

**[ EXECUTIVE ORDER NO. 51, January 22, 1993 ]**

**DIRECTING LOCAL GOVERNMENT UNITS TO REVISE THEIR 1993 ANNUAL BUDGETS TO ADDRESS THE FUNDING REQUIREMENTS OF DEVOLVED NATIONAL GOVERNMENT AGENCY FUNCTIONS, ENJOINING THE NATIONAL GOVERNMENT AGENCIES CONCERNED TO ADVANCE SUCH FUNDING REQUIREMENT FOR THEIR DEVOLVED FUNCTIONS AGAINST REGULAR 1993 ALLOTMENTS PENDING ENACTMENT OF THE REVISED 1993 ANNUAL BUDGETS AND INSTRUCTING THE SECRETARY OF BUDGET AND MANAGEMENT TO PROMULGATE AND ISSUE THE RULES, REGULATIONS AND GUIDELINES TO BE OBSERVED FOR THE PURPOSE**

WHEREAS, Section 284 of the Local Government Code of 1991, as well as the General Appropriations Act (GAA) for FY 1993, mandate that the internal revenue allotment (IRA) share of local government units (LGUs) for 1993 shall be P36.72 billion;

WHEREAS, Section 17(g) of the Code requires LGUs to allocate available resources or funds for the provision of the devolved national government functions before applying the same to any other purpose;

WHEREAS, notwithstanding such requirement, the majority of LGUs appear to have not included or have only partially included the cost of the devolved national government functions in their respective 1993 annual budgets;

WHEREAS, unless appropriated for by the Sanggunian concerned, no money may be paid out of the local treasury for the cost of devolved national government functions not included in the 1993 local annual budgets;

WHEREAS, the budgetary requirements for the devolved national government functions were not provided for in the 1993 appropriations passed upon by Congress for the national government agencies concerned under the GAA for FY 1993;

WHEREAS, Congress under the same GAA FY 1993 authorized the Department of Budget and Management to withhold the release from the IRA shares of LGUs such sums as may correspond with the cost of national government functions the devolution of which shall have been deferred or excluded through subsequent legislation;

WHEREAS, urgent ad hoc measures have to be undertaken to obviate disruption in the provision of basic and essential services and facilities to the people pending inclusion of the cost of devolved national government functions in the 1993 annual budgets of each LGUs: