



Republic of the Philippines  
**OFFICE OF THE MUNICIPAL MAYOR**  
MUNICIPALITY OF CULASI  
Province of Antique

**B U D G E T   M E S S A G E**

October 14, 2011

**The Honorable Vice-Mayor**  
and  
**The Honorable Members**  
Sangguniang Bayan  
Culasi, Antique

Gentlemen and Ladies:

Greetings!

May I submit the Proposed Annual Municipal Budget for Fiscal Year 2012 pursuant to Section 318 of RA 7160.

**A. INTRODUCTION**

This Executive Budget was prepared after a thorough deliberation with all the offices/departments and line agencies that will serve as a tool in providing or allocating resources to different sectors, thus improving delivery of basic services to the constituents. We have committed to provide funds for programs, projects and activities for the upliftment of our people.

The budget was distributed to different services; General Services, Social Services, Economic Services and other sectors to addressed current needs. The program thrust of the Municipality is to develop infra support programs in economic, social and environmental aspects and to deliver basic services effectively and efficiently for good governance.

The planning- budgeting preparation was actively participated by the private sector as members of the Municipal Development Council (MDC) who took the vital role in the review of the Municipalities goal and policies and in prioritizing programs/projects/activities to be incorporated in the Annual Investment Program. These programs/projects are consistent with prescribed guidelines set by the national government.

The Annual Investment Programs was duly approved by the Sangguniang Bayan Members.

Exhibit 1

**Expenditure Programs**

General Public Services	55,927,996.90	76.53%
Economic Services	4,827,086.00	6.67%
Social Services	8,593.373.00	11.88%
5% Budgetary Reserve	3,562,422.90	4.92%
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	72,348,458.00	100%

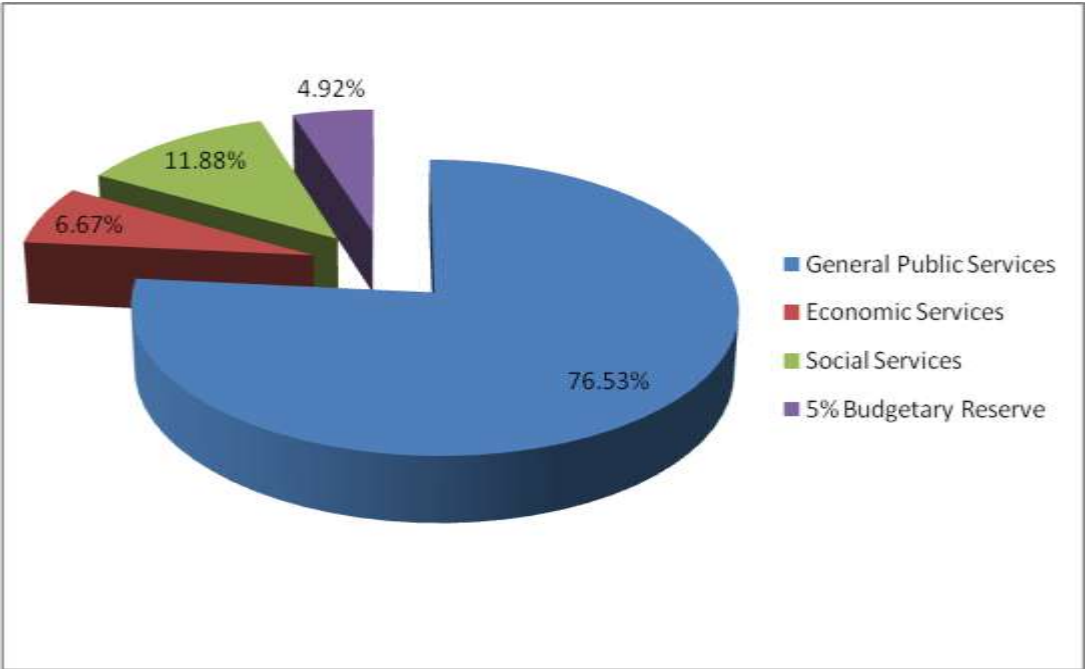
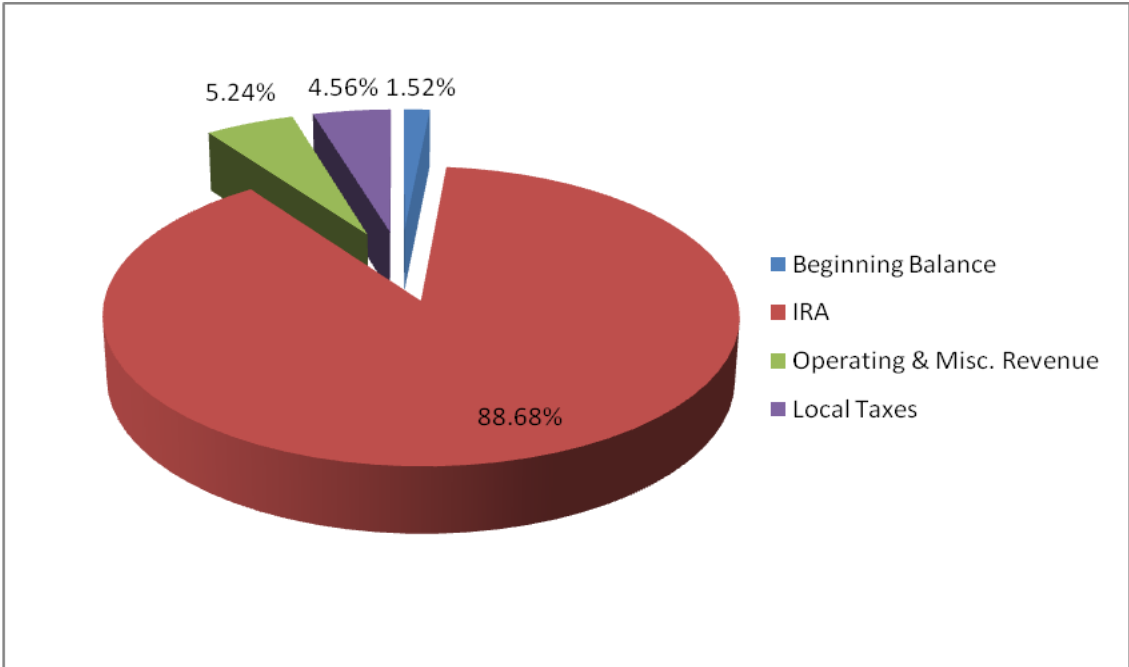


