**DRAFT VPN**
**March 25, 2026**

**RESOLUTION NO. __-26**
(Series of 2026)

FOR SECOND READING ITEM #
36TH Regular Session
March 31, 2026
Tandag City

**DECLARING APPROPRIATION ORDINANCE NO. 13-2025 DATED DECEMBER 15, 2025 (GENERAL FUND AND LOCAL ECONOMIC ENTERPRISE BUDGET FY 2026) OF THE MUNICIPALITY OF CANTILAN, THIS PROVINCE OPERATIVE, SUBJECT TO SOME CONDITIONS**

**SPONSORS:**

**HON. ANTONIO C. AZARCON, HON. GINES RICKY J. SAYAWAN, SR., HON. RUEL D. MOMO, HON. JOSE DUMAGAN, JR., HON. ANTHONY JOSEPH P. CAÑEDO, HON. HENRICH M. PIMENTEL, HON. VALERIO T. MONTESCLAROS, JR., HON. JOEY S. PAMA, HON. MARGARITA G. GARAY, HON. RAUL K. SALAZAR, HON. JIMMY I. GUINSOD, HON. MELANIE M. GUNO AND HON. YURI ART EUFY R. SANCHEZ**

**WHEREAS,** pursuant to Chapter III, Article 1, Section 327 of the Local Government Code of 1991, the Sangguniang Panlalawigan is mandated to review ordinances authorizing annual or supplemental appropriations of component cities and municipalities in the same manner and within same period prescribed for the review of other ordinances;

**WHEREAS,** Appropriation Ordinance No. 13-2025 dated December 15, 2025 of the Municipality of Cantilan, this Province, authorizing its General Fund Annual Budget FY 2026 involving an appropriation in the amount of Three Hundred Four Million Forty Four Thousand One Hundred Forty Nine Pesos (₱304,044,149.00) and Local Economic Enterprise in the amount of Eighteen Million Four Hundred Seventeen Thousand Eight Hundred Thirty Eight Pesos and 60/100 (₱18,417,838.60), was submitted to this Body for review and same was referred to the Committee on Finance and Appropriation, for appropriate action and was subsequently endorsed to the Provincial Finance Committee, for technical review;

**WHEREAS,** the Provincial Finance Committee, in its review letter dated February 25, 2026 returned Appropriation Ordinance No. 13-2025 dated December 15, 2025 of the Municipality of Cantilan, this Province, with the information that the same shall be declared operative and after a thorough review of the provisions embodied in the Ordinance by the Committee to which the matter was referred to, the latter disclosed that it has substantially complied with the provisions of the Local Government Code of 1991 and its Implementing Rules and Regulations, except for the following findings, viz:

1. the name Liberty G. Cale appeared twice in the Plantilla of Personnel, viz:

| Office | Item No. | Name of Incumbent | As presented in Personnel Schedule CY 2026 |
|---|---|---|---|
| Municipal Vice Mayor | 1 | Liberty G. Cale | Liberty G. Cale<br>₱102,128.00<br>25/2 |
| Sangguniang Bayan | 1 | Liberty G. Cale | Liberty G. Cale<br>₱89,749.00<br>24/2 |

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2. the presentation of Plantilla of Personnel of the assigned Old and New Item numbers in the column for various offices. was ~~shall~~ not completely filled up. These do not conform with the prescribed formats under Department of Budget and Management (DBM) Local Budget Circular (LBC) No. 152, dated August 2, 2023, covering the BOM for LGU's 2023 Edition;

3. the review of the Appropriation Ordinance (AO) has revealed discrepancies in the account column set up. Specifically:

- **Maintenance and Other Operating Expenses (MOOE) items:** were incorrectly inserted in the Capital Outlay column;

- **Capital Outlay (CO):** were incorrectly inserted in the MOOE column.

  This setup causes confusion and does not conform to the illustrative sample format provided in the Budget Operations Manual (BOM) for LGUs 2023 and the Commission on Audit (COA).

4. Certain items within the Appropriation Ordinance appear to contravene Section 305(i) of R.A. 7160;

   a. the Descriptive titles of (PPAs) in the AO differ from or are not among those in the AIP for Calendar Year 2026;

| As Presented in AIP | As Presented in the AO |
|---|---|
| **<u>SANGGUNIANG BAYAN</u>**<br>1000-000-31-03-009-000<br>**<u>Capacity Development Program</u>**<br>MOOE – ₱1,000,000.00 | <br>1000-000-3-1-03-009-000<br>**<u>Travelling Expenses</u>**<br>MOOE - ₱2,600,000.00 |
| **<u>SB SECRETARIAT</u>**<br>3000-000-3-1-04-003-000<br>**<u>Renovation of SB Secretary's Office</u>**<br>CO - ₱100,000.00 | <br>1000-000-3-1-04-003-000<br>**<u>Purchase of Aircon Split Type</u>**<br>CO - ₱100,000.00 |
| **<u>MPDC</u>**<br>1000-000-3-1-05-001-000<br>**<u>Planning Monitoring and Evaluation Program</u>**<br>MOOE - ₱950,000.00 | <br>1000-000-3-1-05-001-000<br>**<u>Formulation of the Annual Investment Program (AIP)</u>**<br>MOOE - ₱1,623,600.00 |
| 1000-000-3-1-05-009-000<br>Support to Website Development Project<br>MOOE- ₱266,000.00 | 1000-000-3-1-009-000<br>Support to Website Development & Updating CBMS/POPCEN<br>MOOE - ₱295,000.00 |
| **<u>MUNICIPAL ASSESSOR</u>**<br>1000-000-3-1-10-003-000<br>Support to Tax Mapping of real properties<br>MOOE - ₱200,000.00 | <br>1000-003-1-10-003-000<br>Support to Tax Mapping Update<br>MOOE - ₱280,670.00 |
| **<u>ECONOMIC ENTERPRISE</u>**<br>(Market, Terminal & Slaughter Operations)<br>8000-000-3-3-14-001-000<br>Economic Enterprise and Management Program for Public market operations<br>PS - ₱9,677,405.35 | <br>8000-000-3-3-14-001<br>General Administration of the Local Economic Enterprise Office Market, Terminal & Slaughter<br>PS - ₱10,306,516.70 |

b. Several reference codes from Annual Investment Program (AIP) to the Appropriation Ordinance (AO) were not aligned.

**WHEREAS** in view of the foregoing and on motion of ____________________ and duly seconded by ________________________________________;

**NOW THEREFORE**

**BE IT RESOLVED** by the Sangguniang Panlalawigan of Surigao del Sur to declare Appropriation Ordinance No. 13-2025 dated December 15, 2025 (General Fund and Local Economic Enterprise Budget FY 2026) of the Municipality of Cantilan, this Province operative, subject to the following conditions, to wit:

1. the LGU shall make necessary rectification on the double appropriation of salaries and other emoluments in the Plantilla of Personnel in accordance with DBM LBC No. 137, dated July 13, 2021;

2. the LGU shall make necessary rectification on the items in the Plantilla of Personnel in accordance with DBM LBC No. 152, dated August 2, 2023;

3. (to address this issue) the LGU shall undertake reconciliation in the AO to ensure that MOOE items are correctly placed under the MOOE column and Capital Outlay items are correctly placed under the Capital Outlay column consistent with the BOM, 2023 Edition;

4. the LGU shall (is advised to) reconcile discrepancies between the AO and the Annual Investment Program (AIP). This reconciliation shall align the descriptive titles of PPAs in the AO with those in the AIP, ensuring compliance with LBC 152 and R.A. 7160, Section 305(i);

5. the LGU shall undertake reconciliation of the AIP and AO to ensure proper alignment of all reference codes, consistent with the provisions of R.A. 7160 and the Budget Operations Manual (BOM);

6. in all cases, the appropriation authorized therein shall be used in conformity with Section 305 of R.A. 7160 and shall be subject to availability of funds, accounting and auditing rules and regulations;

7. the procurement of goods, consulting services and civil works shall be in accordance with R.A. 12009, otherwise known as "The New Government Procurement Act" and its IRR;

8. it is understood that the review action does not authorize any of those undermined/undetermined items of appropriation that is specifically prohibited by or inconsistent with the provisions of law; and

9. compliance and adherence with all existing laws, rules and regulations shall be the responsibility of the implementing Officials of the Municipality of Cantilan, this Province.

**RESOLVED FURTHER**: To require the Municipality of Cantilan to comply with the posting requirements under Section 59 of the Local Government Code of 1991 and the herein recommendations and to notify this Body of the actions taken thereon.

**RESOLVED FURTHERMORE**: To inform the Municipality of Cantilan that the review action does not authorize any item/s of appropriation that is specifically prohibited by or inconsistent with the provisions of law.

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**RESOLVED FINALLY:** To furnish copies of this Resolution to the Provincial Budget Officer and the Provincial Auditor, both of this Province, to Hon. Rodrigo L. Eleazar, Municipal Mayor, to the Sangguniang Bayan Member thru Hon. Liberty G. Cale, Municipal Vice Mayor/Presiding Officer, the Municipal Budget Officer, the Municipal Treasurer and the Municipal Accountant, all of the Municipality of Cantilan, this Province, for their information and guidance.

**ADOPTED** this 31st day of March, 2026 at the City of Tandag, Province of Surigao del Sur by unanimous votes of all Sangguniang Panlalawigan Members present.

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**I HEREBY CERTIFY** to the correctness of the foregoing Resolution.

**EDGAR G. PEREZ II, J.D.**
Secretary to the Sangguniang Panlalawigan

**ATTESTED AND CERTIFIED**
**TO BE DULY ADOPTED:**

**MANUEL O. ALAMEDA, SR.**
Vice Governor
(Presiding Officer)

VPN/RES. NO.-26 CANTILAN
OSSP-26-05440