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Republic of the Philippines
PROVINCE OF LEYTE
Palo, Leyte
-oOo-



Item No.: 09
Date: 27 2024 AUG

PROVINCIAL BUDGET OFFICE

August 16, 2024

Hon. **LEONARDO M. JAVIER, JR.**,
Vice-Governor and Presiding Officer, and
THE HONORABLE MEMBERS
Sangguniang Panlalawigan
Province of Leyte

RELEASED
DATE: 8-19-24
NO. #066
BY: [Signature]
PBO

Gentlemen and Ladies:

Pursuant to the provisions of the Local Government Code of 1991 (Republic Act No. 7160), our preliminary review of the **General Fund Supplemental Budget No. 2 FY 2024** of the **Municipality Kananga, Leyte** duly enacted by the Sangguniang Bayan through **Appropriation Ordinance No. 23L.24-060** with a total appropriation in the amount of **P15,729,675.96** reveals compliance with the same law and its implementing Rules and Regulations.

It is therefore recommended for approval subject to the following conditions:

1. That the proposed expenditures for the Energy Cost Subsidy Program and the Rural Electrification Program is pursuant to the provisions of Section 294 of Republic Act No. 7160, the Local Government Code of 1991;
2. That the procurement of Civil Works, Goods, Supplies, Equipment, and other related services shall be made in accordance with the provisions of RA 9184 and its Implementing Rules and Regulations; and
3. That disbursement of funds shall be for the specific purpose(s) for which they have been appropriated pursuant to Sections 335 & 336 of RA 7160.

Compliance with DBM issuances, and all other accounting and auditing rules and regulations shall be the responsibility of the implementing Local Government Unit.

Very truly yours,

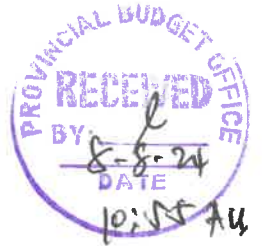
LOCAL FINANCE COMMITTEE:

[Signature]
MARIA GINA P. HIPE
Provincial Budget Officer

[Signature]
RUTH Y. SURPIA
Provincial Treasurer

[Signature]
AGNES C. RAFON
Project Development Officer IV
Officer-In-Charge – PPDO


Republic of the Philippines
PROVINCE OF LEYTE
Palo, Leyte



OFFICE OF THE SANGGUNIANG PANLALAWIGAN

1ST INDORSEMENT
08 August 2024

The Local Finance Committee is respectfully requested to review and submit recommendations on the herein enclosed **Ordinance No. 23L.24-060** of the **Municipality of Kananga, Leyte**, entitled: **An Ordinance Authorizing Supplemental Budget No. 2, series of 2024** involving an amount of **Fifteen Million Seven Hundred Twenty Nine Thousand Six Hundred Seventy Five Pesos and Fifty Six Centavos (P15,729,675.56)**.


FLORINDA JILL S. UYVICO
Secretary to the Sanggunian



Sangguniang Bayan of Kananga

23rd SANGGUNIANG BAYAN

EXCERPTS FROM THE MINUTES OF THE REGULAR SESSION HELD BY THE SANGGUNIANG BAYAN OF KANANGA ON JULY 29, 2024 AT THE SESSION HALL.

Present : Honorable Miguel Jorge P. Tan
Honorable Fernando M. Aseo
Honorable Resurreccion C. Capana
Honorable Brenzon C. Cabintoy
Honorable Alma N. Orfano
Honorable Rudy B. Cogay
Honorable Minerva M. Bulawit
Honorable Richie C. Cruz
Honorable Allan C. Espinosa
Honorable Victoriano L. Globa

Vice-Mayor/Presiding Officer
SB Member /Floor Leader
SB Member
SB Member
SB Member
SB Member
SB Member
SB Member
SB Member
SB Member
Liga Ng Mga Barangay
President/Ex-officio Member



Absent : Honorable Mary Daniela L. Cubero (on leave)

