



Republic of the Philippines
PROVINCE OF ISABELA
City of Ilagan
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Office of the Sangguniang Panlalawigan

EXCERPT FROM THE MINUTES OF THE 48th REGULAR SESSION OF THE 11th SANGGUNIANG PANLALAWIGAN OF ISABELA HELD AT PROVINCIAL CAPITOL, ILAGAN CITY, ISABELA ON JULY 19, 2023.

PRESENT:

| | |
|------------------------------|---|
| FAUSTINO G. DY III | Vice Governor & Presiding Officer |
| DELFINITO EMMANUEL L. ALBANO | Member (1 st District) & Floor Leader |
| EMMANUEL JOSELITO B. AÑES | Member (1 st District) |
| EDGAR R. CAPUCHINO | Member (2 nd District) |
| MARY GRACE D. ARREOLA | Member (3 rd District) |
| RAMON JUAN N. REYES, JR. | Member (3 rd District) |
| CLIFFORD R. RASPADO | Member (4 th District) |
| VICTOR G. DY | Member (4 th District) |
| MANUEL FAUSTINO U. DY | Member (5 th District) |
| EDWARD S. ISIDRO | Member (5 th District) |
| MARCO PAOLO A. MERIS | Member (6 th District) |
| AMADOR A. GAFFUD, JR. | Member (6 th District) |
| ANTONIO S. HUI | Member, PCL Federation President |
| DANTE G. HALAMAN | Member, LnB Federation President |
| DAX PAOLO C. BINAG | Member, SK Federation President |
| ADRIAN PHILIP S. BAYSAC | Member, Agricultural Workers Sector Representative |
| LOURDES S. PANGANIBAN | Member, Women's Sectoral Representative |
| MARGARETTE U. CHIN | Member, Indigenous Cultural Communities Sector Representative |
| EVYN JAY C. DIAZ | Member, Labor Sector Representative |

ON LEAVE:

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| ED CHRISTIAN S. GO | Member (2 nd District) |
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RESOLUTION NO. 2023-25-04

Series of 2023

A RESOLUTION DECLARING THE APPROPRIATION ORDINANCE NO. 003-2022 (SUPPLEMENTAL BUDGET NO. 02 FY 2022) IN THE AMOUNT OF EIGHT MILLION SEVEN HUNDRED THIRTY FOUR THOUSAND THIRTY NINE PESOS & 72/100 (P8,734,039.72) OF THE MUNICIPALITY OF DIVILACAN, ISABELA *INOPERATIVE IN PART* SUBJECT TO SOME CONDITIONS

Sponsor: HON. DELFINITO EMMANUEL L. ALBANO
Chairperson, Committee on Municipal Appropriation

WHEREAS, Appropriation Ordinance No. 003-2022, an Ordinance authorizing Supplemental Budget No. 02 Calendar Year 2022 involving an amount of **EIGHT MILLION SEVEN HUNDRED THIRTY FOUR THOUSAND THIRTY NINE PESOS & 72/100 (P8,734,039.72)** for the payment of Service Recognition Incentive (SRI), Gratuity Pay for Contract of Services (COS) and Job Order (JO) Employees and One Time Rice Assistance of the Municipal Government of Divilacan, Isabela, was submitted to this Sanggunian for

Nagkaisa para sa Isabela



A RESOLUTION DECLARING THE APPROPRIATION ORDINANCE NO. 003-2022 (SUPPLEMENTAL BUDGET NO. 02 FY 2022) IN THE AMOUNT OF EIGHT MILLION SEVEN HUNDRED THIRTY FOUR THOUSAND THIRTY NINE PESOS & 72/100 (P8,734,039.72) OF THE MUNICIPALITY OF DIVILACAN, ISABELA INOPERATIVE IN PART SUBJECT TO SOME CONDITIONS

review, pursuant to the provisions of Section 327 of Republic Act No. 7160, otherwise known as the Local Government Code of 1991;

WHEREAS, the subject Ordinance complies with the budgetary requirements, general limitations and other pertinent provisions set forth under Republic Act No. 7160 except for the following item of appropriation:

1. The amount Appropriated for Personal Services has exceeded the PS limitation. As Provided under Section 325 (a) of Republic Act 7160, The Total PS Appropriation, whether Annual or Supplemental, for Personal services of a Local Government Unit for one (1) fiscal year shall not exceed forty-five percent (45%) in the case of first to third class Provinces, Cities and Municipalities, and (55%) in case of fourth class or lower, of the total Annual Income from Regular sources realized in the Next Preceding Year. Results of Review disclosed an Excess in PS limitation amounting to Nine Million Three Hundred Eight Thousand Eight Hundred Sixteen Pesos & 78/100 (P9,308,816.78), computed as follows:

| | |
|---|-------------------------|
| Total Income from Regular Sources (NPY) | <u>P213,841,270.18</u> |
| Allowable PS Level (45% PS Limitation) | P 96,228,571.58 |
| PS Cost: | |
| Amount Appropriated | P 112,330,428.08 |
| Terminal Pay | P (3,000,000.00) |
| Monetization of Leave Credits | <u>P (3,793,039.72)</u> |
| Adjusted PS Cost | <u>P 105,537,388.36</u> |
| Excess Over PS Limitation | <u>P (9,308,816.78)</u> |

