



Republic of the Philippines
Regional Development Council XI
Davao Region

HIGHLIGHTS OF THE SECOND RDC XI MEETING

19-20 May 2009

NEDA-RDC XI Center, Bangkal, Davao City

I. ATTENDANCE

The two-day meeting was attended by a total of 94 persons constituting 38 regular and special non-voting members, and 57 resource persons, guests and members of the secretariat. The complete list of attendance is attached as Annex.

II. PRELIMINARIES

2.1 OPENING STATEMENT AND INTRODUCTION OF PARTICIPANTS

The meeting started at 9:55 A.M of May 19th. The Secretariat led the opening amenities. Council Secretary Bonifacio G. Uy acknowledged the members and guests in attendance. Despite the initial lack of quorum¹, Chairperson Vicente T. Lao called the meeting to order to start the budget review for which the meeting was principally called for.

For his opening statements, the Chairperson and Presiding Officer acknowledged the members for their participation to the meeting. The Chair said that it is an important meeting as the Council will undertake the important task of reviewing the budget proposals of the AROs and SUCs in two days. He also emphasized that prior to the budget review meeting, the Council already initiated a benchmarking activity. The activity showed whether the region was doing the right thing. The Chair stressed that to know the region better, the region must also know its work better. Lastly, the Chair said that the first step to solving the problem is to know the problem first.

2.2 APPROVAL OF THE AGENDA AND THE MINUTES OF THE PREVIOUS MEETING

The Presiding Officer enumerated the items in the agenda and upon motion of PSR Ma. Iris A. Melliza and second of Vice-Governor Ramil Gentugaya of Compostela Valley, the agenda for the meeting was approved.

The Chair gave the members some time to go over the Minutes of the May 22, 2008 (FY 2009 RDC XI Budget Review) and March 26, 2009 RDC XI meetings. Upon motion of Dir. Anthony C. Sales of DOST XI and second of PSR Louis N. Rabat, the Minutes of the May 22, 2008 and March 26, 2009 meetings were approved without correction.

¹ Quorum was achieved midway on the first day, May 19, 2009, of the FY 2010 RDC XI Budget Review meeting. Thirty three (33) of 48 members attended the meeting.

49 **2.3 UPDATES ON MATTERS ARISING FROM THE PREVIOUS MEETING**
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51 Council Secretary Uy gave an update on the matters that arose from the May 22, 2008
52 Budget Review and March 26, 2009 RDC XI meetings. The Council posed no clarifications on the
53 updates.
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55 **2.4 EXECUTIVE COMMITTEE ACTIONS ON 30 APRIL 2009**
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57 ARD Uy presented the Executive Committee actions during its meeting on April 30, 2009.
58 Ms. Rose D. Sanchez, Chair of RGADCC XI, suggested that data under the bottom line indicators
59 be sex-disaggregated. The Secretariat was instructed to inform NSO to disaggregate data on
60 regional performance and targets by sex.
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63 **III. BUSINESS AGENDA**
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65 **3.1 FY 2010 BUDGET FRAMEWORK AND MACROECONOMIC ASSUMPTIONS**
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67 Dir. Achilles Gerard C. Bravo of DBM XI presented the FY 2010 Budget Framework and
68 Macroeconomic Assumptions stressing the following points:
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- 70 ▪ Slower growth in all production sectors resulting from the contraction of global trade in
71 2009. Nonetheless, OFW remittances will remain stable.
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- 73 ▪ Gradual recovery seen in 2010 as global economy recuperates from the negative
74 impact of the financial crisis and the lingering effects of the surge in oil and food prices.
75
- 76 ▪ Domestic economy is projected to grow between 4.3 and 5.3 percent in 2010.
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- 78 ▪ Growth in agriculture will be buoyed by the government's continued strong support for
79 agriculture by providing more funds and reforming policies that ensure that resources
80 are used efficiently and effectively. Value-added in agriculture sector is expected to
81 grow between 3.4 to 4.4 percent in 2010 from 3.0 to 3.6 percent in 2009. Growth will be
82 expected from the intensified government support to irrigation, farm-to-market roads
83 and post-harvest facilities.
84
- 85 ▪ 2010 growth for industry will be between 4.1-5.1 percent, spurred by higher growth in
86 manufacturing, continuing boom in construction, and recovery of mining and quarrying.
87 Improvement in global economy with improvement in the financial sector and pickup in
88 international trade are seen to stimulate external demand, ease financing and invigorate
89 domestic production.
90
- 91 ▪ Services sector is projected to grow between 4.8-5.7 percent in 2010 with the
92 improvement in OFW remittances as the world economy recovers. Transportation,
93 communications and storage are expected to benefit from the pickup in international
94 trade. Growth in private services will be sustained by the expected faster growth in off-
95 shoring and outsourcing.
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- 97 ▪ For 2011 and 2012, the economy is projected to grow in real terms by 5.5 to 6.4 percent
98 and 5.9-6.8 percent respectively.
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- Inflation is expected to fall to 2.5-4.5 percent in 2009 but will inch up to 3.5-5.5 percent in 2010. This outlook is supported by a downward shift of risks following the declines in commodity prices, the fallback in inflation expectations, the slowdown in economic activity in the near term, the supply responses to earlier large hikes in commodity prices, and the consequent recovery in the world economy over time.
 - The 91-day T-Bill real interest rate is expected to turn positive starting in 2009 as inflation is expected to decelerate significantly.
 - The exchange rate is expected to be generally stable in the medium-term at around P46-49 (to the dollar), supported by modest demand for foreign exchange in 2009 as global economic slowdown puts more emphasis on domestic sources of capital and lowers import requirements. It also considers the improved level of reserves, and a rebound in exports over the longer horizon.
 - Proposed FY 2010 obligation budget is P1.55 trillion. The fiscal program for FY 2010 assumes a national government deficit target of P173.3 billion or 2.0 percent of GDP. The balanced budget aimed under the MTPDP may not be achieved given the global financial crisis but fiscal consolidation is being sustained with the lower deficit target next year.
 - Revenues will grow by 8.3 percent in 2010. The FY 2010 revenue will be slightly lower at 16.2 percent of GDP compared to 2009 with 16.3 percent. This is largely due to the decline in the privatization proceeds from P30 billion in 2009 to P2.5 billion in 2010.
 - On disbursements side, PS will grow by about P40 billion mainly due to the provision for salary adjustments under the SSL III passed by Congress. MOOE will slightly go down largely due to the impact of the supplemental budget for 2009. Capital Outlay (CO), on the other hand, will grow by about 10 percent. Net lending is kept at P15 billion.
 - The global financial crisis led the government to sustain and aggressively implement major public sector reforms as provided under the Public Expenditure Management (PEM) Program.

