



REPUBLIC OF THE PHILIPPINES  
**BUREAU OF THE TREASURY**  
INTRAMUROS, MANILA 2801

*Funding the Republic*

## **August Fiscal Surplus at P14.3 Billion**

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## **January to August Fiscal Deficit Lower By P46.6 Billion Than Same Period Last Year**

**18 September 2006, Singapore:** The January to August fiscal deficit of the National Government reached P34.2 billion, P46.6 billion lower than the deficit of P80.8 billion incurred during the same period last year. The lower deficit was a result of strong revenue collections, delayed implementation of the rationalization program of the National Government and the restricted spending due to non passage of the 2006 proposed budget. Moreover, with the August surplus, the first eight months deficit is down to 27% of the full year target of P125 billion, as compared to last year's same period experience of 45% to full year target, thereby ahead by 18%. The National Government achieved a surplus in August amounting to P14.3 billion, significantly higher than the P1.7 billion surplus for the same period last year.

Revenue collections reached P97.5 billion for the month of August. It grew by 19% over last year's level. For January to August, revenues were up by 20% compared to the same period last year of P536.9 billion. The cash collections of the Bureau of Internal Revenue (BIR) and the Bureau of Customs (BOC) for the month of August registered a growth of 29% and 51%, respectively compared to the same month last year. Actual cash collections for the month were recorded at P69.4 billion for BIR and P18.2 billion for BOC. For the January to August period, BIR and BOC cash collections reached to P429.2 billion and P129.4 billion, respectively. BTr income amounted to P46.5 billion. On a year on year, BIR and BOC registered a growth of 22% and 36%, respectively.

Actual disbursements in August amounted to P83.2 billion, 4% higher than same period last year. For January to August, total disbursements amounted to P676.4 billion, or 9% higher than the comparable disbursements in 2005.

Netting out the interest payments in the expenditures, the National Government recorded a primary surplus for the month amounting to P45.0 billion higher than the amount recorded last year. Cumulatively, the primary surplus amounted to P187.2 billion for the first eight months or 53% higher than the amount recorded last year.

### **Fiscal Performance**

January to Aug 2006

(In Billion Pesos)

	Aug Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	1.8	14.3	718.6
Revenues	81.8	97.5	19.3
Cash	79.8	96.2	20.5
Non-Cash	1.9	1.4	(29.6)
Expenditures	80.0	83.2	4.0
Cash	78.1	81.8	4.8
Non-Cash	1.9	1.4	(29.6)

	Jan-Aug Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	(80.8)	(34.2)	57.7
Revenues	536.9	642.2	19.6
Cash	530.2	631.2	19.1
Non-Cash	6.8	11.0	62.0
Expenditures	617.8	676.4	9.5
Cash	611.0	665.4	8.9
Non-Cash	6.8	11.0	62.0

## National Government Revenues

January to August 2006

(In Billion Pesos)

	Aug Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	81.8	97.5	19.3
BIR	55.8	70.7	26.6
Cash	53.9	69.4	28.6
Non-Cash	1.9	1.4	(29.5)
BOC	12.1	18.2	50.6
Cash	12.1	18.2	50.7
Non-Cash	0.0	0.0	0.0
BTr	4.4	5.0	12.2
Other Offices	9.4	3.6	(61.5)

	Jan-Aug Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	536.9	642.2	19.6
BIR	357.7	438.0	22.4
Cash	354.7	429.2	21.0
Non-Cash	3.0	8.8	189.6
BOC	95.0	129.4	36.2
Cash	91.2	127.1	39.4
Non-Cash	3.8	2.2	(40.4)
BTr	48.1	46.5	(3.5)
Other Offices	36.1	28.4	(21.3)

## National Government Expenditures

January- August 2006

(In Billion Pesos)

	Aug Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	80.0	83.2	4.0
ALGUs	13.2	12.9	(2.0)
Subsidy	1.4	0.7	(48.3)
Int. Payments	29.3	30.7	4.7
Equity	0.1	0.0	0.0
Net Lending	0.6	1.6	170.2
Others	33.5	35.9	7.1
Tax Exp Fund	1.9	1.4	(29.6)

	Jan-Aug Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	617.8	676.4	9.5
ALGUs	103.8	104.3	0.4
Subsidy	4.7	8.3	74.8
Int. Payments	203.5	221.4	8.8
Equity	0.1	1.0	648.5
Net Lending	3.9	11.7	200.3
Others	294.9	318.8	8.1
Tax Exp Fund	6.8	11.0	62.0

## NG Primary Surplus/(Deficit)

January-August 2006

(In Billion Pesos)

	Aug Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	29.5	45.0	52.5
Revenues	81.8	97.5	19.3
Expenditures (Net of IP)	52.2	52.5	0.5

	Jan-Aug Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	122.7	187.2	52.6
Revenues	536.9	642.2	19.6
Expenditures (Net of IP)	414.2	455.0	9.8