



Republic of the Philippines  
Municipality of Pilar  
Province of Sorsogon

## BUDGET MESSAGE

*October 1, 2016*

The Honorable Members  
Sangguniang Bayan

**Gentlemen:**

May I submit the proposed Annual Budgets for FY 2017 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.

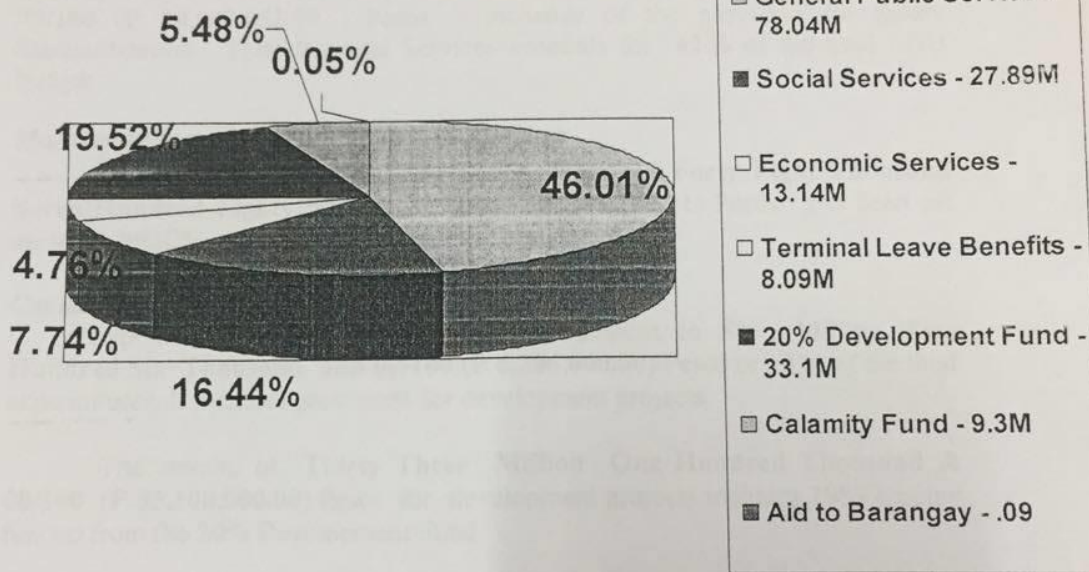
It is important to stress at this point that the preparation of this Budget has been open to the public through private sector representation to make decisions more participative and democratic. This is also in keeping with government's thrust for transparency and accountability in the budget-making 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.

In particular, they took active part in the review of the visions and goals in the Municipal Development Plan and the prioritized projects in the Medium-Term Municipal Development Investment Program to address current needs and provide inputs to the formulation of the Annual Investment Program. These programs have been duly approved by the honorable members of the Sanggunian under Resolution No. 224, series of 2016 approved on November 7, 2016.

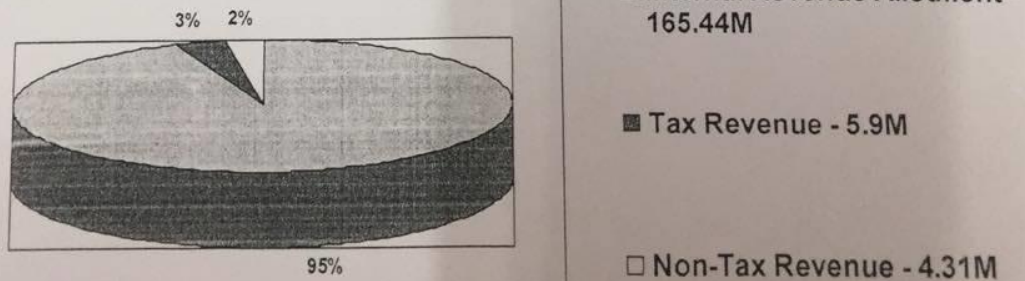
This Budget integrates the Municipal Development Plan into the expenditure program by proposing only those projects which have been ranked as top priority in the Annual Investment Program (AIP).

The balanced General Fund Budget for FY 2017 is composed of the Expenditure Program amounting to One Hundred Sixty Nine Million Six Hundred Fifty Five Thousand Four Hundred Forty Two ( P 169,655,442.00 ) Pesos.

**EXPENDITURE PROGRAM**  
Budget Year 2017  
(Distribution by Sector)  
( P 169,655,442.00 )



**DISTRIBUTION BY TYPE OF REVENUE**  
Budget Year  
( P 175,655,442.00 )



## ***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 **Seventy Million Six Hundred Two Thousand Six Hundred Fifty Two & 79/100 (P 70,602,652.79 )** Pesos inclusive of the provision for Salary Standardization. Total Personal Services accounts for **42%** of the total LGU budget.

### ***Maintenance and Other Operating Expenses***

The amount of **Fifty Million Three Hundred Forty Eight Thousand Seven Hundred Eighty Nine & 21/100 (P 50,348,789.21)** Pesos has been set aside for MOOE, representing **30%** of the budget.

### ***Capital Outlays***

Expenditures for Capital Outlays will amount to **Six Million Two Hundred Six Thousand and 00/100 (P 6,206,000.00)** Pesos or **4%** of the total expenditures. It includes provisions for development projects.

The amount of **Thirty Three Million One Hundred Thousand & 00/100 (P 33,100,000.00)** Pesos for development projects includes **19%** amount funded from the **20%** Development Fund.

### ***Other Purposes***

The amounts of **Nine Million Three Hundred Thousand (P 9,300,000.00)** Pesos, and **Ninety Eight Thousand ( P 98,000.00)** Pesos are set aside as reserve for Calamity Fund and Aid to Barangays, representing **5%** respectively.

**E. OPERATION OF ECONOMIC ENTERPRISE**

The proposed Budget for the Operation of Economic Enterprise (Operation of Port & Market ) in FY 2017 shall be sourced from the estimated Operation of Port & Market Service Income of **Eight Million Six Hundred Thousand and 00/100** (P 8,600,000.00) Pesos allocated as follows:

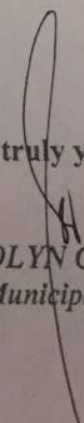
Particulars	Amount (P)	% to Total
<i>Personal Services</i>	<i>P 7,016,209.24</i>	<i>82 %</i>
<i>Maintenance and Other Operating Expenses</i>	<i>1,447,790.76</i>	<i>16 %</i>
<i>Capital Outlays</i>	<i>136,000.00</i>	<i>2 %</i>
<b>TOTAL</b>	<b>8,600,000.00</b>	<b>100 %</b>

**CONCLUSION**

Submitted together with this Message are the Local Revenue and Expenditure Program 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,

  
**CAROLYN C. SY-REYES**  
*Municipal Mayor*