134 Discussion:

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- Council Vice-Chairperson Maria Lourdes D. Lim queried if the assumptions presented by Dir. Bravo have been forwarded to the AROs, including their budget ceilings. She also asked when the forward estimates (FEs) can be provided to AROs for budgeting processes. Dir. Bravo informed that a separate set of guidelines will be distributed to ACOs and AROs and that the FEs will be released in a week's time.
 - Another question was whether the assumptions and the ceilings were only given to central offices. Dir. Bravo informed that they are provided to department secretaries, and central offices more or less already know their forward estimates (FEs) due to the annual budgeting process.
 - Chair Lao commented that if ACOs do not give a copy of forward estimates to regional offices, the exercise of budgeting is futile because it becomes the discretion of NCO to slash without knowing the priorities of the regions. Dir. Bravo informed that department heads have the discretion over their budgets and that AROs should lobby with their

151 central offices. Chair Lao stressed that the Advisory Committee (AdCom) is important
152 and that it needs to be strengthened. He said that AROs need to break down the budget
153 and the Program/Project/Activities (PPAs) by district for Congressmen to appreciate
154 their budgets.

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- 156 ■ Governor Corazon N. Malanyaon of Davao Oriental said that AROs should be prepared
157 for the slash as Congressmen have their own priorities. The Governor likewise said that
158 previous exercises on budgeting was based on what was needed as indicated in the
159 AIP but this was not necessarily allotted for Davao region.
- 160
- 161 ■ Dir. Bravo informed that there is no budget ceiling for 2010 as yet. He added that
162 department Secretaries are keeping the budget ceilings even after they were provided
163 with a new budget ceiling. Gov. Malanyaon commented that regional budget should not
164 be left to the discretion of the Secretaries and what should be appropriated to the AROs
165 are the needs of the region. Along this line, Dir. Bravo informed that 10 years ago,
166 Secretaries would go to the regions for a dialogue.
- 167
- 168 ■ Chair Lao asked if it was mandatory or legal for department heads to decide on the
169 budget. Dir. Bravo informed that it is legal. Chair Lao added that ACOs should be able
170 to provide budget ceiling information to AROs so that the latter would know how they
171 will prioritize their budget proposals.

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173 Council Action/Recommendation:

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- 175 1. Passed Resolution No. 16-2009, requesting the NEDA Board RDCom to enjoin ACOs to
176 provide budget ceilings to their respective AROs to enable the latter to rationally allocate
177 resources vis-à-vis regional needs/requirements.
- 178
- 179 2. DBM to include said directive explicitly as a separate activity in the national government
180 budget preparation calendar attached to the Budget Call.

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182 **3.2 PRESENTATION ON THE MEDIUM-TERM REGIONAL DEVELOPMENT PERFORMANCE,**
183 **2004-2008, AND TARGETS FOR 2009-2010**

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185 Council Vice-Chairperson Lim presented the Medium-Term Regional Development
186 Performance, 2004-2008 and Targets for 2009-2010. In her presentation, she provided a
187 background on the activity and highlighted the following points:

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- 189 ■ The region was able to surpass most of its GRDP targets since 2004. Year 2007
190 posted a strong performance with a growth of 6.7 percent vis-à-vis its target of 5.1
191 percent. The growth was spurred by the industry sector.
- 192
- 193 ■ Per capita GRDP is improving and catching up with the targets. However, the region's
194 per capita GRDP remains distant from national average figures.
- 195
- 196 ■ Poverty incidence escalated by 2 percentage points between 2003 and 2006. Davao
197 region's poverty incidence remained the lowest among Mindanao regions.
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- 199 ■ The number of jobs created declined from 2004 to 2006 but grew swiftly in 2007 and
200 2008. Job prospects remained positive especially with the government's Economic
201 Resiliency Plan.

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- In the last 5 years, investments' total value reached P58.6 billion pesos with 2008 posting the biggest gain.
 - Exports is on an upward trend and despite the global economic crisis, 2008 figures show export receipts of almost US\$992 million, the highest so far in the last 5 years.
 - Except for the preliminary figures for 2008, the region's tax base grew at an annual average rate of 14% in 2004-2007.
 - Underemployment decreased at an annual average of 7.5% in 2004-2008 while unemployment level is also on a downward trend. Region's unemployment levels, however, remained higher than national levels.
 - Malnutrition rate among pre-school children has been declining from 17.2% in 2004 to 10.1% in 2008. This level is way better than the national prevalence rate of 26.9%.
 - Maternal mortality rate has been fluctuating over the years. Based on maternal death review, 75% of deaths occurred during labor and 25% after delivery.
 - Participation rate achievements remained wanting as the region is still more than 20 percentage points away from the MDG target of 100%.
 - Labor productivity is improving. Labor productivity is often a manifestation of our productive labor's improving health and education condition.
 - The proportion of population with access to safe water supply had reached 90.5% as of 2006, the region's MDG target for 2015.
 - The proportion of population with access to sanitary toilets is improving with the MDG target of 87% likely to be achieved by 2015.
 - Data on enrolment in social protection programs showed varied results. SSS and PHIC data showed fluctuating performance in the past 5 years. However, PHIC achievements were relatively at par with its targets.
 - Both air and water quality indices remained good. Water quality based on specific use maintained the level of quality for which it is intended.
 - The region's effective forest cover stands at 36.1% as of 2008. The target is to extend forest cover to 36.6% by the end of the plan period.
 - As of 2008, only 14 or 26% of the region's 53 LGUs had updated physical framework and land use plans. The rest of the localities are still pursuing their respective updating.
 - In 2004, the region's total road network was 15,026 kilometers or a road density of 0.764 kilometer per square kilometer of land area. By 2007, there was an improvement in road density with 0.867 kilometers per square kilometer of land area.
 - Access to water facilities reached 99.98% as of 2008. The deficiency, if translated in absolute figures, amounts to 17,000 households. These households are typically located in rural areas in the hinterlands where access to water facilities is limited

253 because of the distribution of ground water source or topographic limitation of the water
254 source itself.

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- 256 ■ In the past five years, household energization rate in the region remained at around
257 65%, which is far from the target to achieve full energization of households in the
258 region.
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- 260 ■ The proportion of irrigated area to potential irrigable area is increasing but the increase
261 is relatively small. Therefore, more investments are needed for the construction of new
262 irrigation facilities, as well as to rehabilitate and/or restore the existing ones.
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- 264 ■ In 2007, only 11 municipalities/cities had cell sites. But as of 2008, 49 localities have
265 cellular mobile telecom access points.
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- 267 ■ In terms of absorptive capacities as measured by their ability to disburse their
268 respective annual budgets, the region's AROs achieved an average level of 95%, while
269 the LGUs attained 84%.
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- 271 ■ The ratio of PPAs in the region's Annual Investment Program that were implemented is
272 around 77% for both 2007 and 2008. The target is 100%, thus it is necessary to step-up
273 efforts in mobilizing resources to improve the implementation of our PPAs.
- 274
- 275 ■ The share of IRA allocation in LGU budgets is declining but on the average, is still more
276 than 70%. The target by 2010 is for the LGUs to rely on IRA only to the extent of 55%.
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- 278 ■ Crime solution efficiency has much to improve on to attain our target of at least 95%
279 crime solution efficiency.
- 280
- 281 ■ In the past five years, the proportion of RDC-endorsed PPAs funded under ARO budget
282 on the average was plus 10%.
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284 The Vice-Chair likewise presented the priority PPAs for the region to ensure the
285 achievement of the targets for the remaining years of the Plan.

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287 Council Action/Recommendation:

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- 289 1. Revisit bottom line targets of *Good Governance* on *ratio of expenditures to total budget*
290 *of AROs and LGUs* and explore the inclusion of per capita expenditure over total budget
291 to measure efficiency ratio of employees to total budget.
- 292
- 293 2. Find out the reasons for the fluctuating trend of data on social protection schemes, and
294 generate the necessary data and information especially from GSIS.
- 295

296 **3.3 GUIDELINES FOR RDC XI BUDGET CONSULTATION ON FY 2010 ARO/SUC BUDGET**
297 **PROPOSALS**

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299 Vice-Chair Lim presented the guidelines for the RDC XI Budget Consultation with the
300 following points stressed:

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- 302 ■ The budget consultation was in line with National Budget Memo No. 102, directing the
303 RDCs to coordinate the conduct of consultations with AROs, SUCs and LGUs for the

304 purpose of reconciling and confirming the program thrusts and priorities of the national
305 agencies in the region and to ensure they complement with programs and projects of
306 the LGUs.

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- 308 ▪ 27 AROs and SUCs will present their budget proposals through their heads of offices or
309 designated representatives.
 - 310
 - 311 ▪ The Council will only review the PPAs of the AROs and SUCs identified by
312 congressional district. The Council will likewise look into the AROs' and SUCs'
313 compliance to gender and development requirements through their proposed GAD-
314 related PPAs.
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316 **3.4 FY 2010 BUDGET CONSULTATION ON THE FY 2010 ARO/SUC BUDGET PROPOSALS**

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318 The following is the summary of the FY 2010 ARO and SUC budget proposal presentation
319 and with agreements and recommendations reached by the Council regarding each of them, to wit:

320 On DPWH XI Budget Proposal

321 (Motioned by Mr. Gene Caparo of DAR XI and seconded by DILG XI Dir. Quirino Libunao)

- 322
- 323 1. ARD Reynaldo S. Tamayo presented the agency's proposed budget, which amounted
324 to a total of P8,988,123,000.
 - 325
 - 326 2. Action: **Endorsed as RDC XI Resolution No. 17-2009**
327 "Endorsing to the Secretary of DPWH, DBM, the Committee on Appropriations of the
328 House of Representatives, and the Committee of Finance of the Senate of the
329 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
330 Proposal of DPWH XI in the amount of **P8,988,123,000.00**"
 - 331
 - 332 3. SDC XI and RGADCC XI were also tasked to monitor and ensure implementation of
333 GAD Budget Guidelines in AROs'/SUCs' budget proposals. This was recommended in
334 view of RGADCC Chair Rosena Sanchez's comment on the DPWH budget proposal for
335 lacking a GAD-related budget under its proposal.
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337 On NIA XI Budget Proposal

338 (Motioned by DENR XI RED Jim Sampulna and seconded by Mr. Gene Caparo)

- 339
- 340 1. Engr. Encarnacion Soriano presented the agency's proposed budget, which amounted
341 to a total of P1,126,327,500.00.
 - 342
 - 343 2. Action: **Endorsed as RDC XI Resolution No. 18-2009**
344 "Endorsing to the Secretary of DA, Administrator of NIA, Secretary of DBM, the
345 Committee on Appropriations of the House of Representatives, and the Committee of
346 Finance of the Senate of the Philippines, the Programs, Activities and Projects Included
347 in the FY 2010 Budget Proposal of NIA XI in the amount of **P1,126,327,500.00**"
 - 348
 - 349 3. LGUs and AROs were also tasked to pursue synchronized planning with adherence to
350 the Joint Circular No. 1 signed by DILG, DOF and NEDA. This recommendation was in
351 view of the issue that NIA and DA should synchronize and/or complement each other's
352 budget as well as planning activities.
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- 355 On PPA XI Budget Proposal
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357 1. Ms. Elvira C. Buenaobra presented the agency's proposed budget, which amounted to
358 a total of P1,371,000,000.00.
359
360 2. Action: **Deferred.**
361 Budget proposal was deferred on the basis that there was a deviation between the
362 agency's proposed budget and what was included in their AIP. (The PPAs included in
363 the AIP only covered that of Davao City and Mati.) The agency was requested to do the
364 appropriate corrections to their proposed budget and/or PPAs included in the AIP.
365
366 3. DOTC was tasked to present the results of the inter-modal study in one of RDC XI's
367 future meetings. This was agreed upon by the Council in response to the queries on
368 what factors or parameters influence PPA to locate ports.
369

