

**[ ADMINISTRATIVE ORDER NO. 372, December  
27, 1997 ]**

**ADOPTION OF ECONOMY MEASURES IN GOVERNMENT FOR FY  
1998**

WHEREAS, the current economic difficulties brought about by the peso depreciation requires continued prudence in government fiscal management to maintain economic stability and sustain the country's growth momentum;

WHEREAS, it is imperative that all government agencies adopt cash management measures to match expenditures with available resources;

NOW, THEREFORE, I, FIDEL V. RAMOS, President of the Republic of the Philippines, by virtue of the powers vested in me by the Constitution, do hereby order and direct:

SECTION 1. All government departments and agencies, including state universities and colleges, government-owned and controlled corporations and local governments units will identify and implement measures in FY 1998 that will reduce total expenditures for the year by at least 25% of authorized regular appropriations for non-personal services items, along the following suggested areas:

1. Continued implementation of the streamlining policy on organization and staffing by deferring action on the following:
  - a. Operationalization of new agencies;
  - b. Expansion of organizational units and/or creation of positions;
  - c. Filling of positions; and
  - d. Hiring of additional/new consultants, contractual and casual personnel, regardless of funding source.
2. Suspension of the following activities:
  - a. Implementation of new capital/infrastructure projects, except those which have already been contracted out;
  - b. Acquisition of new equipment and motor vehicles;  
All foreign travels of government personnel, except those
  - c. associated with scholarships and trainings funded by grants;
  - d. Attendance in conferences abroad where the cost is charged to the government except those clearly essential to Philippine commitments in the international field as may be determined by the Cabinet;
  - e. Conduct of trainings/workshops/seminars, except those conducted by government training institutions and agencies