

C. BUREAU OF INTERNAL REVENUE

For general administration and support, support to operations, and operations, including locally-funded project(s), as indicated hereunder.....P 6,303,848,000

New Appropriations, by Program/Project  
=====

					Current Operating Expenditures							
					Personal	Maintenance	Capital	Total				
					Services	and Other	Outlays					
						Operating						
						Expenses						
A.	PROGRAMS											
	I. General Administration and Support											
	a.	General Administration and Support Services			P	360,196,000	P	736,169,000	P	43,132,000	P	1,139,497,000
		Sub-total, General Administration and Support				360,196,000		736,169,000		43,132,000		1,139,497,000
	II. Support to Operations											
	a.	Planning and Policy Formulation				16,398,000		3,432,000				19,830,000
	b.	Program/Project Coordination, Monitoring and Evaluation				133,203,000		13,975,000				147,178,000
	c.	Public Information Services				6,860,000		8,682,000				15,542,000
	d.	Statistical Services				7,121,000		770,000				7,891,000
	e.	Information Systems Development and Maintenance				135,645,000		26,340,000				161,985,000
	f.	Legal Services				52,828,000		10,120,000				62,948,000
	g.	Confidential Activities						10,000,000				10,000,000
		Sub-total, Support to Operations				352,055,000		73,319,000				425,374,000
	III. Operations											
	a.	Enforcement of Internal Revenue Laws				2,419,532,000		1,023,981,000				3,443,513,000
		Sub-total, Operations				2,419,532,000		1,023,981,000				3,443,513,000
	Total, Programs					3,131,783,000		1,833,469,000		43,132,000		5,008,384,000
B.	PROJECT(S)											
	I. Locally-Funded Project(s)											
	a.	Tax Administration Computerization Project						1,048,169,000		27,295,000		1,075,464,000
	b.	Large Taxpayers Building Construction								220,000,000		220,000,000

Sub-total, Locally-Funded Project(s)		1,048,169,000	247,295,000	1,295,464,000
Total, Project(s)		1,048,169,000	247,295,000	1,295,464,000
TOTAL NEW APPROPRIATIONS	P 3,131,783,000	P 2,881,638,000	P 290,427,000	P 6,303,848,000

Special Provision(s)

1. Use of Income. Of the amounts appropriated for MOOE, Fifty Million Pesos (P50,000,000) shall be sourced from the income generated from fines and penalties imposed for violations related to the printing and issuance of receipts and invoices and other violations of the National Internal Revenue Code (NIRC): PROVIDED, That such amount shall be used to fund the requirements of the Tax Lottery System Program, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

2. Use of the One Percent (1%) Share in Taxes on Locally-manufactured Virginia-type Cigarettes. In addition to the amounts appropriated herein, Three Hundred Fifteen Million Four Hundred Thirty One Thousand Pesos (P315,431,000) shall be sourced from the one percent (1%) share in the taxes on locally-manufactured Virginia-type cigarettes to be used for the purchase of materials, apparatus, equipment, as well as improvement and adoption of modern methods for the effective enforcement and collection of taxes in accordance with R.A. No. 5447, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

3. Use of Bank Penalties. In addition to the amounts appropriated herein, One Hundred One Million Seven Hundred Five Thousand Pesos (P101,705,000.00) shall be sourced from penalties for delayed remittances by banks to be used to finance programs, projects and activities of the BIR in the furtherance of its collection function, subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

4. Tax Refunds. The amount of Three Billion Two Hundred Eighty Three Million Eight Hundred Sixty Two Thousand Pesos (P3,283,862,000) shall be used for tax refunds, which shall be deemed automatically appropriated and charged against the current year's collection, subject to audit by the COA. Of said amount, One Billion Pesos (P1,000,000,000) shall be for the refund of excess or erroneous collection of value-added tax (VAT) and other internal revenue taxes pursuant to Section 229 of R.A. No. 8424.

The remaining Two Billion Two Hundred Eighty Three Million Eight Hundred Sixty Two Thousand Pesos (P2,283,862,000) shall be used for the refund of input taxes attributable to zero-rated or effectively zero-rated transactions under Section 112 of R.A. No. 8424, as amended, subject to guidelines to be jointly issued by the DOF, BIR and DBM.

The report on the current year's revenue collections from the BIR shall be correspondingly adjusted equivalent to the amounts refunded for taxes collected in previous years.

The BIR shall submit, either in printed form or by way of electronic document, to the DBM, the House Committee on Appropriations and Senate Committee on Finance separate quarterly reports on the utilization of this amount. The Commissioner of BIR shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the BIR.