Pambayang Pederasyon Ng Sangguniang Kabataan President/Ex-officio Member

ORDINANCE NO. 23L.24-060 (Series of 2023)

AN ORDINANCE AUTHORIZING SUPPLEMENTAL BUDGET NO. 2, SERIES OF 2024 INVOLVING AN AMOUNT OF FIFTEEN MILLION SEVEN HUNDRED TWENTY NINE THOUSAND SIX HUNDRED SEVENTY FIVE PESOS AND NINETY SIX CENTAVOS (P15,729,675.96) FOR THE ENERGY COST SUBSIDY PROGRAM IN THE MUNICIPALITY OF KANANGA, LEYTE, CONSTRUCTION OF FOOTBRIDGE IN BRGY. STO. NIÑO, KANANGA, LEYTE, INSTALLATION OF STREETLIGHTING AT BRGYS. RIZAL, LIBONGAO AND POBLACION, KANANGA, LEYTE AND RURAL ELECTRIFICATION PROGRAM AT BRGY. LIBONGAO, KANANGA, LEYTE.

PREFATORY STATEMENT

WHEREAS, Section 294, Chapter 2, Title 3 of R.A. No. 7160, otherwise known as the "Local Government Code of 1991", provides, that; Development and Livelihood Projects- The proceeds from the share of the Local Government Units pursuant to this Chapter shall be appropriated by their respective Sanggunian to finance local development and livelihood projects; Provided, however, that at least Eighty Percent (80%) of the proceeds derived from the development and utilization of hydrothermal, geothermal and other sources of energy shall be applied solely to lower the cost of electricity in the local government unit where the source of energy is located;

WHEREAS, Section 31 of Republic Act No. 9513, otherwise known as the Renewable Energy Act of 2008, provides that "Eighty percent (80%) of the share from royalty and/or government share of RE host communities/LGUs from RE projects and activities shall be used directly to subsidize the electricity consumption of end users in the RE host communities/LGUs whose monthly consumption do not exceed one hundred (100) kwh. The subsidy may be in the form of rebates, refunds and/or any other forms as may be determined by DOE, DOF and ERC, in coordination with NREB."

WHEREAS, the Municipality of Kananga has the Saving from Retained Earnings as of December 31, 2023 in the amount of Twenty Nine Million Eight Hundred Sixty Five Thousand Six Hundred One Pesos and Fourteen Centavos (P29,865,601.14) comprising the 80% of the Share in the Utilization of National Wealth (Royalty Fund) to be applied solely to lower the cost of electricity in the municipality, and the twenty percent (20%) of the share for the royalty fee amounting to Three Million Seven Hundred Twenty Nine Thousand Six Hundred Seventy Five Pesos and Ninety Six Centavos (P3,729,675.96).

WHEREAS, the Committee of the Whole has favorably recommended for the approval of the Supplemental Budget No. 2 for Calendar Year 2024 of the Local Government Unit of Kananga, Leyte.

NOW THEREFORE, considering the above cited premises; be it enacted by the 23rd Sangguniang Bayan of Kananga, Leyte on a regular session duly assembled on this 29th day of July 2024 and upon motion of SB Member Victoriano L. Globa, seconded en masse, to wit:

Chapter I – General Provision

Section 1. The Supplemental Budget No. 2 of the Municipality Government of Kananga for Fiscal Year 2024 in the total amount of Fifteen Million Seven Hundred Twenty Nine Thousand Six Hundred Seventy Five Pesos and Ninety Six Centavos (P15,729,675.96) for the Energy Cost Subsidy Program in the Municipality of Kananga, Leyte, Construction of Footbridge in Brgy. Sto. Niño, Kananga, Leyte, Installation of Streetlighting at Brgys. Rizal, Libongao and Poblacion, Kananga, Leyte and Rural Electrification Program at Brgy. Libongao, Kananga, Leyte is hereby approved.

The budget documents consisting of the following are incorporated herein and made integral part of this Ordinance:

1. Budget Message
2. Certification of Availability of Funds
3. Statement of Funding Sources
4. Statement of Supplemental Appropriation CY 2024

Section 2. Sources of Fund. The sources of fund for the Supplemental Budget No. 2, FY 2024 in the total amount of Fifteen Million Seven Hundred Twenty Nine Thousand Six Hundred Seventy Five Pesos and Ninety Six Centavos (P15,729,675.96) shall be as follows:

| Particulars | Account Classification | Amount |
|---|------------------------|------------------------|
| 1.0 New Revenue Sources | | |
| 2.0 Actual Collection in Excess of the Estimated Income | | |
| 3.0 Savings | | |
| Retained Earnings as of December 31, 2023 | | 29,865,601.14 |
| (80% Share in the utilization of National Wealth) | | 3,729,675.96 |
| (20% Share in the Utilization of National Wealth) | | |
| Sub-total | | P 33,595,277.10 |
| 4.0 Realignment | | |
| 5.0 Reversion | | |
| Total Estimated Income | | P 33,595,277.10 |

Section 3. Use of Funds. The amount of Fifteen Million Seven Hundred Twenty Nine Thousand Six Hundred Seventy Five Pesos and Ninety Six Centavos (P15,729,675.96) is hereby appropriated for the Supplemental Budget No. 2 for FY 2024 of the Municipality of Kananga, as follows:

| Implementing Office | Particulars/Purpose | Object of Expenditures | Amount |
|------------------------------|--|------------------------|-----------------|
| Municipal Mayor's Office | 80% Royalty Tax Energy Cost Subsidy Program (80% Share in the Utilization of National Wealth) | Subsidy-Others | P 12,000,000.00 |
| Municipal Engineering Office | 20% Royalty Tax Construction of Footbridge in Brgy. Sto. Niño, Kananga, Leyte | Road Network | 1,000,000.00 |
| | Installation of Streetlighting at Brgys. Rizal, Libongao and Poblacion, Kananga, Leyte | Power Supply System | 2,229,675.96 |
| | Rural Electrification Program at Brgy. Libongao, Kananga, Leyte | Power Supply System | 500,000.00 |
| | Sub-total | | P 3,729,675.96 |
| | | | P 15,729,675.96 |
| | UNAPPROPRIATED BALANCE | | P 17,865,601.14 |

(Handwritten signatures and initials are present at the bottom of the page, including a large signature on the left and several smaller ones below the table.)

Chapter II – Eighty Percent (80%) for Direct Cost Subsidy Program

Section 4. The computation for the Direct Cost of Electricity Subsidy shall be based on valid receipt issued by the LEYECO V at Four Pesos (P4.00) per kilowatt hour (KWH) from one (1) KWH up to the maximum consumption of One Hundred kilowatt hour (100 KWH) per month for Twelve (12) months per year for power consumption of the year 2023, as evidenced by official receipt/s covering a particular month of the year. Official Receipts indicating that the consumption exceeds 100kwh a month shall not be eligible under the program and the same shall be returned to the owner;

Section 5. Each beneficiary, the electric end-user, must submit the original/authentic official receipt for each month electric bill payment covered by the period of the subsidy, particularly for the year 2023. However in case of loss of the receipt due to natural or man-made calamity such as: accidental fire, flash flood or flooding, the victim may avail of the subsidy thru the following remedial procedures:

5a. Flood victims shall submit the following documents:

- (5a.1) Certification by the Barangay Chairman where the victim resides;
- (5a.2) Affidavit of loss;
- (5a.3) Certified transcript of electric bill payment record from authorized personnel of LEYECO V;
- (5a.4) Approval of the Local Chief Executive of the Municipality;

5b. Fire victims shall submit the following:

- (5b.1) Certification from the Fire Marshall of the Bureau of Fire Protection Station at Kananga;
- (5b.2) Affidavit of loss
- (5b.3) Certified Transcript of electric Bill payment record from the authorized personnel of the LEYECO V;
- (5b.4) Approval of the Local Chief Executive of the Municipality;

