



Republic of the Philippines
Municipality of Pilar
Province of Sorsogon

BUDGET MESSAGE

October 1, 2015

The Honorable Members
Sangguniang Bayan

Gentlemen:

May I submit the proposed Annual Budgets for FY 2016 of the Municipal Government of Pilar, Sorsogon, for both the General Fund and Operation of Economic Enterprise pursuant to Section 318 of RA 7160.

A. INTRODUCTION

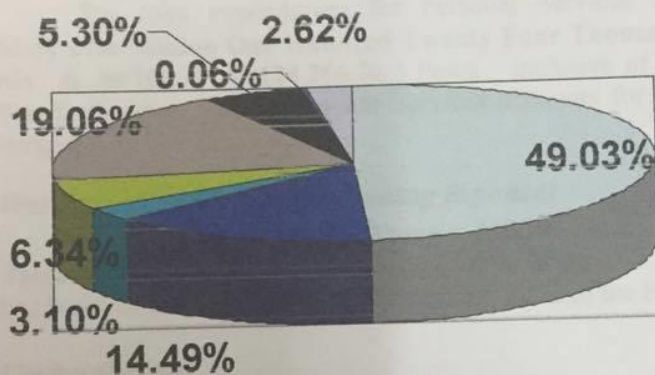
This Executive Budget was prepared after a thorough deliberation with all concerned offices/departments and interested citizens to make it an effective tool for equitably allocating the limited resources of government to the different sectors, thus making the Budget an instrument for the economic and social upliftment of our people. We have substantially committed funds for the programs, projects and activities needed for an efficient and effective delivery of the basic services enumerated in the Local Government Code.

It is important to stress at this point that the preparation of this Budget has been open to the public through private sector representation to make decisions more participative and democratic. This is also in keeping with government's thrust for transparency and accountability in the budget-making processes. We take full cognizance of the significant roles demonstrated by non-government organizations, other private sector associations, and the general public in the planning and pre-budget preparation stage by way of their membership in the Local Development Council Executive Committee.

This Budget integrates the Municipal Development Plan into the expenditure program by proposing only those projects which have been ranked as top priority in the Annual Investment Program (AIP).

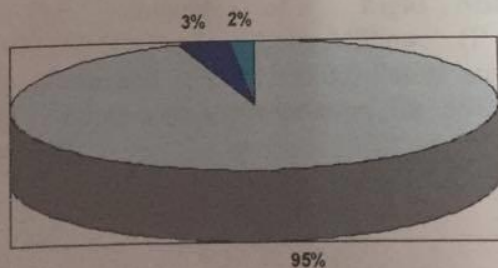
The balanced General Fund Budget for FY 2016 is composed of the Expenditure Program amounting to One Hundred Fifty Two Million Seven Hundred Eight Thousand Nine Hundred Ninety (P 152,708,990.00) Pesos.

EXPENDITURE PROGRAM
Budget Year 2016
(Distribution by Sector)
(P 152,708,990.00)



- General Public Service - 74.8M
- Social Services - 22.1M
- Economic Services - 4.7M
- Terminal Leave Benefits - 9.6M
- 20% Development Fund - 29.1M
- Calamity Fund - 8.1M
- Aid to Barangay - .09
- Lump Sum SSL Part 3 - 2.6M

DISTRIBUTION BY TYPE OF REVENUE
Budget Year
(P 152,708,990.00)



- Internal Revenue Allotment - 145.2M
- Tax Revenue - 4.7M
- Non-Tax Revenue - 2.7M

B. GOALS AND OBJECTIVES

The municipality expects to attain the following objectives during the plan period:

- Increase per capita income
- Provide accessibility to all basic needs and services
- Provide expanded employment opportunities to the poor residents; and
- Increase agricultural productivity and enhance delivery of health care services.

C. FISCAL POLICIES

Revenue-generating measures include enhanced tax collection via a vigorous tax information campaign and intensified tax collection effort.

D. DISTRIBUTION BY MAJOR EXPENSE CLASS

Personal Services

The total expenditures for Personal Services for the budget year is **Sixty Five Million One Hundred Twenty Four Thousand Two Hundred Fifty Six & 36/100 (P 65,124,256.36)** Pesos inclusive of the provision for Salary Standardization. Total Personal Services accounts for 43 % of the total LGU budget.

Maintenance and Other Operating Expenses

The amount of **Forty Three Million Seven Hundred Thirty One Thousand Seven Hundred Thirty Three & 64/100 (P 43,731,733.64)** Pesos has been set aside for MOOE, representing 29 % of the budget.

Capital Outlays

Expenditures for Capital Outlays will amount to **Two Million Five Hundred Fifty Five Thousand and 00/100 (P 2,555,000.00)** Pesos or 2 % of the total expenditures. It includes provisions for development projects and Loan Outlays.

The amount of **Twenty Nine Million One Hundred Thousand & 00/100 (P 29,100,000.00)** Pesos for development projects includes 19% amount funded from the 20% Development Fund.

Other Purposes

The amounts of **Eight Million One Hundred Thousand (P 8,100,000.00)** Pesos, **Four Million (P 4,000,000.00)** Pesos and **Ninety Eight Thousand (P 98,000.00)** Pesos are set aside as reserve for Calamity Fund, Lump-sum Appropriation for SSL Part III and Aid to Barangays, respectively.

E. OPERATION OF ECONOMIC ENTERPRISE

The proposed Budget for the Operation of Economic Enterprise (Operation of Port & Market) in FY 2016 shall be sourced from the estimated Operation of Port & Market Service Income of **Eight Million Two Hundred Thousand and 00/100** (P 8,200,000.00) Pesos allocated as follows:

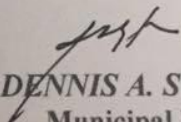
Particulars	Amount (P)	% to Total
Personal Services	P 7,091,852.16	86 %
Maintenance and Other Operating Expenses	986,147.84	12 %
Capital Outlays	122,000.00	.02 %
TOTAL	8,200,000.00	100 %

CONCLUSION

Submitted together with this Message are the Local Revenue and Expenditure Program and the Budget of Expenditures and Sources of Financing, and the Annual Investment Program.

Gentlemen of the Sanggunian, this budget proposal manifests our determination to lay a strong foundation for a greater and progressive municipality. Let us join our hands together as we go about our mission of providing a brighter future for our constituents.

Very truly yours,


DENNIS A. SY-REYES
Municipal Mayor