5. Tax Credit Certificate Monetization Program. The implementation of the Tax Credit Certificate (TCC) Monetization Program to be approved by the President of the Philippines shall be spread over a period of five (5) years: PROVIDED, That the amount of Twenty Nine Million Two Hundred Ninety Nine Thousand Pesos (P29,299,000) shall cover the first tranche of payments for the monetization of outstanding VAT TCCs originally issued in FY 2003 and in previous years: PROVIDED, FURTHER, That the release of the amounts appropriated for the purpose shall be subject to the verification of the TCCs by the BIR: PROVIDED, FURTHERMORE, That the payment of other outstanding VAT TCCs issued until December 31, 2011 shall be made in the second to the fifth tranche of implementation of the Program: PROVIDED, FURTHERMORE, That the report on the current year's revenue collections from the BIR shall be correspondingly adjusted equivalent to the amounts of TCCs monetized: PROVIDED, FINALLY, That implementation of this provision shall be subject to guidelines to be jointly issued by the DOF, BIR and DBM.

6. Informer's Reward. Pursuant to Section 282 (A) of R.A. No. 8424, ten percent (10%) of the revenues, surcharges or fees recovered and/or fines or penalties imposed for violations of the NIRC or One Million Pesos (P1,000,000) per case, whichever is lower, shall be recorded as trust receipts by the BIR and deposited with the National Treasury. Such amount may be released and used for the payment of informer's reward to persons instrumental in the discovery of such violations, except internal revenue officials or employees, or other public officials or employees, whether incumbent or retired, who acquired the information in the course of the performance of their duties during their incumbency, and their relatives within the sixth degree of consanguinity.

Implementation of this provision shall be subject to guidelines to be jointly issued by the DBM, DOF, BIR and BTr.

7. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

PROGRAMS AND ACTIVITIES

					Current Operating Expenditures				
					Personal	Maintenance	Capital	Total	
					Services	and Other	Outlays		
						Operating			
						Expenses			
I.	General Administration and Support								
a.	General Administration and Support Services	P	360,196,000	P	736,169,000	P	43,132,000	P	1,139,497,000
1.	Central Office		126,794,000		443,008,000		43,132,000		612,934,000
a.	Management and supervision		93,714,000		400,522,000		43,132,000		537,368,000
b.	Staff HRD		33,080,000		42,486,000				75,566,000
2.	Regional Offices		233,402,000		293,161,000				526,563,000
a.	General management and supervision		233,402,000		293,161,000				526,563,000
1.	Revenue Region 1		10,244,000		12,607,000				22,851,000
2.	Revenue Region 2 - Cordillera Administrative Region		8,057,000		6,776,000				14,833,000
3.	Revenue Region 3		7,971,000		12,059,000				20,030,000
4.	Revenue Region 4		13,990,000		28,023,000				42,013,000
5.	Revenue Region 5		12,461,000		5,179,000				17,640,000
6.	Revenue Region 6		15,105,000		21,052,000				36,157,000
7.	Revenue Region 7		16,371,000		50,603,000				66,974,000
8.	Revenue Region 8		12,218,000		6,785,000				19,003,000
9.	Revenue Region 9		12,496,000		12,742,000				25,238,000
10.	Revenue Region 10		12,677,000		10,407,000				23,084,000
11.	Revenue Region 11		12,326,000		16,550,000				28,876,000
12.	Revenue Region 12		13,149,000		10,549,000				23,698,000
13.	Revenue Region 13		13,053,000		20,707,000				33,760,000
14.	Revenue Region 14		12,081,000		14,073,000				26,154,000
15.	Revenue Region 15		11,908,000		16,679,000				28,587,000
16.	Revenue Region 16		12,328,000		10,398,000				22,726,000
17.	Revenue Region 17		10,415,000		4,826,000				15,241,000

18. Revenue Region 18	13,771,000	11,308,000	25,079,000
19. Revenue Region 19	12,781,000	18,120,000	30,901,000
20. Revenue Region 20		3,718,000	3,718,000
Sub-total, General Administration and Support	360,196,000	736,169,000	43,132,000
II. Support to Operations			
a. Planning and Policy Formulation	16,398,000	3,432,000	19,830,000
1. Planning, policy and project development, and management improvement	16,398,000	3,432,000	19,830,000
b. Program/Project Coordination, Monitoring and Evaluation	133,203,000	13,975,000	147,178,000
1. Formulation, coordination, monitoring and evaluation of collection and assessment services, including formulation of procedures and policies on tax fraud investigations and intelligence operations	133,203,000	13,975,000	147,178,000
c. Public Information Services	6,860,000	8,682,000	15,542,000
1. Implementation of the tax information and education program	6,860,000	8,682,000	15,542,000
d. Statistical Services	7,121,000	770,000	7,891,000
1. Collation, analysis, monitoring, generation and development of internal revenue statistics	7,121,000	770,000	7,891,000
e. Information Systems Development and Maintenance	135,645,000	26,340,000	161,985,000
1. Computer and Information System Services including development and maintenance of computerized Management Information System (MIS) and enhancement of various BIR Tax systems and programs	135,645,000	26,340,000	161,985,000
f. Legal Services	52,828,000	10,120,000	62,948,000
Issuance of tax rulings, decisions on appealed cases and assistance in the prosecution of civil and criminal cases	52,828,000	10,120,000	62,948,000
g. Confidential Activities		10,000,000	10,000,000
1. Confidential activities		10,000,000	10,000,000
Sub-total, Support to Operations	352,055,000	73,319,000	425,374,000
III. Operations			
a. Enforcement of Internal Revenue Laws	2,419,532,000	1,023,981,000	3,443,513,000
1. Central Office Operations	221,932,000	361,749,000	583,681,000

