



Republic of the Philippines
Department of Environment and Natural Resources
Visayas Avenue, Diliman, Quezon City
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Website: <http://www.denr.gov.ph> / Email: web@denr.gov.ph

MEMORANDUM

FOR : **The Regional Executive Directors**
DENR Regions 1, 2, 4B, 5, 8, 9, 11, 12, 13 and CAR

FROM : **THE UNDERSECRETARY**
Financial, Information Systems and Climate Change

SUBJECT : **SUBMISSION OF THE BUREAU OF THE TREASURY
CERTIFICATION COVERING THE SHARES OF LOCAL
GOVERNMENT UNITS (LGUs).**

DATE : **20 MAY 2022**

This refers to the letter dated 26 April 2022 of Mr. John Aries S. Macaspac, Director IV of Local Government and Regional Coordination Bureau (LGRCB), Department of Budget and Management (DBM).

The LGRCB is following up the submission of the certification covering the shares of the local government units (LGUs) from the gross collection derived by the National Government from forest charges from prior years preceding FY 2022. This is in accordance with the DBM-DOF-DENR-DOE Joint Circular No. 2006-1 dated 13 February 2006 on the revised guidelines and procedures on the release of the share of local government units (LGUs) in the proceeds from the development and utilization of national wealth.

The requested certifications will be used by the LGRCB, DBM, for the preparation of budget documents for FY 2023 Budget Preparation as prescribed under National Budget Memorandum No. 142 dated 12 January 2022.

Please find attached as Annex "A" the reported collection for Tax on Forest Products and the proceeds for the period covering CY 2019 to CY 2021, which were not yet endorsed to DBM.

To expedite compliance to the request of LGRCB, please submit the following documentary requirements to this Office through the Accounting Division, **on or before May 31, 2022**. For immediate verification, the scanned copies of the relevant documents are requested to be submitted to denrco.conso@gmail.com.

1. Certification from the Bureau of Treasury;
2. Form A – CENRO Report; (indicate the province, city/municipality and barangay);

3. Form B – Certification of Corresponding Share of Local Government Unit on the Proceeds from the Development and Utilization and National Wealth; (indicate the province, city/municipality and barangay);
4. Form C – PENRO Consolidated Report; and
5. Form D – Regional Consolidated Report.

Should you have any queries and clarifications on the matter, you may contact Ms. Leodina A. Laddaran of the Revenue and Consolidation Section of the Accounting Division at 928-0254 or VOIP No. 02-988-3367 local 1018.

For your immediate appropriate action.


ATTY. ANALIZA REBUELTA-TEH



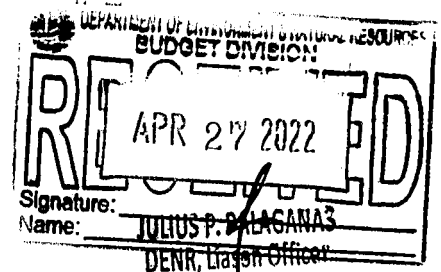
REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
GENERAL SOLANO STREET, SAN MIGUEL, MANILA

DMS Reference No. 2022-LGRCB-0031159C

April 26, 2022

SECRETARY JIM O. SALPUNA

Department of Environment and Natural Resources (DENR)
Vizayas Avenue, Diliman
Quezon City 1100



Attention: **Assistant Secretary Nonita S. Caguioa**
DENR-Finance, Information Systems and Mining Concerns

Director Angelito V. Fontanilla
DENR-Financial and Management Service

Dear **Secretary Salpuna**:

In relation to our previous letter dated March 15, 2022 (copy hereto attached, for reference), may we respectfully follow-up on the status of our request for DENR's submission of the certification covering the shares of local government units (LGUs) consistent with Department of Budget and Management-Department of Finance-DENR-Department of Energy Joint Circular No. 2006-1,¹ which provides that:

"2.0 **For budget preparation purposes, the projected shares of the LGUs out of the 40% of the proceeds of the national wealth from the preceding year shall be submitted to the Department of Budget and Management (DBM) by the concerned revenue collecting agencies of the national government not later than the fifteenth (15th) of March of the ensuing year. While the first quarter will be based on actual collections, the remaining three quarters shall be based on projected historical collection. This shall serve as basis for appropriation in the national budget.**" (and underscoring supplied)

Moreover, may we also follow-up on the information on the shares of LGUs from the proceeds of forest charges collected from prior years preceding FY 2022 which were not yet endorsed to this Department for release and require funding in FY 2023.

¹ Revised Guidelines and Procedures on the Release of the Share of Local Government Units in the Proceeds from the Development and Utilization of National Wealth

As mentioned in the said previous letter, the requested certifications will be used for the preparation of budget documents for FY 2023 Budget Preparation.

We earnestly entreat for your immediate action on this request. Thank you and God bless.

Very truly yours,



Digitally signed
by Macaspac
John Aries Sabino

JOHN ARIES S. MACASPAC

Director IV

cc: Assistant Secretary Cristina B. Clasara, DBM
Assistant Secretary Achilles Gerard C. Bravo, DBM



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
GENERAL SOLANO STREET, SAN MIGUEL, MANILA

DMS Reference No. 2022-LGRCB-0031159

March 15, 2022

SECRETARY JIM O. SALPUNA

Department of Environment and Natural Resources (DENR)
Vizayas Avenue, Diliman
Quezon City 1100

Attention: **Assistant Secretary Nonita S. Caguioa**
DENR-Finance, Information Systems and Mining Concerns

Director Angelito V. Fontanilla
DENR-Financial and Management Service

Dear **Secretary Salpuna**:

This refers to the forty percent (40%) share of the local government units (LGUs) from the gross collection derived by the National Government from forest charges.

For the preparation of budget documents for FY 2023 Budget Preparation as prescribed under National Budget Memorandum No. 142 dated January 12, 2022,¹ may we request the submission of the pertinent data consistent with Department of Budget and Management-Department of Finance-DENR-Department of Energy Joint Circular No. 2006-1,² which provides that:

"2.0 **For budget preparation purposes, the projected shares of the LGUs out of the 40% of the proceeds of the national wealth from the preceding year shall be submitted to the Department of Budget and Management (DBM) by the concerned revenue collecting agencies of the national government not later than the fifteenth (15th) of March of the ensuing year. While the first quarter will be based on actual collections, the remaining three quarters shall be based on projected historical collection. This shall serve as basis for appropriation in the national budget.**"(and underscoring supplied)

¹ National Budget Call for FY 2023

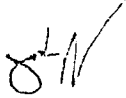
² Revised Guidelines and Procedures on the Release of the Share of Local Government Units in the Proceeds from the Development and Utilization of National Wealth

May we further request for information on shares of LGUs from the proceeds of forest charges collected from prior years preceding FY 2022 which were not yet endorsed to this Department for release and requires funding in FY 2023.

To enable us to timely prepare the necessary budget documents, may we respectfully request the submission of certification containing the requested data.

Thank you and God bless.

Very truly yours,



Digitally signed
by Macaspac
John Aries Sabino

JOHN ARIES S. MACASPAC

Director IV

cc: Assistant Secretary Cristina B. Clasara, DBM
Assistant Secretary Achilles Gerard C. Bravo, DBM

Republic of the Philippines
DEPARTMENT OF BUDGET AND MANAGEMENT
DEPARTMENT OF FINANCE
DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES
DEPARTMENT OF ENERGY
Manila

DBM-DOF-DENR-DOE JOINT CIRCULAR NO. 2006-1
February, 13, 2006

FOR : THE GOVERNORS, MUNICIPAL AND CITY MAYORS, BARANGAY
CHAIRMEN, SANGGUNIANS MEMBERS AND OTHER LOCAL
GOVERNMENT OFFICIALS; ALL OTHERS CONCERNED


SUBJECT : REVISED GUIDELINES AND PROCEDURES ON THE RELEASE
OF THE SHARE OF LOCAL GOVERNMENT UNITS IN
THE PROCEEDS FROM THE DEVELOPMENT AND UTILIZATION OF
NATIONAL WEALTH


- 1.0 This circular is issued to implement the provision of Article 390(a) of the Rules and Regulations Implementing the Local Government Code of 1991, covering the claims of local government units (LGUs) arising from the proceeds in the utilization and development of national wealth.
- 2.0 For budget preparation purposes, the projected shares of the LGUs out of the 40% of the proceeds of the national wealth from the preceding year shall be submitted to the Department of Budget and Management (DBM) by the concerned revenue collecting agencies of the national government not later than the fifteenth (15th) of March of the ensuing year. While the first quarter will be based on actual collections, the remaining three quarters shall be based on projected historical collection. This shall serve as basis for appropriation in the national budget.
- 3.0 During budget execution, DBM shall release the allotment upon submission by the collecting agency to DBM of the following:
 - 3.1 Certification showing the corresponding share of each province, city, municipality and barangay where the national wealth is being developed and/or utilized, and
 - 3.2 Certificate of Actual Remittance for the preceding year from the Bureau of the Treasury (BTR).
- 4.0 Requests for the release of the shares of LGUs as certified by the collecting agencies, namely, the Bureau of Internal Revenue (BIR), the Department of Environment and Natural Resources (DENR) and the Mines and Geosciences Bureau (MGB) shall be forwarded to the DBM Central Office which in turn shall refer same to its Regional Offices together with the supporting documents for authentication and verification.


