

[EXECUTIVE ORDER NO. 507, February 24, 1992]

**DIRECTING THE TRANSFER OF FISCAL YEAR 1992
APPROPRIATIONS FOR DEVOLVED SERVICES AND FACILITIES
OF CONCERNED NATIONAL GOVERNMENT DEPARTMENTS AND
AGENCIES TO THE INTERNAL REVENUE ALLOTMENT, ENJOINING
LOCAL GOVERNMENT UNITS TO REVISE THEIR 1992 ANNUAL
BUDGETS ACCORDINGLY AND INSTRUCTING THE SECRETARY OF
BUDGET AND MANAGEMENT TO ISSUE THE RULES AND
REGULATIONS TO BE OBSERVED FOR THE PURPOSE, ALL
PURSUANT TO THE PROVISIONS OF THE LOCAL GOVERNMENT
CODE OF 1992.**

WHEREAS, Republic Act No. 7160 otherwise known as the Local Government Code of 1992 mandates the devolution to local government units within six months after its effectivity of responsibility over the provision of certain basic services and facilities presently exercised by national government agencies;

WHEREAS, Section 204 of the said Code provides that the internal revenue allotment for fiscal year 1992 of local government units shall be thirty percent (30%) of the total collection in 1989 of national internal revenue taxes, equivalent to P24.48 Billion. inclusive of the cost of services and facilities devolved by the national government agencies;

WHEREAS, Section 284 of the Code further provides that local government units shall, in addition to their respective shares to the P24.48 billion internal revenue allotment, be entitled to receive the amount equivalent to the personal services cost of devolved national government functions and facilities;

WHEREAS, the General Appropriations Act of fiscal year 1992 expressly provides that the P18.08 billion direct appropriation for the internal revenue allotment of the local government units shall be augmented by P10 billion representing the cost of transferred functions from the national government agencies Including the cost of devolved personal services;

WHEREAS, it is necessary that the appropriations for the devolved functions and facilities be transferred from the 1992 budgets of the devolution-affected national government agencies to the internal revenue allotment of local government units to conform with Section 284 of the Code;

WHEREAS, it is imperative that the local government units revise their respective 1992 annual budgets to enable them to finance such devolved basic services and facilities as well as to satisfy the other requirements and limitations prescribed by the Code and in order to avoid any temporary delay in the delivery of basic services;

NOW THEREFORE, I, CORAZON C. AQUINO, President of the Republic of the

Philippines, by virtue of the powers vested in me by the law, upon the recommendation of the Oversight Committee created under Section 533 of the Code, do hereby order and direct:

SECTION 1. Transfer of Appropriation for Devolved Services and Facilities to the Internal Revenue Allotment. Of the amounts appropriated under the 1992 General Appropriations Act for the following functions, projects and activities of indicated devolution-affected departments and agencies of the national government, such sums shall be transferred to the Internal revenue allotment of local government units as may be necessary to comply with the provisions of Section 284 of the Code:

A. DEPARTMENT OF AGRARIAN REFORM

a. Locally Funded Projects

1. Land and home development improvement projects

B. DEPARTMENT OF AGRICULTURE

a. Regional Operations Function/Activities:

1. Agricultural and fishery extension services
2. Regulation of agricultural and fishery activities
3. Conduct of agricultural and fishery research activities

b. Locally-Funded Projects

1. Procurement and distribution of certified seeds
2. Purchase, expansion and conservation of breeding stocks
3. Construction, repair and rehabilitation of water impounding systems
4. Support to fishermen, including purchase of fishing nets and other materials

C. DEPARTMENT OF BUDGET AND MANAGEMENT

a. Regional Operations Function/Activities

1. Local government budget officers services

D. DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES

a. Regional Operations Function/Activities

1. Forest management services
2. Mine and geo-sciences services
3. Environmental management services

b. Locally-Funded Projects

1. Reforestation projects
 - i. New plantation establishment including provision for seedling production
 - ii. Maintenance and protection of existing plantations
2. Integrated social forestry projects
3. Watershed rehabilitation projects

E. DEPARTMENT OF HEALTH

a. Regional Operations Functions/Activities

1. Extension of medical and health services through provincial health office, district, municipal and medicate community hospitals
2. Purchase of drugs and medicines
3. Implementation of primary health care program
4. Field health services
5. Aid to puericulture

b. Locally-Funded Projects

1. Construction, repair, rehabilitation and renovation of provincial, district, municipal and medicate hospitals
2. Provision for the operation of 5-bed health infirmaries

F. DEPARTMENT OF PUBLIC WORK AND HIGHWAYS

a. Regional Operations Function/Activities

1. Repair and maintenance of infrastructure facilities and related activities

b. Locally-Funded Projects

1. Water supply projects
2. Communal irrigation projects

G. DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT

a. Regional Operations Function/Activities

1. Implementation of community-based program for rebel returnees

b. Locally-Funded Projects

1. Provision for the operation of a day-care center in every barangay
2. Pilot community-based program for rebel returnees
3. Provision for poverty alleviation in low-income municipalities and depressed urban barangays

H. DEPARTMENT OF TOURISM

a. Regional Operations Function/Activities

1. Domestic tourism promotion
2. Tourism standard regulation

I. DEPARTMENT OF TRADE AND INDUSTRY

a. Regional Operations Function/Activities

1. Promotion and development of trade, industry and related institutional services

J. DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS