



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

Funding the Republic

National Government Deficit for January to September Better Than Program by P37.4 billion

18 October 2005, Manila, Philippines: The National Government incurred a deficit in September amounting to P27.7 billion, higher by P2.7 billion than the program for the month but lower than the deficit of P30.8 billion incurred during the same period last year. The January to September fiscal deficit reached P108.5 billion, registering an over performance of P37.4 billion compared with the programmed ceiling of P145.9 billion. This was way below the P141.9 billion deficit for the same period last year.

Revenue Performance

Revenue collections reached P59.3 billion for the month of September, higher than the programmed collection of P58.5 billion and up by 10% over last year's level. For January to September, revenues grew by 14 % compared to the same period last year to P589.5 billion. This is P9.1 billion excess over the first three quarters program of P580.4 billion.

The Bureau of Internal Revenue (BIR) and the Bureau of Customs (BOC) registered a growth of 17% and 11%, respectively, for September compared to September last year. Actual collections for the month were recorded at P38.2 billion for BIR and P11.9 billion for BOC. The Bureau of the Treasury, exceeded its income target by P3.2 billion. For the January to September period, BIR and BOC collections reached to P392.9 billion and P103.1 billion, lower than their program by P9.3 and P9.1 billion, respectively. BTr income amounted to P54.0 billion, P25.9 billion over the program and already surpassed its full year target.

Expenditures

Actual disbursements in September increased by 2.6% to P87.0 billion. Total disbursements for the first three quarters amounted to P698.0 billion, or P28.3 billion below the program and 6% higher than the comparable disbursements in 2004.

Primary Surplus

Netting out the interest payments in the expenditures, the National Government attained a primary surplus for the month amounting to P4.1 billion, a turn around the primary deficit experienced during the same period last year. Cumulatively, the primary surplus amounted to P126.8 billion for January to September or 122% higher than the amount recorded last year.

FISCAL PERFORMANCE

January to September 2005

(In Billion Pesos)

	September		2005 Sept Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Deficit	-30.8	-27.7	-24.9	-10.3	-2.7
Revenues	54.0	59.3	58.5	9.9	0.9
Expenditures	84.8	87.0	83.4	2.6	3.6

	January to September		2005 Q1-Q3 Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Deficit	-141.9	-108.5	-145.9	-23.6	37.4
Revenues	516.4	589.5	580.4	14.2	9.1
Expenditures	658.3	698.0	726.2	6.0	-28.3

NATIONAL GOVERNMENT REVENUES

January to September 2005

(In Billion Pesos)

	September		2005 Sept Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Revenues	54.0	59.3	58.5	9.9	0.9
BIR	32.6	38.2	38.5	17.2	-0.3
BOC	10.7	11.9	13.6	11.3	-1.7
BTr	6.6	5.9	2.6	-10.7	3.2
Other Offices	4.1	3.3	3.7	-18.8	-0.4

	January to September		2005 Q1-Q3 Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Revenues	516.4	589.5	580.4	14.2	9.1
BIR	343.8	392.9	402.3	14.3	-9.3
BOC	91.8	103.1	112.2	12.4	-9.1
BTr	45.7	54.0	28.1	18.2	25.9
Other Offices	35.1	39.5	37.7	12.4	1.7

NATIONAL GOVERNMENT EXPENDITURES

January to September 2005

(In Billion Pesos)

	September		2005 Sept Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Expenditures	84.8	87.0	83.4	2.6	3.6
Allotment to LGUs	11.9	15.0	n.a.	26.3	n.a.
Subsidy	0.4	2.9	n.a.	654.2	n.a.
Interest Payments	30.1	31.8	32.6	5.6	-0.8
Equity	0.0	0.1	n.a.	0.0	n.a.
Net Lending	6.4	-0.1	n.a.	-100.8	n.a.
Others	36.1	37.3	n.a.	3.3	n.a.

	January to September		2005 Q1-Q3 Program	Percent Growth Growth	Program vs Actual Amount
	Actual				
	2004	2005			
Expenditures	658.3	698.0	726.2	6.0	-28.3
Allotment to LGUs	110.8	118.8	89.8	7.2	29.0
Subsidy	7.0	7.7	3.3	10.4	4.4
Interest Payments	199.0	235.3	242.6	18.2	-7.3
Equity	0.0	0.2	0.0	555.2	0.2
Net Lending	8.8	3.8	5.4	-56.3	-1.5
Others	332.7	332.2	385.1	-0.2	-53.0

NG PRIMARY SURPLUS / (DEFICIT)

January to September 2005

(In Billion Pesos)

	September		2005 Sept Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Primary Surplus/(Deficit)	-0.8	4.1	7.6	-640.0	-3.5
Revenues	54.0	59.3	58.5	9.9	0.9
Expenditures (Net of Interest Payments)	54.8	55.2	50.8	0.9	4.4

	January to September		2005 Q1-Q3 Program	Percent Growth 2005/2004	Program vs Actual Amount
	Actual				
	2004	2005			
Primary Surplus/(Deficit)	57.1	126.8	96.7	122.0	30.1
Revenues	516.4	589.5	580.4	14.2	9.1
Expenditures (Net of Interest Payments)	459.3	462.7	483.7	0.7	-21.0