



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

Funding the Republic

National Government Announces Final Full Year 2006 Fiscal Deficit

16 March 2007, Manila, Philippines: The final actual fiscal deficit of the National Government for full year 2006 stood at P64.8 billion, slightly higher than the P62.2 billion figure released earlier. This is an over performance of P60.1 billion compared with the programmed ceiling of P124.9 billion. This was P82.0 billion below the P146.8 billion deficit for the same period last year. It is equivalent to 1.08 percent of GDP.

For the full year of 2006, total revenues remained at almost the same level as previously reported. BIR and BOC collections increased to P652.7 billion and P198.2 billion, respectively on account of additional revenues that came in later. Likewise, BTr income increased to P74.4 billion.

National Government expenditures increased to P1,044.4 billion for the year or P54.6 billion below than program on account of the disbursements of the peso counterpart funding of project loans. Expenditures grew by 8% over the same period last year.

Primary Balance

Netting out the interest payments in the expenditures, the National Government recorded a primary surplus amounted to P245.3 billion for the year or 60.3% higher than the amount recorded last year and 30.2 billion better than program. It is equivalent to 4.09 percent of GDP.

Fiscal Performance

January to December 2006

(In Billion Pesos)

	December Actual		Percent Growth 2006/2005
	2005	2006	
Surplus/(Deficit)	(23.9)	(6.5)	73.0
Revenues	72.1	97.2	34.8
Cash	62.0	94.0	51.6
Non-Cash	10.1	3.2	(68.6)
Expenditures	96.1	103.7	7.9
Cash	85.9	100.5	16.9
Non-Cash	10.1	3.2	(68.3)

	Jan-Dec Actual		2006 Jan-Dec Program	Program vs Actual	Percent Growth 2006/2005
	2005	2006			
Surplus/(Deficit)	(146.8)	(64.8)	(124.9)	60.1	55.9
Revenues	816.2	979.6	974.1	5.5	20.0
Cash	795.7	959.0	963.0	(4.0)	20.5
Non-Cash	20.5	20.6	11.1	9.5	0.9
Expenditures	962.9	1,044.4	1,099.0	(54.6)	8.5
Cash	942.5	1,023.8	1,087.9	(64.1)	8.6
Non-Cash	20.5	20.6	11.1	9.5	0.9

National Government Revenues

January to December 2006

(In Billion Pesos)

	December Actual		Percent Growth 2006/2005
	2005	2006	
Revenues	72.1	97.2	34.8
BIR	44.8	58.7	31.0
Cash	43.7	58.1	32.9
Non-Cash	1.1	0.6	(47.0)
BOC	20.4	17.1	(16.0)
Cash	11.3	14.5	27.8
Non-Cash	9.0	2.6	(70.9)
BTr	4.6	15.4	235.9
Other Offices	2.4	6.0	155.2

	Jan-Dec Actual		2006 Jan-Dec Program	Program vs Actual	Percent Growth 2006/2005
	2005	2006			
Revenues	816.2	979.6	974.1	5.5	20.0
BIR	542.7	652.7	675.4	(22.6)	20.3
Cash	535.1	641.7	669.8	(28.0)	19.9
Non-Cash	7.6	11.0	5.6	5.4	44.6
BOC	154.6	198.2	196.0	2.2	28.2
Cash	141.7	188.5	190.5	(1.9)	33.0
Non-Cash	12.8	9.6	5.5	4.1	(24.8)
BTr	70.6	74.4	51.9	22.6	5.5
Other Offices	48.3	54.3	50.9	3.4	12.4

National Government Expenditures

January- December 2006

(In Billion Pesos)

	December Actual		Percent Growth 2006/2005
	2005	2006	
Expenditures	96.1	103.7	7.9
ALGUs	14.7	24.4	65.4
Subsidy	3.4	3.5	5.2
Int. Payments	13.4	17.2	28.2
Equity	0.0	2.5	0.0
Net Lending	(1.9)	(12.0)	(525.9)
Others	56.3	64.8	15.1
Tax Exp Fund	10.1	3.2	(68.3)

	Jan-Dec Actual		2006 Jan-Dec Program	Program vs Actual	Percent Growth 2006/2005
	2005	2006			
Expenditures	962.9	1,044.4	1,099.0	(54.6)	8.5
ALGUs	160.6	174.7	134.1	40.6	8.8
Subsidy	12.2	13.8	4.9	8.9	12.8
Int. Payments	299.8	310.1	340.0	(29.9)	3.4
Equity	0.2	3.6	1.2	2.3	1,774.2
Net Lending	1.7	0.1	8.3	(8.1)	(92.3)
Others	468.0	521.4	599.4	(78.0)	11.4
Tax Exp Fund	20.5	20.7	11.1	9.6	1.0

NG Primary Surplus/(Deficit)

January-December 2006

(In Billion Pesos)

	December Actual		Percent Growth 2006/2005
	2005	2006	
Primary Surplus/ (Deficit)	(10.5)	10.8	(202.3)
Revenues	72.1	97.2	34.8
Expenditures (Net of IP)	82.6	86.4	4.6

	Jan-Dec Actual		2006 Jan-Dec Program	Program vs Actual	Percent Growth 2006/2005
	2005	2006			
Primary Surplus/ (Deficit)	153.0	245.3	215.1	30.2	60.3
Revenues	816.2	979.6	974.1	5.5	20.0
Expenditures (Net of IP)	663.1	734.3	759.0	(24.7)	10.7