Exhibit 2

Distribution by Type of Revenue

Beginning Balance	-	-	-	1,100,000.00
IRA	-	-	-	64,158,958.00
Operating and Miscellaneous Revenue				3,789,500.00
Local Taxes	-	-	-	3,300,000.00



B. GOALS AND OBJECTIVES

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

- 1. To increase agricultural production through adoption of new agricultural technologies and rehabilitation of irrigation facilities.
- 2. To reduce poverty by implementing barangay level projects that respond to communities felt needs and problems.
- 3. To improve delivery of health services by upgrading health facilities.
- 4. To support and improve social services in providing assistance to target clientele.

- 5. To increase awareness of the constituents on peace and security measure for a safe and peaceful community.
- 6. To develop infra support programs/projects in economic and social aspects to uplift living condition.
- 7. To establish tourist facilities and promote Culasi as a tourist destination in Northern Antique.
- 8. To provide employment opportunities to college students through Special Program for Employment of Students.

C. FISCAL POLICIES

- 1. Enhanced tax collection through massive tax information campaign and intensified tax collection effort.
- 2. Inverse fees and charges by 10% of the budget year.

D. PROGRAM THRUSTS AND PRIORITIES

It has been estimated that our total resources for the budget year will reach P72,348,458.00 out of total income Eighty-nine percent (89%) or P64,258,958.00 of this will be derived from Internal Revenue Allotment (IRA)

We have been trying to increase the collection of our local taxes in order to be independent from our IRA. Our revenue from local taxes for the Budget Year is estimated at P3,300,000.00 which is higher than the current year's P2,845,00000.

Operating and miscellaneous revenue are projected at P3,789,500.00

A summary of our total General Fund Budget Proposal will show the allocation by sector as follows:

EXHIBIT 3		
SECTOR/SERVICES	AMOUNT (P)	% to TOTAL
General Public Services	38,613,911.00	53%
Economic Services	4, 543,886.00	6%
Social Services	7,701,073.00	10%
5% Budgetary Reserve	3,562,422.90	5%
20% Development Fund	12,831,791.00	18%
Other Purposes	5,095,372.00	8%
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	72,348,455.90	100%

General Public Services

Fifty three percent (53%) of the total budget or P38,613,911.00 is allocated for this sector. This amount will be distributed to the different offices with programs that will promote order and public safety and also for the continuity of the regular functions of the municipality.

Economic Services

This sector is allocated the amount of P4,543,886.00 or 6% of the budget. The allocation of this sector also includes funds for the completion of development projects.

Social Services

The amount of P7,701,073.00 of the budget allocated for the delivery of health and social services or 10% of the budget. The bulk of this allocation shall be given to the members of the marginalized sector of the community.

5% Budgetary Reserve

The amount of P3, 562,422.90 representing 5% of the estimated income/revenue for year 2012 was appropriated as budgetary reserve to cover unforeseen expenditures arising from the occurrence of natural calamities within the locality declared in the state of calamity by the President.

20% Development Fund

The amount of P12,831,791.00 representing 20% of the IRA was appropriated for development programs and projects consistent with the Joint Memorandum Circular of the Department of Interior and Local Government and the Department of Budget and Management No. 2011-1 dated April 13, 2011 for the attainment of socio-economic development of the municipality.

Exhibit 5

**Distribution by Major Class Expense**

Personal Services	32,039,128.00	44%
MOOE	13,882,962.00	19%
Capital Outlay	4,936,780.00	6%
20% Development Fund	12, 831,791.00	20%
5% Budgetary Reserve	3,562,422.900	5%
Other Purposes	5,095,372.00	6%

Personal Services

The total expenditures for Personal Services for the budget year is 32,039,128.00. Total Personal Services accounts for 44% of the total LGU budget which does not exceed PS Ceiling.

Maintenance and Other Operating Expenses

The amount of P 13,882,962.00 has been allocated for MOOE, equivalent to 19% of the budget.

Capital Outlay

Expenditures for Capital Outlays will amount to P 4,936,780.00 or 6% of the total expenditures.

**E. CONCLUSION**

Gentlemen and Ladies of the Sanggunian, your early approval of this 2012 Budget will manifest our desire to have a progressive municipality. Together, let us show our constituents what we can offer to them by giving them a brighter future.

In the name of public service,

Very truly yours,

**JOEL A. LOMUGDANG**  
Municipal Mayor