

ORDINANCE NO. 04

Series of 2026

(“AN ORDINANCE ESTABLISHING THR MUNICIPAL BARANGAY DEVELOPMENT ASSISTANCE PROGRAM (MBDAP), PROVIDING AN ANNUAL DEVELOPMENT ASSISTANCE FOR EACH BARANGAY OF THE MUNICIPALITY OF LANUZA, SURIGAO DEL SUR, AND FOR OTHER PURPOSES.”)



Municipality of Lanuza
Surigao del Sur



Republic of the Philippines
Province of Surigao del Sur
Municipality of Lanuza

OFFICE OF THE SANGGUNIANG BAYAN

September 24, 2026

**HONORABLE MEMBERS
OF THE SANGGUNIANG PANLALAWIGAN**
Province of Surigao del Sur
Telaje, Tandag City

Sirs and Mesdames';

Respectfully submitting herewith **ORDINANCE NO. 04, series of 2026** entitled, "**AN ORDINANCE ESTABLISHING THE MUNICIPAL BARANGAY DEVELOPMENT ASSISTANCE PROGRAM (MBDAP), PROVIDING AN ANNUAL DEVELOPMENT ASSISTANCE FOR EACH BARANGAY OF THE MUNICIPALITY OF LANUZA, SURIGAO DEL SUR, AND FOR OTHER PURPOSES.**" for your review and appropriate action pursuant to Section 56 of the Local Government Code of 1991 (RA 7160).

Respectfully yours,

RODERICK P. MINARDO
Secretary to the sanggunian



Republic of the Philippines
Province of Surigao del Sur
Municipality of Lanuza

OFFICE OF THE SANGGUNIAN BAYAN

EXCERPTS FROM THE MINUTES OF THE 52nd REGULAR SESSION OF THE SANGGUNIAN BAYAN OF LANUZA, SURIGAO DEL SUR (TERM 2025- 2028) HELD AT THE SESSION HALL OF THE SANGGUNIAN BAYAN ON SEPTEMBER 15, 2026 AT EXACTLY 10:08 IN THE MORNING.

PRESENT:

Hon. Red D. Maquiling	- Municipal Vice Mayor /Presiding
Hon. Cyrra O. Daray	- Sangguniang Bayan Member
Hon. Judy E. Cosmiano	- Sangguniang Bayan Member
Hon. Annielyn M. Suñir	- Sangguniang Bayan Member
Hon. Aji Agustin L. Ariate	- Sangguniang Bayan Member
Hon. Renante M. Capistrano	- Sangguniang Bayan Member
Hon. Dominiciano D. Guevarra	- Sangguniang Bayan Member
Hon. Junalyne F. Pecasales	- Sangguniang Bayan Member
Hon. Ranulfo M. Arreza	- Liga ng mga Barangay President
Hon. Aron A. Ojao	- SK Federation President

ABSENT:

Hon. Oroncio A. Maquiling	- Sangguniang Bayan Member
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Ordinance No. 04
Series of 2026

“AN ORDINANCE ESTABLISHING THE MUNICIPAL BARANGAY DEVELOPMENT ASSISTANCE PROGRAM (MBDAP), PROVIDING AN ANNUAL DEVELOPMENT ASSISTANCE FOR EACH BARANGAY OF THE MUNICIPALITY OF LANUZA, SURIGAO DEL SUR, AND FOR OTHER PURPOSES”

BE IT ORDAINED by the Sangguniang Bayan of Lanuza, Surigao del Sur, in session assembled, that:

SECTION 1. TITLE. This Ordinance shall be known as the **"Municipal Barangay Development Assistance Program (MBDAP) Ordinance of 2026."**

SECTION 2. DECLARATION OF POLICY. It is hereby declared the policy of the Municipality of Lanuza to promote equitable, inclusive, and sustainable development in all barangays by funding priority development projects and programs. Consistent with the principles of local autonomy, decentralization, and participatory governance under Republic Act No. 7160, otherwise known as the Local Government Code of 1991, the Municipality recognizes the vital role of barangays as the primary planning and implementing units of government and shall provide adequate support to strengthen their capacity to deliver basic services and undertake local development initiatives.