370 On DA XI Budget Proposal

371 (Motioned by RED Jim Sampulna and seconded by PSR Conrado Sillada)

- 372
373 1. ASec Roger C. Chio presented the agency's proposed budget, which amounted to a
374 total of P299,900,000.00.
375
376 2. Action: **Endorsed with revision. RDC XI Resolution No. 19-2009**
377 "Endorsing to the Secretary of DA, DBM, the Committee on Appropriations of the House
378 of Representatives, and the Committee of Finance of the Senate of the Philippines, the
379 Programs, Activities and Projects Included in the FY 2010 Budget Proposal of DA XI in
380 the amount of **P299,900,000.00**"
381
382 3. The agency was also advised to include the lists of foreign-assisted projects (FAPs) and
383 farm-to-market roads (FMRs) in the budget proposal, and to disaggregate the agency's
384 budget proposal by province and congressional district.
385

386 On DENR XI Budget Proposal

387 (Motioned by ARD Fatma Idris of DA XI and seconded by PSR Nazario Cacayan)

- 388
389 1. RED Jim O. Sampulna presented the agency's proposed budget, which amounted to a
390 total of P342,567,000.00.
391
392 2. Action: **Endorsed with revision. RDC XI Resolution No. 20-2009**
393 "Endorsing to the Secretary of DENR, DBM, the Committee on Appropriations of the
394 House of Representatives, and the Committee of Finance of the Senate of the
395 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
396 Proposal of DENR XI in the amount of **P342,567,000.00**"
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398 3. The agency was advised to include the boundary delineation surveys for LGUs the
399 Protected Area of Mt. Hamiguitan (P10M) and Sumlog watershed protection program
400 (P10M); and PAPs of MGB XI and EMB XI.
401
402 4. Chair Lao informed that Mindanao is the most mineralized area in the country and this
403 should be seen as a potential source of income. He requested DENR to facilitate the
404 approval for mineral exploration permits/applications. DENR agreed to follow-up on the
405 matter.

- 406 On DAR XI Budget Proposal
407 (Motioned by Gov. Corazon Malanyaon and seconded by Dir. Libunao)
408
409 1. Mr. Genaro Caparo presented the agency's proposed budget, which amounted to a
410 total of P164,557,479.00.
411
412 2. Action: **Endorsed with revision. RDC XI Resolution No. 21-2009**
413 "Endorsing to the Secretary of DAR, DBM, the Committee on Appropriations of the
414 House of Representatives, and the Committee of Finance of the Senate of the
415 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
416 Proposal of DAR XI in the amount of P164,557,479.00"
417
418 3. The agency was advised to include its lists of foreign-assisted projects (FAPs) and farm
419 to market roads (FMRs) in the budget proposal.
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- 421 On DOT XI Budget Proposal
422 (Motioned by Mr. Caparo and seconded by PSR Louie Rabat)
423
424 1. Ms. Eden David presented the agency's proposed budget, which amounted to a total of
425 P13,870,000.00.
426
427 2. Action: **Endorsed subject to submission of revised PAPs. RDC XI Resolution No.**
428 **22-2009**
429 "Endorsing to the Secretary of DOT, DBM, the Committee on Appropriations of the
430 House of Representatives, and the Committee of Finance of the Senate of the
431 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
432 Proposal of DOT XI in the amount of **P13,870,000.00**"
433
434 3. DOT XI was advised to resubmit PAPs as the total proposed budget was more than the
435 amount of the approved AIP.
436
437 4. Chair Lao suggested to DOT to plan along the line of marketing BIMP-EAGA as a single
438 marketing thrust for eco-tourism.
439

- 440 On DOST XI Budget Proposal
441 (Motioned by PSR Alma Mondragon and seconded by PSR Conrado Sillada)
442
443 1. Dir. Anthony Sales presented the agency's proposed budget, which amounted to a total
444 of P80,549,000.00.
445
446 2. Action: **Endorsed as RDC XI Resolution No. 23-2009**
447 "Endorsing to the Secretary of DOST, DBM, the Committee on Appropriations of the
448 House of Representatives, and the Committee of Finance of the Senate of the
449 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
450 Proposal of DOST XI in the amount of **P80,549,000.00**"
451
452 3. Chair Lao recommended for DOST to make research commercially available and to
453 intensify interfacing with the private sector and industries, and the academe.
454
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456

- 457 On DTI XI Budget Proposal
458 (Motioned by PSR Rabat and seconded by Dir. Libunao)
459
460 1. Dir. Marizon Loreto presented the agency's proposed budget, which amounted to a total
461 of P16,070,000.00.
462
463 2. Action: **Endorsed as RDC XI Resolution No. 24-2009**
464 "Endorsing to the Secretary of DTI, DBM, the Committee on Appropriations of the
465 House of Representatives, and the Committee of Finance of the Senate of the
466 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
467 Proposal of DTI XI in the amount of **P16,070,000.00**"
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- 469 On BFAR XI Budget Proposal
470 (Motioned by PSR Cacayan and seconded Mr. Caparo)
471
472 1. ARD Fatma Idris presented the agency's proposed budget, which amounted to a total of
473 P53,822,500.00.
474
475 2. Action: **Endorsed as RDC XI Resolution No. 25-2009**
476 "Endorsing to the Secretary of DA, DBM, the Committee on Appropriations of the House
477 of Representatives, and the Committee of Finance of the Senate of the Philippines, the
478 Programs, Activities and Projects Included in the FY 2010 Budget Proposal of BFAR XI
479 in the amount of **P53,822,500.00**"
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481 3. The agency was also advised to submit form BP 201-C and indicate the locations of
482 PAPs by congressional district/provincial area.
483
484 4. Chair Lao suggested for BFAR and DOST to provide a situationer of the seaweed
485 industry and to look into the possibility of establishing a gene bank for seaweed before
486 the region loses the seaweed industry. He said that the industry was not able to take
487 off, thus other countries such as Indonesia have overtaken the Philippines in this area.
488

- 489 On DILG XI Budget Proposal
490 (Motioned by Gov. Malanyaon and seconded by PSR Sillada)
491
492 1. Dir. Quirino Libunao presented the agency's proposed budget, which amounted to a
493 total of P22,151,000.00.
494
495 2. Action: **Endorsed as RDC XI Resolution No. 26-2009**
496 "Endorsing to the Secretary of DILG, DBM, the Committee on Appropriations of the
497 House of Representatives, and the Committee of Finance of the Senate of the
498 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
499 Proposal of DILG XI in the amount of **P22,151,000.00**"
500
501 3. DILG was also tasked to look into the possibility of coming up with more stringent
502 criteria for travel of barangay officials including attendance to League of Barangays
503 activities. Gov. Malanyaon suggested this in view of the large cost that barangay
504 officials entail in attending conventions and other related activities of the League. She
505 added that a good portion of barangay budget goes to travel. She suggested for DILG
506 to effectively regulate and to be judicious in the approval of conventions/activities
507 especially those held in Manila.

508 On the second day of the budget presentation, Chair Lao requested the SUCs to prioritize
509 research and development for agri and aqua industry. The Chair also recommended for SUCs to
510 “pick up” the food security thrust; increase enrolment in courses specializing in agriculture; help
511 promote Davao as agri-business region; interplay with the private sector on R&D; and to participate
512 in commercializing research. Chair Lao also stressed that the RDC will support these activities.
513

514 On DOH XI Budget Proposal

515 (Motioned by PSR Mondragon and seconded by PSR Cacayan)
516

- 517 1. ARD Salvador Estrera presented the agency’s proposed budget, which amounted to a
518 total of P1,306,033,000.00.
519
- 520 2. Action: **Endorsed with revision. RDC XI Resolution No. 27-2009**
521 “Endorsing to the Secretary of DOH, DBM, the Committee on Appropriations of the
522 House of Representatives, and the Committee of Finance of the Senate of the
523 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
524 Proposal of DOH XI in the amount of **P1,306,033,000.00**”
525
- 526 3. The agency was advised to include the establishment of the Mindanao Cancer Center
527 and provision of oxygen generator machine for the Davao Regional Hospital in Tagum
528 City.
529
- 530 4. DOH was also tasked to look into the matter of providing electricity in Marilog Hospital.
531 PSR Nazario Cacayan queried why the hospital continues to use generators. ARD
532 Estrera replied that funding for the electricity for the hospital should come from the LGU
533 but no funding has been provided as of yet. He also informed that the electrification
534 project for the hospital was proposed to the city government but remained unfunded.
535
- 536 5. DOH was likewise advised to make the necessary adjustments/corrections on the
537 budget proposal stated in the AIP and the proposal made during the AdCom budget
538 review. It should also review the entries and reallocate the funding, putting priority to
539 PPAs that will address the growing incidence of MMR.
540
- 541 6. DOH was furthermore tasked to conduct more study on the possibility of establishing an
542 oxygen generating plant in DRH.
543
- 544 7. On the pandemic swine flu virus, Vice Chair Lim requested DOH to give an update and
545 asked whether DOH’s contingency plan was considered in the budget proposal of the
546 agency. DOH informed that it will brief the RDCC on H1N1 and a special budget is
547 allocated for the H1N1.
548

549 On DepEd XI Budget Proposal

550 (Motioned by DOLE XI Dir. Jalilo dela Torre and seconded by Mr. Rufo Peligro of Davao del
551 Norte)
552

- 553 1. Ms. Virginia Alconcel presented the agency’s proposed budget, which amounted to a
554 total of P9,995,004,000.00.
555
- 556 2. Action: **Passed RDC XI Resolution No. 28-2009**
557 “Requesting the NEDA Board RDCOM to Urge the Philippine Congress and the
558 Department of Education to Review the Roxas Law in View of the Inequitable Allocation

559 of School Furniture, Textbooks and Prioritization of School Buildings/Classroom
560 Construction Resulting from the DepEd Central Procurement System Provided in the
561 Law”

- 562
- 563 3. Action: **Passed RDC XI Resolution No. 29-2009**
564 “Requesting the NEDA Board RDCom to Enjoin the Department of Education to Involve
565 the LGUs in the Resource Allocation Process for Centrally Managed Items such as
566 School Buildings, Furniture, and Textbooks Beginning 2010”
567
- 568 4. Action: **Endorsed as RDC XI Resolution No. 30-2009**
569 “Endorsing to the Secretary of DepEd, DBM, the Committee on Appropriations of the
570 House of Representatives, and the Committee of Finance of the Senate of the
571 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
572 Proposal of DepEd XI in the amount of **P9,995,004,000.00**”
573
- 574 5. DepEd XI Dir. Susana Estigoy informed that, in the light of the decreasing participation
575 rate (PR) in the region, schools signed contracts as a form of commitment to improve
576 PR in their schools up to barangay level. She added that satellite schools were also
577 established to respond to the issue on distance or inaccessibility of education. She
578 added that massive campaign continues to be pursued on Brigada Eskwela.
579
- 580 6. Upon recommendation of Gov. Malanyaon, DepEd was requested to study the
581 reallocation of school building projects taking into consideration the needs of the LGUs,
582 projects undertaken by DPWH, centrally-managed PPAs, inputs from LGUs, particularly
583 from the Office of the Governor, and Congressmen’s priorities and concurrences.
584

585 On DSWD XI Budget Proposal

586 (Motioned by Gov. Malanyaon and seconded by Mr. Sonny Manigo of Tagum City)

- 587
- 588 1. Mr. Nestor Estampa presented the agency’s proposed budget, which amounted to a
589 total of P911,040,600.00.
590
- 591 2. Action: **Endorsed as RDC XI Resolution No. 31-2009**
592 “Endorsing to the Secretary of DSWD, DBM, the Committee on Appropriations of the
593 House of Representatives, and the Committee of Finance of the Senate of the
594 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
595 Proposal of DSWD XI in the amount of **P911,040,600.00**”
596