2. Regional Operations	2,197,600,000	662,232,000	2,859,832,000
a. Revenue Region 1	109,963,000	41,229,000	151,192,000
b. Revenue Region 2 - Cordillera Administrative Region	78,344,000	12,903,000	91,247,000
c. Revenue Region 3	69,979,000	15,507,000	85,486,000
d. Revenue Region 4	125,929,000	28,084,000	154,013,000
e. Revenue Region 5	110,829,000	34,404,000	145,233,000
f. Revenue Region 6	189,864,000	53,007,000	242,871,000
g. Revenue Region 7	262,787,000	100,348,000	363,135,000
h. Revenue Region 8	195,442,000	82,417,000	277,859,000
i. Revenue Region 9	173,939,000	51,022,000	224,961,000
j. Revenue Region 10	93,764,000	25,185,000	118,949,000
k. Revenue Region 11	87,601,000	19,348,000	106,949,000
l. Revenue Region 12	78,575,000	21,439,000	100,014,000
m. Revenue Region 13	120,873,000	37,440,000	158,313,000
n. Revenue Region 14	94,100,000	22,526,000	116,626,000
o. Revenue Region 15	82,355,000	7,537,000	89,892,000
p. Revenue Region 16	104,916,000	31,572,000	136,488,000
q. Revenue Region 17	60,105,000	16,465,000	76,570,000
r. Revenue Region 18	80,285,000	17,823,000	98,108,000
s. Revenue Region 19	77,950,000	26,407,000	104,357,000
t. Revenue Region 20		17,569,000	17,569,000

Sub-total, Operations

2,419,532,000 1,023,981,000 3,443,513,000

TOTAL, PROGRAMS AND ACTIVITIES

P 3,131,783,000 P 1,833,469,000 P 43,132,000 P 5,008,384,000

New Appropriations, by Object of Expenditures

=====  
(In Thousand Pesos)

A. Programs/Locally-Funded\_Project(s)

Current Operating Expenditures

Personal Services

Basic Pay, Civilian

2,460,266

Total Salaries/Wages

-----  
2,460,266  
-----

Other Compensation	
Representation Allowance	31,217
Year-End Bonus	258,802
Step Increments for Length of Service	6,173
Personnel Economic Relief Allowance	258,036
Clothing/Uniform Allowance	43,008
Subsistence Allowance	161
Productivity Incentive Benefits	21,504
	-----
Total Other Compensation	618,901
	-----
Gross Compensation	3,079,167
	-----
Fixed Personnel Expenditures	
Pag-I.B.I.G. Contributions	12,920
Health Insurance Premiums	26,814
Employees Compensation Insurance Premiums (ECIP)	12,882
	-----
Total Fixed Personnel Expenditures	52,616
	-----
Total Personal Services	3,131,783
	-----
Maintenance and Other Operating Expenses	
Travelling Expenses	335,804
Communication Expenses	93,888
Repair and Maintenance	391,958
Transportation and Delivery Expenses	6,430
Supplies and Materials	490,698
Rents	489,686
Interests	182,605
Utility Expenses	167,992
Training and Scholarship Expenses	44,298
Extraordinary and Miscellaneous Expenses	3,798
Confidential and Intelligence Expenses	10,000
Taxes, Insurance Premiums and Other Fees	21,585
Professional Services	616,392
Printing and Binding Expenses	3,748
Advertising Expenses	17,926
Subscription Expenses	4,245
Membership Dues and Contributions to Organizations	585
	-----
Total Maintenance and Other Operating Expenses	2,881,638
	-----
Total Current Operating Expenditures	6,013,421
	-----
Capital Outlays	
Buildings and Structures Outlay	273,132
Office Equipment, Furniture and Fixtures	17,295
	-----
Total Capital Outlays	290,427
	-----
TOTAL NEW APPROPRIATIONS	6,303,848
	=====