



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

Funding the Republic

Philippine National Government Achieves a Fiscal Surplus in May 2006

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First Five Months Fiscal Deficit Lower By P23 Billion Than Same Period Last Year

15 June 2006, Manila, Philippines: The National Government registered a surplus in May amounting to P5.8 billion. It has not recorded a surplus for the month of May for the last 20 years. The January to May fiscal deficit of the National Government reached P 44.2 billion, lower than the deficit of P67.8 billion incurred during the same period last year. The lower deficit was a result of better revenue performance and prudent spending.

Revenue collections reached P89.7 billion for the month of May. It grew by 31% over last year's level. For January to May, revenues were up by 19% compared to the same period last year of P326.8 billion. The cash collections of the Bureau of Internal Revenue (BIR) and the Bureau of Customs (BOC) for the month of May registered a growth of 26% and 44%, respectively compared to the same month last year. Actual cash collections for the month were recorded at P61.4 billion for BIR and P17.6 billion for BOC. For the January to May period, BIR and BOC cash collections reached to P266.1 billion and P75.0 billion, respectively. BTR income amounted to P26.6 billion. On a year on year, BIR and BOC registered a growth of 20% and 34%, respectively.

Actual disbursements in May amounted to P83.9 billion, 10% higher than same period last year. For January to May, total disbursements amounted to P433.9 billion, or 10% 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 P21.6 billion higher than the amount recorded last year. Cumulatively, the primary surplus amounted to P100.1 billion for the first five months or 57% higher than the amount recorded last year.

Fiscal Performance

January to May 2006

(In Billion Pesos)

	May Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	(7.6)	5.8	176.2
Revenues	68.4	89.7	31.2
Cash	68.2	89.4	31.0
Non-Cash	0.2	0.3	103.2
Expenditures	76.0	83.9	10.4
Cash	75.9	83.6	10.2
Non-Cash	0.2	0.3	103.2

	Jan-May Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	(67.8)	(44.2)	34.8
Revenues	326.8	389.8	19.3
Cash	322.3	386.6	19.9
Non-Cash	4.4	3.2	(27.7)
Expenditures	394.5	433.9	10.0
Cash	390.1	430.7	10.4
Non-Cash	4.4	3.2	(27.7)

National Government Revenues

January to May 2006

(In Billion Pesos)

	May Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	68.4	89.7	31.2
BIR	49.0	61.7	26.0
Cash	48.8	61.4	25.8
Non-Cash	0.2	0.3	86.1
BOC	12.2	17.6	43.8
Cash	12.2	17.6	43.8
Non-Cash	0.0	0.0	0.0
BTr	4.3	4.4	3.5
Other Offices	2.9	6.0	105.9

	Jan-May Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	326.8	389.8	19.3
BIR	222.1	268.0	20.7
Cash	221.4	266.1	20.2
Non-Cash	0.7	2.0	180.1
BOC	59.5	76.2	28.0
Cash	55.8	75.0	34.3
Non-Cash	3.7	1.2	(67.0)
BTr	28.5	26.6	(6.6)
Other Offices	16.6	18.9	13.8

National Government Expenditures

January- May 2006

(In Billion Pesos)

	May Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	76.0	83.9	10.4
ALGUs	13.9	12.8	(8.1)
Subsidy	0.9	1.4	196.7
Int. Payments	19.0	15.7	(16.9)
Equity	0.1	0.9	1,640.0
Net Lending	(2.5)	2.5	201.6
Others	44.6	50.2	12.8
Tax Exp Fund	0.2	0.3	103.2

	Jan-May Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	394.5	433.9	10.0
ALGUs	63.7	65.9	3.3
Subsidy	1.9	6.5	245.4
Int. Payments	131.4	144.2	9.8
Equity	0.1	0.9	1,740.0
Net Lending	1.9	5.7	207.1
Others	191.2	207.5	8.5
Tax Exp Fund	4.4	3.2	(27.7)

NG Primary Surplus/(Deficit)

January-May 2006

(In Billion Pesos)

	May Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	11.3	21.6	90.3
Revenues	68.4	89.7	31.2
Expenditures (Net of IP)	57.1	68.2	19.4

	Jan-May Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	63.6	100.1	57.3
Revenues	326.8	389.8	19.3
Expenditures (Net of IP)	263.1	289.7	10.1