SECTION 3. LEGAL BASIS. This Ordinance is enacted pursuant to:

- General welfare clause (section 16, RA 7160) The municipality may exercise powers necessary and appropriate to promote the general welfare, economic development, public services, and the welfare of its inhabitants. Funding barangay development projects directly supports these objectives.
- Municipal responsibility for basic services and development (section 17, RA 7160) Municipalities are mandated to provide and support basic services and facilities and may undertake activities necessary for local development. Financial assistance to barangays for priority development projects may be justified as part of the municipality's development functions.

Approved: _____

ALGERICO H. IRIZARI, M.D.
Municipal Mayor
Date: 22 SEP 2026

- c. Local development planning framework (sections 106–109, RA 7160) Barangay projects funded by the municipality should ideally be incorporated into the approved barangay development plans (BDPS), annual investment programs (AIPS), and municipal development plans. This establishes that the assistance is for legitimate development purposes and not merely a subsidy.
- d. Barangays may receive financial assistance from municipal funds-The local government code recognizes that barangays may receive grants, subsidies, contributions, and revenues from municipal funds. Barangays are expressly authorized to solicit or accept financial assistance from municipalities for public works and development projects s provided in Section 391(a)(8) of Republic Act No. 7160 (Local Government Code of 1991), which provides:

"Solicit or accept monies, materials and voluntary labor for specific public works and cooperative enterprises of the Barangay from residents, landowners, producers and merchants in the Barangay; monies from grants-in-aid, subsidies, contributions, and revenues made available to the Barangays from national, provincial, city or municipal funds; and monies from other private agencies and individuals..."

- e. Appropriation power of the sangguniang bayan (Section 447(a)(1)(vi) of Republic Act No. 7160) Under the local government code, the sangguniang bayan possesses the power to appropriate funds for public purposes through the annual budget or a supplemental budget. Therefore, a regular barangay development assistance program may be institutionalized through an ordinance and funded annually through the municipal budget.

SECTION 4. ESTABLISHMENT OF THE MUNICIPAL BARANGAY DEVELOPMENT ASSISTANCE PROGRAM.- There is hereby established a Municipal Barangay Development Assistance Program (MBDAP) to provide annual financial assistance to all barangays of the Municipality of Lanuza for the implementation of priority development programs, projects, and activities that promote socio-economic development, environmental protection, disaster resilience, good governance, and improved public service delivery.

The assistance shall be utilized exclusively for development projects included in the approved Barangay Development Plan (BDP), Annual Investment Program (AIP), and other applicable local development plans, including social, economic, environmental, disaster risk reduction and management, climate change adaptation, and institutional development projects, consistent with existing laws, rules, and regulations.

SECTION 5. ANNUAL DEVELOPMENT ASSISTANCE ALLOCATION AND IMPLEMENTATION FRAMEWORK. Every barangay shall be entitled to an annual development assistance allocation of not less than three Hundred Thousand Pesos (₱300,000.00), to be provided through the Annual Budget and/or Supplemental Budget of the Municipality of Lanuza, subject to applicable budgeting, accounting, auditing, and procurement laws, rules, and regulations.

The amount shall be increased in the succeeding years, subject to the availability of funds and the financial capacity of the Local Government Unit of Lanuza, and shall be allocated equally among the thirteen (13) barangays of the Municipality of Lanuza.

The Sangguniang Bayan shall ensure the inclusion and appropriation of this assistance as a mandatory minimum development allocation per barangay and a priority expenditure of the Municipality, consistent with approved development plans and investment programs, including social, economic, environmental, disaster risk reduction and management (DRRM), climate change adaptation (CCA), and institutional development initiatives.

SECTION 6. PLANNING, ENDORSEMENT, AND APPROVAL PROCESS. All proposed Programs, Projects, and Activities (PPAs) under this Ordinance shall undergo the following process:

Approved:

ALGERICO H. IRIZARI, M.D.

Municipal Mayor

Date: 22 SEP 2026

- a. **Barangay-Level Endorsement and Approval.** All PPAs shall be identified by the Barangay Development Council (BDC), approved by the Sangguniang Barangay, and formally endorsed to the Municipal Development Council (MDC).
- b. **Submission and Municipal Review.** Endorsed PPAs shall be submitted to the MDC for review, evaluation, prioritization, and possible inclusion in the Municipal Annual Investment Program (AIP).
- c. **Planning Alignment Requirement.** All proposals must be fully consistent with the following:
 - i. Barangay Development Plan (BDP);
 - ii. Barangay Annual Investment Program (AIP);
 - iii. Municipal Comprehensive Development Plan (CDP);
 - iv. Local Development Investment Program (LDIP);
 - v. Annual investment Program of the Municipality of Lanuza; and
 - vi. Other applicable local development and sectoral plans.
- d. **Technical Evaluation** The Municipal Planning and Development Office (MPDO) shall evaluate all proposals based on technical feasibility, cost reasonableness, sustainability, and alignment with development priorities.

SECTION 7. BUDGET INTEGRATION, FUNDING CONDITIONS, AND REQUIREMENT FOR INCLUSION IN THE MUNICIPAL ANNUAL INVESTMENT PROGRAM (AIP). No Program, Project, or Activity (PPA) proposed under this Ordinance shall be implemented, funded, or allowed to commence unless it is duly included as a specific line item entry in the approved Municipal Annual Investment Program (AIP), incorporated in the Local Expenditure Program (LEP), and supported by a corresponding appropriation under the duly enacted Annual or Supplemental Budget of the Municipality.

The inclusion of a PPA in the Municipal AIP shall be subject to the evaluation and recommendation of the Municipal Planning and Development Office (MPDO) to ensure its consistency with the approved local development plans, development priorities, technical feasibility, and compliance with applicable laws, rules, and regulations.

No obligation, disbursement, release of funds, procurement activity, or commencement of project implementation shall be undertaken for any PPA that is not duly approved and reflected in the Municipal AIP and provided with an appropriate budgetary allocation in the approved Annual or Supplemental Budget.

All implementing offices and concerned officials shall strictly observe the requirements of planning, programming, budgeting, accounting, procurement, and auditing laws, rules, and regulations. Any expenditure or implementation of a PPA outside the approved planning and budgetary framework shall be considered unauthorized and shall be subject to the applicable administrative, civil, and other liabilities under existing laws and regulations.

SECTION 8. FISCAL POLICY AND ALLOCATION SAFEGUARDS. The mandatory minimum barangay development assistance allocation shall not be reduced, except upon a clear, certified determination of fiscal incapacity issued by the Local Treasurer and Local Budget Officer, and duly noted by the Local Development Council.

Any reduction shall be without prejudice to subsequent augmentation or supplementation when funds become available.

Any increase beyond the minimum allocation may be authorized through the Annual Budget or Supplemental Budget, subject to fiscal capacity and availability of municipal resources, provided

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ALGERICO H. IRIZARI, M.D.
Municipal Mayor

Date: 22 SEP 2026

that such adjustments remain consistent with approved development plans and applicable laws, rules, and regulations.

Nothing herein shall be construed as limiting the authority of the Municipality to rationalize, prioritize, or realign other budgetary items, provided that the mandatory minimum barangay development assistance remains a priority obligation in all budget enactments.

SECTION 9. ELIGIBLE PROGRAMS, PROJECTS, AND ACTIVITIES (PPAs) The Annual Barangay Development Assistance shall be used exclusively for development oriented Programs, Projects, and Activities (PPAs) that are consistent with approved development plans and the Municipal Annual Investment Program (AIP), and that contribute to socio economic development, environmental protection, disaster resilience, climate change adaptation, and effective local governance.

Eligible PPAs shall include, but shall not be limited to, the following:

- a. Construction, rehabilitation, expansion, improvement, and repair of barangay facilities and infrastructure, including multi-purpose buildings and other capital outlay projects;
- b. Development, improvement, and maintenance of water supply systems, sanitation facilities, and public health infrastructure;
- c. Health, nutrition, and social welfare programs and facilities that promote community well-being;
- d. Agricultural and fisheries development projects, including post-harvest facilities and productivity enhancement programs;
- e. Environmental protection, climate change adaptation, and disaster risk reduction and management (DRRM) initiatives, including flood control and mitigation measures;
- f. Livelihood, employment generation, and local economic development programs;
- g. Educational, sports, and cultural development projects that promote human capital formation;
- h. Digitalization initiatives, ICT systems, and governance enhancement programs that improve transparency, efficiency, and service delivery;
- i. Community-Based Monitoring System (CBMS) and other data-driven planning, monitoring, and evaluation initiatives implemented under approved LGU programs; and
- j. Other development projects duly identified by the Sangguniang Barangay and approved by the Municipality, provided that such projects are consistent with general welfare and local development priorities.

SECTION 10 GENERAL REQUIREMENTS FOR ALL FUNDED PROJECTS All funded PPAs shall comply with the following requirements:

- a. They shall be development oriented or capital outlay in nature, resulting in the creation, improvement, or enhancement of public assets or services;
- b. They shall be aligned with socio economic development, environmental sustainability, and resilience objectives; and
- c. They shall be duly included in the approved Barangay Development Plan (BDP) and Barangay Annual Investment Program (AIP) prior to implementation.

SECTION 11. PROHIBITED USES. The fund shall not be used for:

- a. Personal, private, or partisan political purposes;

Approved:

ALGERICO H. IRIZARI, M.D.
Municipal Mayor

Date: 22 SEP 2026

- b. Payment of salaries, wages, honoraria, allowances, bonuses, incentives, or similar personnel benefits;
- c. Cash assistance to individuals, except as may be authorized by law and implemented through appropriate social welfare programs;
- d. Activities contrary to existing budgeting, accounting, procurement, and auditing laws, rules, and regulations; and
- e. Any expenditure not directly related to the approved project or activity.

SECTION 12. PROJECT EVALUATION AND APPROVAL. All proposed projects shall be evaluated by the Municipal Planning and Development Coordinator and other concerned offices to determine technical feasibility, legality, sustainability, and consistency with municipal development priorities.

The Municipal Mayor shall approve the release of assistance upon compliance with the requirements prescribed herein and other applicable laws.

SECTION 13. RELEASE OF FUNDS AND DETERMINATION OF IMPLEMENTATION ARRANGEMENTS. The implementation and release of funds under the Annual Barangay Development Assistance shall be undertaken through the most appropriate, efficient, and legally compliant implementation arrangement, as determined by the Municipal Government, taking into consideration the nature, scope, complexity, cost, technical requirements, and readiness of the proposed Program, Project, or Activity (PPA).

Funds may be released and projects implemented under either of the following arrangements:

- a. **Implementation Through a Memorandum of Agreement (MOA).** — Whenever deemed necessary and practical, the implementation of the Annual Barangay Development Assistance may be governed by a duly executed Memorandum of Agreement (MOA) between the Municipality of Lanuza and the concerned Barangay. The MOA shall clearly define the respective roles and responsibilities of the parties, the approved scope of the project, budget allocation, implementation arrangements, procurement responsibilities, fund utilization, monitoring and reporting requirements, liquidation procedures, and accountability mechanisms, in accordance with applicable planning, budgeting, accounting, procurement, and auditing laws, rules, and regulations.
- b. **Direct Implementation by the Municipal Government.** — When it is determined that direct implementation by the Municipal Government is more practical, efficient, economical, technically feasible, or legally appropriate, the Municipality may undertake the implementation of the project on behalf of the beneficiary Barangay. In such cases, the Municipal Government shall assume responsibility for project implementation, procurement, fund management, and project delivery, while ensuring strict compliance with approved development plans, the corresponding appropriation ordinance, and all applicable government budgeting, accounting, procurement, and auditing laws, rules, and regulations.

The determination of whether a Program, Project, or Activity (PPA) shall be implemented through a Memorandum of Agreement (MOA) with the beneficiary Barangay or through direct implementation by the Municipal Government shall be made through a collective evaluation, deliberation, and recommendation of the appropriate municipal offices, including the Municipal Planning and Development Office (MPDO), Municipal Budget Office, Municipal Treasurer's Office, Municipal Accounting Office, Municipal Engineering Office, and such other municipal offices having direct technical, administrative, or operational concern over the proposed PPA.

Such determination shall be based on the nature, scope, cost, technical requirements, implementation capacity, efficiency, economy, and legal and administrative feasibility of the project, and shall be properly documented to ensure transparency, accountability, and compliance with applicable planning, budgeting, accounting, procurement, and auditing laws, rules, and regulations.

Approved:

ALGERICO H. IRIZARI, M.D.