597 On DOLE XI Budget Proposal

598 (Motioned by PSR Melliza and seconded by PSR Sillada)

- 599
- 600 1. Dir. Jalilo dela Torre presented the agency’s proposed budget, which amounted to a
601 total of P69,590,000.00.
602
- 603 2. Action: **Endorsed as RDC XI Resolution No. 32-2009**
604 “Endorsing to the Secretary of DOLE, DBM, the Committee on Appropriations of the
605 House of Representatives, and the Committee of Finance of the Senate of the
606 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
607 Proposal of DOLE XI in the amount of **P69,590,000.00**”
608

- 609 3. Gov. Malanyaon, upon concurrence of the Council, requested POEA to monitor job fairs
610 and information on recruitment agencies due to some allegations that recruitment
611 agencies are collecting money from applicants.
612
- 613 4. DOLE was also tasked to encourage POs to make proposals for micro lending for
614 livelihood programs to impact small business people.
615
- 616 5. DOLE was furthermore tasked to sit with the academe and private sector (Mindanao
617 Business Council and Davao City Chamber of Commerce and Industries, Incorporated)
618 to discuss a roadmap for the labor sector, including demand and supply of labor in the
619 region.
620

621 On TESDA XI Budget Proposal

622 (Motioned by Mr. Manigo and seconded by PSR Melliza)
623

- 624 1. Engr. Isidro Montilla presented the agency's proposed budget, which amounted to a
625 total of P27,730,000.00.
626
- 627 2. Action: **Endorsed with revision. RDC XI Resolution No. 33-2009**
628 "Endorsing to the Secretary of DOLE, the TESDA Director-General, Secretary of DBM,
629 the Committee on Appropriations of the House of Representatives, and the Committee
630 of Finance of the Senate of the Philippines, the Programs, Activities and Projects
631 Included in the FY 2010 Budget Proposal of TESDA XI in the amount of
632 **P27,730,000.00**"
633
- 634 3. TESDA was advised to rationalize/justify the proposed Korean Language
635 Facility/Taekwondo Training Center vis-à-vis skills requirements of Davao Region
636 industries.
637
- 638 4. Vice-Chair Lim encouraged TESDA to study its PPAs as they do not seem to be
639 responsive to the global crisis. She also expressed that there is proliferation of voc-tech
640 institutions in the region. Dir. Jalilo dela Torre said that there are training regulations
641 and requirements and that TESDA programs are function-specific. The agency, he said,
642 also benchmarks on the training requirements of the industries.
643
- 644 5. On the subject of locally or internationally favored labor policies raised by Dir. dela
645 Torre, Chair Lao opined that market forces should influence/prevail on said matter.
646

647 On CHED XI Budget Proposal

648 (Motioned by PSR Sillada and seconded by PSR Florillo Andresan)
649

- 650 1. Dr. Edward Aquino presented the agency's proposed budget, which amounted to a total
651 of P13,157,693.00.
652
- 653 2. Action: **Endorsed as RDC XI Resolution No. 34-2009**
654 "Endorsing to the Chairperson of CHED, the Secretary of DBM, the Committee on
655 Appropriations of the House of Representatives, and the Committee of Finance of the
656 Senate of the Philippines, the Programs, Activities and Projects Included in the FY 2010
657 Budget Proposal of CHED XI in the amount of **P13,157,693.00**"
658
- 659 3. CHED was encouraged to consider increasing its budget to include GAD-related PPAs.

- 660 On NNC XI Budget Proposal
661 (Motioned by Gov. Malanyaon and seconded by PSR Melliza)
662
663 1. Ms. Ma. Teresa Ungson presented the agency's proposed budget, which amounted to a
664 total of P1,337,937.00.
665
666 2. Action: **Endorsed with revision. RDC XI Resolution No. 35-2009**
667 "Endorsing to the Secretary of DOH, DBM, the Committee on Appropriations of the
668 House of Representatives, and the Committee of Finance of the Senate of the
669 Philippines, the Programs, Activities and Projects Included in the FY 2010 Budget
670 Proposal of NNC XI in the amount of **P1,337,937.00**"
671
672 3. The agency was advised to include the Hunger Mitigation Program and advocacy and
673 promotion activities in its budget.
674

- 675 On PNP XI Budget Proposal
676 (Motioned by OIC-PPDC Romy Celeste of ComVal Province and seconded by PSR
677 Andresan)
678
679 1. Chief Inspector Ramil Labastida presented the agency's proposed budget, which
680 amounted to a total of P322,683,000.00.
681
682 2. Action: **Endorsed with revision. RDC XI Resolution No. 36-2009**
683 "Endorsing to the Director-General and Chief of PNP, Secretary of DILG and DBM, the
684 Committee on Appropriations of the House of Representatives, and the Committee of
685 Finance of the Senate of the Philippines, the Programs, Activities and Projects Included
686 in the FY 2010 Budget Proposal of PNP XI in the amount of **P322,683,000.00**"
687
688 3. PNP was also advised to specify the breakdown of amount for intelligence equipment
689 and consider target on crime solution efficiency. The Secretariat was tasked to assist in
690 the revision of the budget proposal.
691

- 692 On USEP Budget Proposal
693 (Motioned by PSR Melliza and seconded by PSR Sillada)
694
695 1. Dr. Perfecto Alibin presented the university's proposed budget, which amounted to a
696 total of P304,736,000.00.
697
698 2. Action: **Endorsed with revision. RDC XI Resolution No. 37-2009**
699 "Endorsing to the CHED *en banc* through the CHED Chairperson, Secretary of DBM,
700 the Committee on Appropriations of the House of Representatives, and the Committee
701 of Finance of the Senate of the Philippines, the Programs, Activities and Projects
702 Included in the FY 2010 Budget Proposal of USEP in the amount of **P304,736,000.00**"
703
704 3. USEP was advised to consider increasing its budget for GAD.
705
706 4. SDC was tasked to: a) conduct an inventory of the SUCs' assets for utilization in
707 income generating projects (IGPs); b) review SUCs' course offerings and student per
708 capita ratio of school facilities; c) review and rationalize course offerings of SUCs with
709 focus on R & D; and d) study the possibility of making an appeal to Congress to retain
710 the budget of USEP and different SUCs in the region.