Section 6. To ensure fairness and equality to all qualified beneficiaries of the electric direct cost subsidy program and prevent abuses by some electric end-users, the following rules and guidelines must be observed, to wit:

6a. Residential household – only one electric meter per household shall be allowed to qualify for the availment of the electric rate subsidy;

(6a.1) Any residential house that have more than one existing electric meter connections, the owner or registered occupant shall be required to choose only one electric meter to be his or her official entry to the LGU subsidy program;

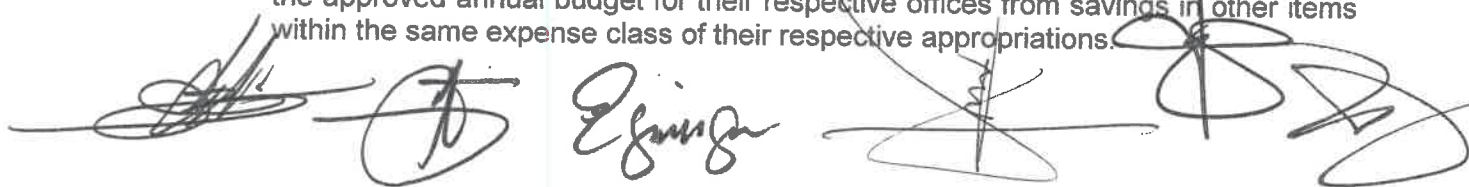
(6a.2) A duplex apartment dweller or occupants can each avail of the subsidy if the electrical connection have separate meter;

6b. Commercial buildings that are classified as such in the declaration of real property tax – each registered and licensed business establishment shall be entitled to avail of the subsidy program; however, each occupant shall be allowed one electric meter to qualify for the subsidy;

Chapter III - Other Provisions

Section 7. Expenditure Component. Except by the act of the Sangguniang Bayan, no changes or modifications shall be made in the expenditure items authorized in this Ordinance as stipulated in details in the accompanying LBP form duly signed by the Municipal Budget Officer and Local Chief Executive. The use of fund in violation of this section shall subject erring official or employee to appropriate criminal or administrative action under existing laws.

Section 8. Use of Savings and Augmentation. In accordance with Section 336 of Republic Act No. 7160, the Local Government Code of 1991, the Municipal Mayor and the Presiding Officer of the Sangguniang Bayan are authorized to augment any item in the approved annual budget for their respective offices from savings in other items within the same expense class of their respective appropriations.

A series of handwritten signatures in black ink, likely representing the officials mentioned in Section 8, such as the Municipal Mayor and Presiding Officer of the Sangguniang Bayan.

For their purpose, "savings" refer to portions or balances of any programmed appropriation free from any obligation or encumbrance still available after the satisfactory completion or the unavoidable discontinuance or abandonment of the work, activity or purpose for which the appropriation is authorized or arising from unpaid compensation and related costs pertaining to vacant positions and leaves of absences without pay.

"Augmentation" implies the existence in the budget of an item, project or activity or purpose with an appropriation which, upon implementation or subsequent evaluation of needed resources, is determined to be deficient.

Section 9. Separability Clause – If for any reason, any item or items of expenditures appropriated in this Ordinance is declared unlawful or invalid, other items of appropriation hereof which are not otherwise affected shall continue in full force and effect.


Section 10. Effectivity – This Ordinance shall take effect upon approval.

UNANIMOUSLY APPROVED.

