



SUSTAINING ECONOMIC GAINS: The Role of Thrift Banks in Ushering Economic Growth

SECRETARY AMENAH F. PANGANDAMAN
Department of Budget and Management

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The Philippine economy continued to **expand by 6.3 percent** in Q2 2024, faster than other countries in the Asia-Pacific region.

Countries	2024 Q2 Real GDP Growth (%)
Singapore	2.9
China	4.7
Indonesia	5.1
Malaysia	5.9
Philippines	6.3



INFLATION RATE

SEPTEMBER 2024

1.9%

AUGUST 2024
3.3%

SEPTEMBER 2023
6.1%

SOURCE: PHILIPPINE STATISTICS AUTHORITY

We reached the **lowest recorded inflation rate** in 4 years, which stood at 1.9 percent in September 2024.



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Republic of the Philippines
Department of Budget and Management

Medium-Term Fiscal Consolidation

(in billion pesos, unless otherwise indicated)

- ✓ Improved revenue mobilization
- ✓ Greater public spending efficiency
- ✓ Sustained downward deficit trajectory
- ✓ Infrastructure investments targeted at 5.0 to 6.0% of GDP

PARTICULARS	ACTUAL	PROGRAM		PROJECTIONS		
	2023	2024	2025	2026	2027	2028
Revenues	3,824.1	4,269.9	4,644.4	5,063.2	5,627.5	6,249.6
% of GDP	15.7%	16.1%	16.1%	16.1%	16.5%	16.9%
Disbursements	5,336.2	5,754.3	6,182.1	6,540.1	7,027.0	7,621.5
% of GDP	22.0%	21.7%	21.4%	20.8%	20.6%	20.6%
Deficit	(1,512.1)	(1,484.3)	(1,537.7)	(1,476.8)	(1,399.5)	(1,371.9)
% of GDP	-6.2%	-5.6%	-5.3%	-4.7%	-4.1%	-3.7%
Infrastructure Program	1,419.0	1,472.8	1,522.3	1,695.1	1,888.5	2,131.9
% of GDP	5.8%	5.6%	5.3%	5.4%	5.5%	5.7%
<i>Nominal GDP</i>	<i>24,289.4</i>	<i>26,495.6</i>	<i>28,925.7</i>	<i>31,422.0</i>	<i>34,133.7</i>	<i>37,079.4</i>

*Consistent with the medium-term fiscal program approved during the 188th DBCC Meeting on June 27, 2024.



Proposed FY 2025 National Budget

Php 6.352

Trillion

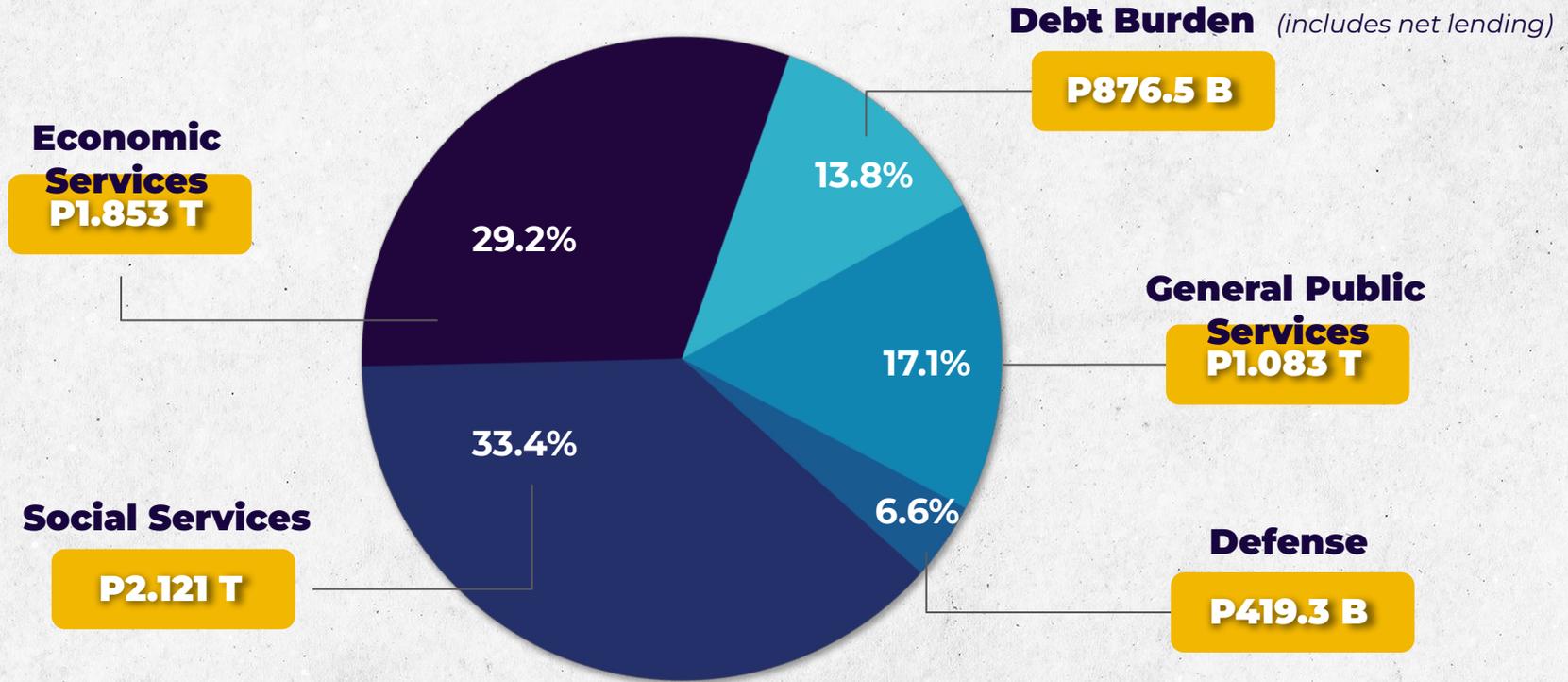
 10.1% y-o-y growth

22.0% of GDP

USD to Php Exchange Rate: 1 USD = Php 56.0 (based on the midpoint of the 187th DBCC FOREX Assumption)
Consistent with the medium-term fiscal program approved by the DBCC via an Ad Referendum in July 2023.