- 711 5. The Secretariat was tasked to assist USEP in making a study re needs of the region
712 (courses offered vis-à-vis industry needs of the region; USEP source for Bislig campus
713 to be used for other PPAs since it is not located in the region.)
714

715 On DNSC Budget Proposal

716 (Motioned by PSR Melliza and seconded by Mr. Manigo)
717

- 718 1. Mr. Armin Rubi presented the college's proposed budget, which amounted to a total of
719 P24,000,000.00.
720
- 721 2. Action: **Endorsed with revision. RDC XI Resolution No. 38-2009**
722 "Endorsing to the CHED *en banc* through the CHED Chairperson, Secretary of DBM,
723 the Committee on Appropriations of the House of Representatives, and the Committee
724 of Finance of the Senate of the Philippines, the Programs, Activities and Projects
725 Included in the FY 2010 Budget Proposal of DNSC in the amount of **P24,000,000.00**"
726
- 727 3. The DNSC was advised to reflect the programs contained in the approved AIP.
728
- 729 4. DNSC was also tasked to prepare a proposal for the conduct of an inventory of coastal
730 resource species, and to include in the proposal funding for hatchery for crabs, shrimps
731 and groupers. DNSC was furthermore advised to put importance on R&D for maritime
732 aquaculture.
733

734 On DOSCST Budget Proposal

735 (Motioned by PSR Rabat and seconded by PSR Mondragon)
736

- 737 1. Dr. Edito Sumile presented the college's proposed budget, which amounted to a total of
738 P40,000,000.00.
739
- 740 2. Action: **Endorsed with revision. RDC XI Resolution No. 39-2009**
741 "Endorsing to the CHED *en banc* through the CHED Chairperson, Secretary of DBM,
742 the Committee on Appropriations of the House of Representatives, and the Committee
743 of Finance of the Senate of the Philippines, the Programs, Activities and Projects
744 Included in the FY 2010 Budget Proposal of DOSCST in the amount of **P40,000,000.00**"
745
- 746 3. DOSCST was advised to include in its proposed budget an abaca development
747 research to assist the region in revitalizing the abaca industry including tissue culture
748 facility/laboratory.
749
- 750 4. Integrated Coastal Resource Management Center to be located in DOSCST as
751 recommended by DENR XI.
752
- 753 5. DOSCST was also advised to focus on marine and aquaculture courses rather than on
754 HRM and to rationalize/evaluate other courses offered and delete those no longer
755 performing or relevant to the region. Also for provincial officials and academe to discuss
756 courses offered and the peculiar needs of the locality.
757
- 758 6. Governor Malanyaon expressed her desire to develop a piece of land for rural
759 entrepreneurship and proposed for the technical side to be handled by DOSCST.
760
761

- 762 On SPAMAST Budget Proposal
763 (Motioned by PSR Sillada and seconded by Mr. Manigo)
764
765 1. Dr. Alexander Campaner presented the college's proposed budget, which amounted to
766 a total of P48,465,000.00.
767
768 2. Action: **Endorsed as RDC XI Resolution No. 40-2009**
769 "Endorsing to the CHED *en banc* through the CHED Chairperson, Secretary of DBM,
770 the Committee on Appropriations of the House of Representatives, and the Committee
771 of Finance of the Senate of the Philippines, the Programs, Activities and Projects
772 Included in the FY 2010 Budget Proposal of SPAMAST in the amount of
773 **P48,465,000.00**"
774
775 3. Chair Lao suggested for SPAMAST to study the possibility of producing *cardaba* and
776 partner with the private sector such as SAGREX. He also encouraged SUCs to step up
777 their business acumen so that they can explore other possible sources of income apart
778 from enrollment.
779
780 4. On the recommendation of PSR Rabat for SUCs to slowly wean from national
781 government funding by pursuing income generating projects (IGPs), Dr. Alexander
782 Campaner informed that SPAMAST has three major income generating projects, i.e.
783 rice, coconut and bangus. However, their major source of income still comes from
784 enrolment. This is because a good percentage of SPAMAST's faculty is already of
785 "mature" age and loaded with teaching assignments. Thus, only 10% of the faculty is
786 doing research.
787
788 5. Chair Lao directed SDC to find out the financial deficiencies of the SUCs and conduct
789 an inventory of their assets for possible monetization.
790
791 6. Vice-Chair Lim also recommended for SPAMAST to explore the technology on honey
792 bee for mango development.
793

- 794 On UP-Mindanao Budget Proposal
795 (Motioned by PSR Melliza and seconded by Gov. Malanyaon)
796
797 1. Dr. Miguel Soledad presented the college's proposed budget, which amounted to a total
798 of P412,268,980.00.
799
800 2. Action: **Endorsed with revision. RDC XI Resolution No. 41-2009**
801 "Endorsing to the UP Board of Regents through the President of the UP System,
802 Secretary of DBM, the Committee on Appropriations of the House of Representatives,
803 and the Committee of Finance of the Senate of the Philippines, the Programs, Activities
804 and Projects Included in the FY 2010 Budget Proposal of UP-Mindanao in the amount
805 of **P412,268,980.00**"
806
807 3. The university was advised to revise its list of PAPs to reflect only the amount of
808 Concreting and Landscaping of the University Avenue, Mindanao Loop and Oblation
809 Plaza for the year 2010, the remaining cost to be broken down annually in the next
810 budget proposals.
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4. Governor Malanyaon recommended for UP-Mindanao to make its proposed budget more realistic given that it is higher than the combined proposed budget of all other SUCs in the region.

IV. ADJOURNMENT

There being no other matters to discuss, the meeting adjourned at 7:30 P.M. on May 20, 2009.