**APPROVED BY THE SANGGUNIANG BAYAN OF KANANGA AT ITS
REGULAR SESSION ON JULY 29, 2024.**

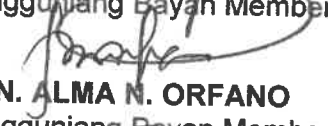
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HON. FERNANDO M. ASEO
Sangguniang Bayan Member/ Floor Leader

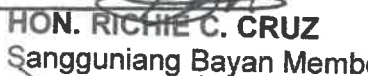

HON. RESURRECCION C. CAPANAS
Sangguniang Bayan Member/Asst. Floor Leader



HON. BRENZON C. CABINTOY
Sangguniang Bayan Member


HON. ALMA N. ORFANO
Sangguniang Bayan Member


HON. RUDY B. COGAY
Sangguniang Bayan Member


HON. MINERVA M. BULAWIT
Sangguniang Bayan Member


HON. RICHIE C. CRUZ
Sangguniang Bayan Member



HON. ALLAN C. ESPINOSA
Sangguniang Bayan Member


HON. VICTORIANO L. GLOBALA
Liga Ng Mga Barangay President/
Ex-officio Member

(On leave)
HON. MARY DANIELA L. CUBERO
Pambayang Pederasyon Ng Sangguniang
Kabataan President/Ex-officio Member

I HEREBY CERTIFY to the correctness of the afore-quoted Ordinance.


ATTY. ALLAN R. CASTRO
(Board Secretary V)
Secretary to the Sangguniang Bayan

ATTESTED:

MIGUEL JORGE P. TAN
Vice-Mayor & Presiding Officer

APPROVED:

MANUEL VICENTE M. TORRES
Municipal Mayor
8/05/2024
(Date)



BAGONG PILIPINAS

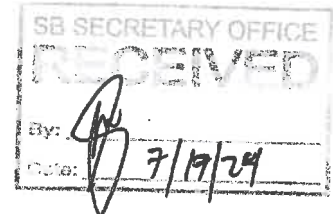
REPUBLIC OF THE PHILIPPINES
PROVINCE OF LEYTE
MUNICIPALITY OF KANANGA

Office of the Municipal Mayor Manuel Vicente M. Torres

BUDGET MESSAGE
Supplemental Budget No. 2
Fiscal Year 2024

July 19, 2024

The 23rd Sangguniang Bayan
This Municipality



Ladies and Gentlemen:

Respectfully submitting herewith **Supplemental Budget No. 2 for Fiscal Year 2024** in the amount of **FIFTEEN MILLION SEVEN HUNDRED TWENTY-NINE THOUSAND SIX HUNDRED SEVENTY-FIVE PESOS AND NINETY-SIX CENTAVOS (P 15,729,675.96)** taken from the retained earnings as of December 31, 2023 under the 80% and 20% share in the Utilization of National Wealth.

This Supplemental Budget No.2 aims to fund for the provision of Energy Cost Subsidy Program, Construction of Footbridge at Barangay Sto. Niño, Installation of Streetlighting at Barangay Rizal, Libongao and Poblacion, and Rural Electrification Program at Barangay Libongao.

Thank you.

Very truly yours,


HON. MANUEL VICENTE M. TORRES
Municipal Mayor



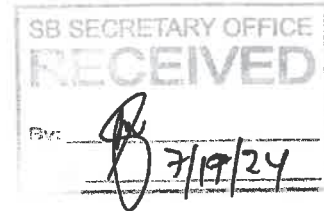
BAGONG PILIPINAS
REPUBLIC OF THE PHILIPPINES
PROVINCE OF LEYTE
MUNICIPALITY OF KANANGA

Office of the Municipal Mayor Manuel Vicente M. Torres

SB-EL24-061

July 19, 2024

THE HONORABLE MEMBERS
Office of the Sangguniang Bayan
Kananga, Leyte



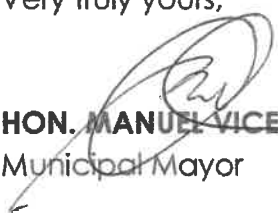
Ladies and Gentlemen:

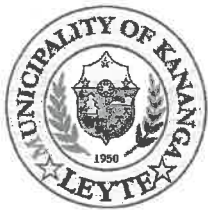
Respectfully requesting the Honorable August Body for **an enactment of ordinance** approving the **Supplemental Budget No. 2 Fiscal Year 2024** of Kananga, Leyte amounting **Fifteen Million Seven Hundred Twenty-Nine Thousand Six Hundred Seventy-Five Pesos and Ninety-Six Centavos (P 15,729,675.96)** for the provision of Energy Cost Subsidy Program, Construction of Footbridge at Barangay Sto. Niño, Installation of Streetlighting at Barangay Rizal, Libongao and Poblacion, and Rural Electrification Program at Barangay Libongao.