NOW THEREFORE, on motion of **SP Member DELFINITO EMMANUEL L. ALBANO** duly seconded:

THE SANGGUNIANG PANLALAWIGAN IN SESSION DULY ASSEMBLED:

RESOLVED, to declare Appropriation Ordinance No. 003-2022 of the Municipality of Divilacan, Isabela **INOPERATIVE IN PART** subject to the posting requirements under Section 59 of Republic Act No. 7160 and subject further to the following conditions:

1. The appropriation for the grant of Service Recognition Incentive (SRI) in the amount of Three Million Three Hundred Fourteen Thousand Pesos (P3,314,000.00) shall be in accordance with DBM Budget Circular No. 2022-4, dated December 20, 2022, on the Guidelines on the Grant of Service Recognition Incentive to Government Employees for Fiscal Year (FY) 2022;
2. The utilization of Terminal Leave Benefits – Monetization of Leave Credits in the amount of Three Million Seven Hundred Ninety Three Thousand Thirty Nine Pesos & 72/100 (P3,793,039.72) shall be in accordance with DBM Budget Circular No. 2016-2 dated March 29, 2016,

A RESOLUTION DECLARING THE APPROPRIATION ORDINANCE NO. 003-2022 (SUPPLEMENTAL BUDGET NO. 02 FY 2022) IN THE AMOUNT OF EIGHT MILLION SEVEN HUNDRED THIRTY FOUR THOUSAND THIRTY NINE PESOS & 72/100 (P8,734,039.72) OF THE MUNICIPALITY OF DIVILACAN, ISABELA INOPERATIVE IN PART SUBJECT TO SOME CONDITIONS

on the Computation and Funding of Terminal Leave Benefits and Monetization of Leave Credits, and CSC Memorandum Circular No. 02, s. 2016, on Amendment to the Constant Factor in the Formula used for Computing Terminal Leave Benefits (Section 40) and Computation of Leave Monetization (Section 24) of the Omnibus Rules on Leave;

3. The appropriation for the grant of Gratuity Pay to Contract of Service and Job Order Workers in the amount of One Million Two Hundred Twelve Thousand Pesos (P1,212,000.00) shall be in accordance with DBM Budget Circular No. 2022-5 dated December 28, 2022, on the Guidelines on the Grant of the Gratuity Pay to Contract of Service (COS) and Job Order (JO) Workers in Government for Fiscal Year 2022;
4. The Grant of Rice Assistance in the amount of Four Hundred Fifteen Thousand Pesos (P415,000.00) shall be in accordance with Administrative Order No. 02 dated December 16, 2022, Authorizing the One-time Grant of Rice Assistance to All Government Employees and Workers for Fiscal Year 2022;
5. The appropriation for the following account should be properly classified to specific Object of Expenditures and Account Code in accordance with COA Circular No. 2015-009 dated December 1, 2015, on Prescribing the Revised Chart of Accounts for LGUs:

| PURPOSE | OBJECT OF EXPENDITURE & ACCOUNT CODE ON LEP | OBJECT OF EXPENDITURE & ACCOUNT CODE AS PER COA CIRCULAR 2015-009 |
|--|--|--|
| Gratuity pay for Contract of Service and Job Order Employees | Other MOOE 5-02-99-080 | Other MOOE – Gratuity Pay 5-02-99-990 |
| One Time Rice Assistance | Other MOOE 5-02-99-080 | Donations – Rice Assistance 5-02-99-080-01 |

RESOLVED FURTHER, to require the Municipality of Divilacan, Isabela to comply with the herein conditions.

RESOLVED FURTHERMORE, to inform the Municipality of Divilacan, Isabela that this review action does not authorize any item of appropriation that is/are specifically prohibited by or inconsistent with the provisions of law, and that compliance with all the existing laws, rules and regulations shall be the responsibility of the Local Government Unit and disbursement of funds shall be subject to the usual budgeting, accounting and auditing rules and regulations.

A RESOLUTION DECLARING THE APPROPRIATION ORDINANCE NO. 003-2022 (SUPPLEMENTAL BUDGET NO. 02 FY 2022) IN THE AMOUNT OF EIGHT MILLION SEVEN HUNDRED THIRTY FOUR THOUSAND THIRTY NINE PESOS & 72/100 (P8,734,039.72) OF THE MUNICIPALITY OF DIVILACAN, ISABELA INOPERATIVE IN PART SUBJECT TO SOME CONDITIONS

RESOLVED FINALLY, to furnish a copy of this Resolution to the **Honorable VENTURITO C. BULAN**, Municipal Mayor, and to the Sangguniang Bayan of the Municipality of Divilacan, Isabela through the **Honorable ALFREDO P. CUSTODIO**, Municipal Vice Mayor.

Approved and Adopted, July 19, 2023.

I HEREBY CERTIFY TO THE CORRECTNESS
of the foregoing Resolution:

ATTY. FRANCIS JAMES E. MEER
Secretary to the Sangguniang Panlalawigan

ATTESTED/ APPROVED:

FAUSTINO G. DY III
Provincial Vice Governor