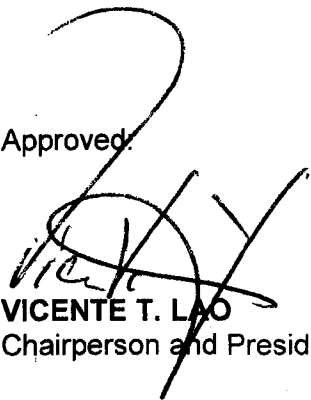
Certified Correct:


BONIFACIO G. JUY
Secretary

Attested:


MARIA LOURDES D. LIM
Vice-Chairperson

Approved:


VICENTE T. LAO
Chairperson and Presiding Officer

2nd QUARTER REGULAR RDC XI MEETING

19-20 May 2009

NEDA – RDC XI Center, Bangkal, Davao City

ATTENDANCE

AGENCY/OFFICE	NAME	REPRESENTATIVE
A. OFFICERS		
Chairperson Vice-Chairperson Secretary	1. Mr. Vicente T. Lao 2. Dir. Maria Lourdes D. Lim 3. ARD Bonifacio G. Uy	
B. MEMBERS		
Davao Oriental Compostela Valley Davao del Norte	<u>Governors</u> 4. Gov. Corazon N. Malanyaon 5. Gov. Arturo T. Uy 6. Gov. Rodolfo P. del Rosario	Vice-Governor Ramil Gentugaya and PPDC Romeo Celeste Mr. Rufo L. Peligro
IGACOs Tagum City Laak, ComVal Province	<u>City Mayors/Mayors of Capital Towns</u> 7. Mayor Aniano P. Antalan 8. Mayor Rey T. Uy 9. Mayor Reynaldo B. Navarro	Engr. Ana Lea A. Zapanta Mr. Arturo B. Manigo Jr. Mr. Pedrito Quintin D. Hibaya
DA XI DBM XI DepEd XI DENR XI DOLE XI DOST XI DTI XI CHED XI DAR XI DFA XI DILG XI DOH XI DOT XI DPWH DSWD XI TESDA XI	<u>Heads of Regional Line Agencies</u> 10. ASec Roger C. Chio 11. Dir. Achilles Gerard C. Bravo 12. Dir. Susana Teresa B. Estigoy 13. RED Jim O. Sampulna 14. Dir. Jalilo dela Torre 15. Dir. Anthony C. Sales 16. Dir. Marizon S. Loreto 17. Dir. Leonida Calagui 18. Dir. Yusoph B. Mama 19. Asec Bahnarim Guinomla 20. Dir. Quirino M. Libunao 21. Dir. Teogenes F. Baluma 22. Dir. Sonia V. Garcia 23. Dir. Osop Ali 24. Dir. Ester Versoza 25. Dir. Elmer K. Talavera	OIC-RD Edward S. Aquino Mr. Genaro Caparo Sittie Zubaida Usman Murod ARD Fernando M. Valdez ARD Salvado Estrera Ms. Eden L. David ARD Reynaldo S. Tamayo Mr. Nestor Estampa Mr. Isidro M. Montilla

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AGENCY/OFFICE	NAME	REPRESENTATIVE
	<u>Agency Regional Offices</u>	
BFAR XI	63. ARD Fatma M. Idris	
CHED XI	64. Mr. Agustino O. Urbiztondo	
CHED XI	65. Ms. Emma K. Bonsobre	
CHED XI	66. Ms. Teodora P. Escaño	
CHED XI	67. Ms. Lourdes Melody Villanueva	
DA XI	68. Ms. Maria Febe T. Orbe	
DA XI	69. Mr. Ben Domingo	
DBM XI	70. Ms. Fe Jagna	
DBM XI	71. Ms. Carolina C. Armada	
DENR XI	72. Ms. Irene Tabada	
DENR XI	73. RTD Bonifacio Apera	
DENR XI	74. Ms. Naomi So	
DENR XI	75. Atty. Ma. Mercedes Dumagan	
DENR XI	76. Ms. Erlinda V. Hilay	
DepEd XI	77. Ms. Virginia N. Alconcel	
DepEd XI	78. Engr. Rene Agbayani	
DepEd XI	79. Ms. Severina Tagubase	
DILG XI	80. Mr. Benjamin S. Velarde	
DOH XI	81. Ms. Alice V. Crumb	
DOH XI	82. Ms. Divina Sonido	
DOH XI	83. Mr. Rustico Quizo	
DOLE XI	84. ARD Ofelia B. Domingo	
DOLE XI	85. Ms. Milagros Gutierrez	
DOLE XI	86. Ms. Erlinda Mamitag	
DOLE XI	87. Mr. Reynaldo Dennis Badilles	
DOLE XI	88. Ms. Angelina Talingting	
DOLE XI	89. Mr. Paul Cruz	
DOLE XI	90. Mr. Albert Horcerada	
DPWH XI	91. Ms. Teofila U. Tan	
DPWH XI	92. Mr. Rey Agustin Pascua	
DPWH XI	93. Mr. Daniel O. Mercado Sr.	
DSWD XI	94. Ms. Elizabeth Degorio	
DTI XI	95. Mr. Toto Muyco	
NIA XI	96. RIM Felix M. Razo	
NIA XI	97. Engr. Encarnacion S. Soriano	
NIA XI	98. Ms. Maribeth S. Malinao	
NIA XI	99. Mr. Herminigildo Retes Jr.	
NNC XI	100. Ms. Maria Teresa Ungson	
PPA-PMO	101. Ms. Elvira C. Buenaobra	
TESDA	102. Ms. Arlyn B. Pama	

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D. SECRETARIAT

NEDA XI – PDIPBD	103.Mr. Noel E. Quiratman
NEDA XI – PPF	104.Mr. Miguel S. Herrera III
NEDA XI – PDIPBD	105.Ms. Priscilla R. Sonido
NEDA XI – KMD	106.Ms. Catherine A. Laguesma
NEDA XI – PDIPBD	107.EnP Marivic Natividad
NEDA XI – PMED	108.EnP Mario Realista
NEDA XI – PPF	109. EnP Maria Teresa B. Ansaldo
NEDA XI – PDIPBD	110.EnP Emily Jeanette R. Salvado
NEDA XI – ORD	111.Ms. Glenda G. Aracid
NEDA XI – PPF	112.Ms. Virginia S. Cuico
NEDA XI – ORD	113.Ms. Ana G. Sacedor
NEDA XI – OD	114.Mr. Julito T. Gumba
NEDA XI – OD	115.Mr. Ernesto N. Javier