Should you find everything in order, I humbly seek your usual prompt/appropriate action on this matter.

Thank you.

Very truly yours,


HON. MANUEL VICENTE M. TORRES
Municipal Mayor



*Republic of the Philippines
Province of Leyte
Municipality of Kananga*

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CERTIFICATION OF AVAILABILITY OF FUNDS

We hereby certify the amount of ₱ 33,595,277.10 from the Retained Earning of CY 2023 (Share in the Utilization of National Wealth) is available to back-up the appropriations contained in Supplemental Budget No. 2 CY 2024 of Kananga, Leyte.

This Certification is issued to establish availability of funds for this specific purpose.


SUSAN S. DELMONTE
Municipal Treasurer


PROCESO THOMAS R. PABIO
Municipal Accountant

Attested by:


MANUEL VICENTE M. TORRES
Municipal Mayor

**STATEMENT OF FUNDING SOURCES
(SUPPLEMENTAL BUDGET NO. 2)
Fiscal Year 2024**

KANANGA, LEYTE
Province/City/Municipality

GENERAL FUND - ROYALTY TAX
Fund/Special Account

| Particulars | Account Classification | Amount |
|---|------------------------|------------------------|
| 1.0 New Revenue Sources | | |
| 2.0 Actual Collection in Excess of the Estimated Income | | |
| 3.0 Savings | | |
| Retained Earnings as of December 31, 2023 | | |
| (80% Share in the Utilization of National Wealth) | | P 29,865,601.14 |
| (20% Share in the Utilization of National Wealth) | | 3,729,675.96 |
| Sub-Total | | P 33,595,277.10 |
| 4.0 Realignment | | |
| 5.0 Reversion | | |
| Total Estimated Income | | P 33,595,277.10 |

Certified Correct:


SUSAN S. DELMONTE
Municipal Treasurer


PROCESO THOMAS R. PABIO
Municipal Accountant

STATEMENT OF SUPPLEMENTAL APPROPRIATION CY 2024

KANANGA, LEYTE
Province/City/Municipality

(SUPPLEMENTAL BUDGET NO. 2)
Fiscal Year 2024

| Implementing Office | Particulars/Purpose | AIP Code | Object of Expenditures | Account Code | Amount |
|-------------------------------|--|-----------------------------|------------------------|--------------|-----------------|
| Municipal Mayor's Office | 80% Royalty Tax Energy Cost Subsidy Program (80% Share in the Utilization of National Wealth) | 1000-000-3-1-02-001-000-078 | Subsidy - Others | 5-02-014-990 | P 12,000,000.00 |
| Municipal Engineering Office | 20% Royalty Tax Construction of Footbridge in Brgy. Sto. Niño Leyte | 8000-000-3-1-10-001-000-145 | Road Networks | 1-07-03-010 | P 1,000,000.00 |
| | Installation of Streetlighting at Brgys. Rizal, Libongao and Poblacion, Kananga, Leyte | 8000-000-3-1-10-001-000-151 | Power Supply System | 1-07-03-050 | 2,229,675.96 |
| | Rural Electrification Program at Brgy. Libongao, Kananga, Leyte | 8000-000-3-1-10-001-000-152 | Power Supply System | 1-07-03-050 | P 500,000.00 |
| | Sub-Total | | | | P 3,729,675.96 |
| | | | | | P 15,729,675.96 |
| UNAPPROPRIATED BALANCE | | | | | P 17,865,601.14 |

Prepared by:


SYLVIO Y. QUILLO JR. I
Municipal Budget Officer

Approved by:


MANUEL VICENTE M. TORRES
Local Chief Executive