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- 5.0 The requests pertaining to release of shares of LGUs in the proceeds of collection from energy resources production submitted by the Department of Energy (DOE) shall be submitted directly to the DBM Central Office for evaluation.
- 6.0 This Circular does not cover shares of LGUs from the proceeds derived by national government agencies or government owned and controlled corporations engaged in the utilization and development of national wealth. Pursuant to Article 390(c) of the IRR, the same are directly remitted by such agency or corporation direct to the provincial, city, municipal or barangay treasurer concerned within five (5) days after the end of each quarter.
- 7.0 Local government units which are entitled to receive their shares from the proceeds in the utilization and development of national wealth are enjoined to assist the collecting agencies to ensure that the March 15, deadline set forth under the law is met.
- 8.0 In accordance with existing laws, all collecting agencies shall deposit collections to the account of the BTR maintained with their depository banks on the same day or the next banking day as the case maybe.
- 9.0 This supersedes/repeals DBM Circular Letter No. 7-97 dated March 1, 1997.
- 10.0 This Circular shall take effect immediately.


ROMULO L. NERI
Secretary
Department of Budget and Management


MARGARITO B. TEVES
Secretary
Department of Finance
001396


RAPHAEL P. M. LOTILLA
Secretary
Department of Energy


ARMANDO A. DE CASTRO
OIC - Secretary
Department of Environment and Natural Resources

Department of Environment and Natural Resources
Visayas Avenue, Diliman, Quezon City

**Tax on Forest Products
CY 2019 to CY 2021**

Collection for CY 2019

Office	Amount Collected per Far 5	40% LGU Shares	Penro	Amount Collected with BTr Certification	Endorsed to DBM (40% LGU Shares)	Period Covered
CAR	69,948.83	27,979.53				
Region II	1,640,776.66	656,310.66				
Region IV-B	2,323,511.41	929,404.56				
Region V	971,266.88	388,506.75				
			Albay	185,799.52	74,319.81	April to June 2019
			Albay	158,174.55	63,269.82	October - December 2019
			Catanduanes	9,436.00	3,774.40	July - September 2019
			Sorsogon	86,301.00	34,520.40	July - September 2019
			Camarines	10,663.33	4,265.33	July - September 2019
			Catanduanes	78,126.01	31,250.40	April to September 2019
			Subtotal	528,500.41	211,400.16	
Region VIII	280,918.30	112,367.32				
Region IX	2,230,586.74	892,234.70				
Region XI	408,637.04	163,454.82				
Region XIII (CARAGA)	8,231,777.64	3,292,711.06				
Grand Total	16,157,423.50	6,462,969.40		528,500.41	211,400.16	

Collection for CY 2020

Office	Amount Collected per Far 5	40% LGU Shares	Penro	Amount Collected with BTr Certification	Endorsed to DBM (40% LGU Shares)	Period Covered
CAR	2,356.00	942.40				
Region II	1,477,300.81	590,920.32				
Region IV-B	3,193,217.57	1,277,287.03				
Region V	1,149,007.52	459,603.01				
			Catanduanes	15,210.00	6,084.00	April to June 2020
			Sorsogon	2,261.00	904.40	January to March 2020
			Albay	167,873.78	67,149.51	April to June 2020
			Catanduanes	95,655.80	38,262.32	July to September 2020
			Sorsogon	19,768.52	7,907.41	July to September 2020

			Camarines	5,131.45	2,052.58	January to March 2020
			Subtotal	305,900.55	122,360.22	
Region VIII	1,010,432.26	404,172.90				
Region IX	42,841.97	17,136.79				
Region XI	286,810.21	114,724.08				
Region XII	19,901.89	7,960.76				
Region XIII (CARAGA)	12,947,988.23	5,179,195.29	Surigao Del Norte	2,258,372.26	903,348.90	January to December 2020
			Subtotal	2,258,372.26	903,348.90	
Grand Total	20,129,856.46	8,051,942.58		2,564,272.81	1,025,709.12	

Collection for CY 2021

Office	Amount Collected per Far 5	40% LGU Shares	Penro	Amount Collected with BTr Certification	Endorsed to DBM (40% LGU Shares)	Period Covered
CAR	592,602.54	237,041.02				
Region II	2,679,765.83	1,071,906.33				
Region IV-B	1,740,875.14	696,350.06				
Region V	1,275,467.94	510,187.18	Sorsogon	8,137.70	3,255.08	January to March 2021
			Albay	106,825.93	42,730.37	April to June 2021
			Albay	227,056.90	90,822.76	January to March 2021
			Catanduanes	76,502.50	30,601.00	January to March 2021
			Catanduanes	32,422.40	12,968.96	April to June 2021
			Camarines Sur	1,028.00	411.20	July to September 2021
			Sorsogon	59,586.57	23,834.63	July to September 2021
			Subtotal	511,560.00	204,624.00	
Region VIII	2,075,141.23	830,056.49				
Region IX	198,823.34	79,529.34				
Region XI	745,845.27	298,338.11				
Region XII	128,547.75	51,419.10				
Region XIII (CARAGA)	10,872,433.82	4,348,973.53				
Grand Total	20,309,502.86	8,123,801.14		511,560.00	204,624.00	

Prepared by:

[Signature]
MA. RHE>NNALOU C. SALAZAR
 Accountant II

Noted by:

[Signature]
DINA M. NILLOSAN
 Department Chief Accountant

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