="checkbox"/> For the Guimaras Oil Spill	
23		
24	Total	P46,426,524,000.00
25		

26 SEC. 2. *Use of Funds.* – The amount herein appropriated shall be used
27 for the purposes indicated and subject to the applicable Special Provisions

1 under Republic Act No. 9336, the FY 2005 General Appropriations Act, as
2 reenacted: *Provided*, That the following conditions shall be applicable:

3 A. The amount of One billion pesos (P1,000,000,000.00) appropriated
4 under Section 1:B shall be directly released to, and administered by, the
5 Department of Public Works and Highways based on the work program
6 submitted by the DepEd: *Provided*, That the amount of Five hundred million
7 pesos (P500,000,000.00) shall be for the construction, replacement and
8 completion of school buildings and Five hundred million pesos
9 (P500,000,000.00) shall be for the rehabilitation and repair of school
10 buildings;

11 B. Upgrading of salaries of uniformed personnel of the BFP and BJMP
12 and the increase in basic pay of PPSC Cadets shall be effective July 1, 2006;

13 C. *Miscellaneous Personnel Benefits Fund*:

14 1. Release of the increase in government counterpart contribution due
15 ECC starting 2006 shall be subject to ECC Board approval of a rationalized
16 benefit scheme: *Provided*, That any new increase in government counterpart
17 contributions may only be made after consultation with the Department of
18 Budget and Management (DBM); and

19 2. Release of deficiencies in government counterpart contributions due:
20 (i) HDMF, from July 1997 and prior years shall be subject to reconciliation of
21 accounts between DBM and HDMF; and (ii) GSIS, representing deficiency
22 from July 1997 to December 1998 shall, notwithstanding any provision of law
23 to the contrary, be considered as payment on the principal and not on any
24 interest due thereon: *Provided*, That any interest, surcharge, penalty or other
25 similar charges imposed for late remittances due on the foregoing amount and
26 on the unremitted share of the national government and prior years are hereby
27 condoned and extinguished: *Provided, finally*, That GSIS undertakes to

1 reimburse all retirees whose retirement and other benefits were reduced by
2 reason of such deficiency in employer's counterpart contributions.

3 D. The amounts appropriated under Philippine Veterans Affairs Office,
4 Pension and Gratuity Fund, shall be used to pay the validated arrearages in old
5 age pension due to World War II Veterans.

6 SEC. 3. *Automatic Appropriations.* – The amount stated under Section
7 1.L (ALGU-IRA) is considered automatically appropriated. Future local
8 government share in the national internal revenue taxes or IRA shall henceforth
9 be automatically appropriated.

10 SEC. 4. *Release of Funds.* – The amounts appropriated herein shall be
11 released to the departments, bureaus, offices, agencies and LGUs by the DBM
12 in accordance with budgeting laws, rules and regulations.

13 SEC. 5. *Oversight Committee.* – There is hereby created a Joint
14 Congressional Oversight Committee to oversee the utilization of the Two
15 billion pesos (P2,000,000,000.00) appropriated for the Guimaras Oil Spill. The
16 Committee shall be composed of ten Members with five (5) members each
17 from the Senate and the House of Representatives: *Provided, That Members*
18 *of the Minority shall be adequately represented.*

19 SEC. 6. *Implementing Rules and Regulations.* – The DBM shall issue
20 the necessary rules and regulations to implement the provisions of this Act
21 including, but not limited to, the upgrading of salaries of uniformed personnel
22 of the BFP and BJMP and the increase in basic pay of PPSC Cadets.

23 SEC. 7. *Effectivity.* – This Act shall take effect upon its enactment into
24 law.

Approved,