Proposed FY 2025 Budget, by Sector



Agricultural Modernization and Food Security

Agriculture and Agrarian Reform sector

Php 225.8 B



Access to Credit Services



Agricultural Credit Program

Php 2.7 billion



Crops Insurance Program

Php 4.5 billion



Agricultural Competitiveness Enhancement Fund

Php 1.7 billion



The **Agri-Puhunan at Pantawid Program** aims to grant rice farmers access to low-cost credit facilities, subsistence allowances, and a ready market for their harvests.



Infrastructure Development

Build-Better- More (BBM) Program Php 1.51 T



*Note: FY 2023 Total Infrastructure Budget
Department of Public Works and Highways



**Climate Change
Expenditures
Php 457.41 B**



Regional Development

Bangsamoro Autonomous Region in Muslim Mindanao

Php 94.4 B

National Tax Allotment (NTA) Share of LGUs

Php 1.035 T



Support to Local Governments

To build open spaces and promote active mobility, the **Green, Green, Green Program** is allocated Php 1.0 billion.



Support to Local Governments

One of our participatory initiatives is the **Support and Assistance Fund to Participatory Budgeting** with Php 1.0 billion.

SUPPORT AND ASSISTANCE FUND TO
PARTICIPATORY BUDGETING (SAFPB)
PROGRAM LAUNCHING



Digital Transformation



Integrated Financial Management Information System (IFMIS)



Budget and Treasury Management System (BTMS)



Digital Information for Monitoring and Evaluation Project (Project DIME)

The PFM Reforms Roadmap 2024-2028

aims to modernize and harmonize PFM systems through the adoption of the IFMIS.

PHILIPPINES

PUBLIC FINANCIAL MANAGEMENT
REFORMS ROADMAP 2024-2028

Propelling Transformation: Achieving Prosperity

7 October 2024



PHILIPPINES

PUBLIC FINANCIAL MANAGEMENT
REFORMS ROADMAP 2024-2028

Propelling Transformation: Achieving Prosperity



The Department of Budget and Management is strengthening the capacity of our Public Financial Management (PFM) practitioners through the **PFM Competency Program (PFMCP) for LGUs.**



Procurement Reforms

The **New Government Procurement Act (NGPA)** aims to digitalize and streamline the procurement process.



Procurement Reforms



E-marketplace



Green Public Procurement Strategy



Inclusive Procurement Program



Open Government Partnership

The PH-OGP has been institutionalized through **Executive Order No. 31**, securing a momentous win for open governance in the country.

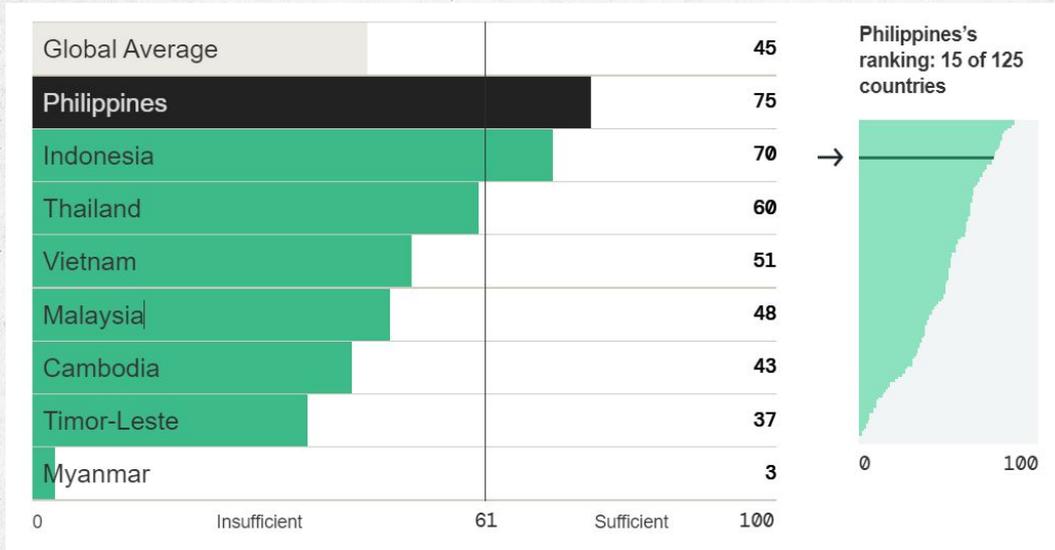


The Philippines is internationally recognized as a **role model** for Open Government.



PH ranks No. 1 in Budget Transparency in Asia under the PBBM Administration.

Open Budget Index Score of the Philippines



33/100 | Public Participation

75/100 | **Transparency**

83/100 | Budget Oversight



We have expanded the
open governance space by conducting
the **OGPinas!** national advocacy campaign.





**Together, we can build a *Bagong Pilipinas*
—a Philippines of new and better opportunities
where no one is left behind.**