Municipal Mayor

Date: 22 SEP 2026

SECTION 15. ACCOUNTABILITY AND REPORTING. Barangays receiving assistance under this Program shall maintain complete, accurate, and updated records of all fund releases, disbursements, obligations, and utilization, including supporting documents such as disbursement vouchers, receipts, contracts, purchase orders, delivery receipts, inspection reports, and other pertinent financial and technical records, in accordance with applicable budgeting, accounting, and auditing rules and regulations.

They shall likewise submit to the Municipal Government, through the concerned offices, periodic and/or final accomplishment reports, financial reports, and other documentary requirements as may be prescribed by the Commission on Audit (COA), and other relevant authorities, to ensure transparency, accountability, and proper documentation of project implementation.

The Municipal Government, through its authorized offices, shall have the authority to conduct monitoring, inspection, validation, and evaluation of all projects funded under this Program at any stage of implementation. Such activities shall be undertaken to ensure compliance with approved plans, technical specifications, timelines, and fund utilization guidelines, and to verify the accuracy of reported accomplishments and expenditures.

SECTION 16. SOURCE OF FUNDS. The amount necessary for the implementation of this Ordinance shall be appropriated annually in the Municipal Budget and shall be charged against the Municipal General Fund and such other lawful sources of funds as may be available, subject to existing budgeting, accounting, procurement, and auditing laws, rules, and regulations.

To ensure the sustainability of the Program and its alignment with local development priorities, funding may or shall, whenever practicable and consistent with applicable laws and regulations, be sourced from the Municipality's Local Development Fund (LDF), known as the Twenty Percent (20%) Development Fund, particularly for projects, programs, and activities that are development oriented and included in the approved local development and investment plans of the Municipality.

SECTION 17. IMPLEMENTING RULES AND REGULATIONS. Within sixty (60) days from the effectivity of this Ordinance, the Municipal Mayor, through the Municipal Planning and Development Office, Municipal Budget Office, Municipal Treasurer's Office, and other concerned offices, shall formulate the necessary Implementing Rules and Regulations (IRR) for the effective implementation of this Ordinance.

SECTION 18. SEPARABILITY CLAUSE. If any provision of this Ordinance is declared unconstitutional or invalid, the remaining provisions not affected thereby shall continue to be in full force and effect.

SECTION 19. REPEALING CLAUSE. All ordinances, resolutions, executive orders, rules, and regulations inconsistent with this Ordinance are hereby repealed, amended, or modified accordingly.

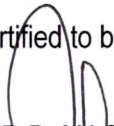
SECTION 20. EFFECTIVITY. This Ordinance shall take effect upon approval and publication in accordance with law.

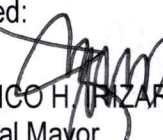
ENACTED this 15th day of September 2026, on motion of Honorable Dominicano D. Guevarra duly seconded by all members present.

I hereby attest to the correctness of the foregoing ordinance:


RODERICK P. MINARDO
Secretary to the Sanggunian

Certified to be duly adopted and enacted:


RED D. MAQUILING
Municipal Vice Mayor/Presiding
Presiding Officer

Approved:

ALGERICO H. IRIZARI, M.D.
Municipal Mayor
Date: 22 SEP 2026



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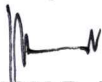
Office of the Secretary to the Sanggunian

CERTIFICATE OF POSTING

This is to certify that Ordinance No. 04, Series of 2026, entitled: "AN ORDINANCE ESTABLISHING THE MUNICIPAL BARANGAY DEVELOPMENT ASSISTANCE PROGRAM (MBDAP), PROVIDING AN ANNUAL DEVELOPMENT ASSISTANCE FOR EACH BARANGAY OF THE MUNICIPALITY OF LANUZA, SURIGAO DEL SUR, AND FOR OTHER PURPOSES" was duly posted at the Bulletin Board of the Municipal Hall and in at least two (2) other conspicuous places within the Municipality of Lanuza, Surigao del Sur, beginning on 23rd day of September 2026, in compliance with Section 59(b) of Republic Act No. 7160, otherwise known as the Local Government Code of 1991.

The posting was made in accordance with the requirement that the Secretary to the Sanggunian shall cause the posting of an ordinance or resolution not later than five (5) days after its approval. The fact of posting is hereby certified for purposes of compliance with the foregoing provision of law.

This 23rd day of September 2026 at Lanuza, Surigao del Sur.


RODERICK P. MINARDO
Secretary to the Sanggunian