



OFFICE OF THE DIRECTOR IV
 Date and Time Received 16 JUN 2021 4:30 Signature
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Republic of the Philippines
Department of Education
 OFFICE OF THE UNDERSECRETARY FOR FINANCE

DEPARTMENT OF EDUCATION
RECEIVED
 RECORDS SECTION REGIONAL OFFICE NO. VIII
 BY: [Signature] TIME: 4:00p

MEMORANDUM
 OUF-2021-0413

FOR : UNDERSECRETARIES
 ASSISTANT SECRETARIES
 BUREAU AND SERVICE DIRECTORS
 REGIONAL DIRECTORS
 SCHOOLS DIVISION SUPERINTENDENTS
 REGIONAL AND DIVISION FINANCE OFFICERS
 EARLY CHILDHOOD CARE AND DEVELOPMENT COUNCIL
 NATIONAL BOOK DEVELOPMENT BOARD
 NATIONAL COUNCIL FOR CHILDREN'S TELEVISION
 NATIONAL MUSEUM OF THE PHILIPPINES
 PHILIPPINE HIGH SCHOOL FOR THE ARTS
 ALL OTHERS CONCERNED

DEPARTMENT OF EDUCATION REGIONAL OFFICE NO. VIII
 RECEIVED BY: [Signature]
 BUDGET & FINANCE DIVISION
 6/17/2021 8:49 AM
 DATE

FROM : 
 ANNALYN M. SEVILLA
 Undersecretary for Finance


 RAMON FIEL G. ABCEDE
 Assistant Secretary for Finance

SUBJECT : VALIDITY OF FISCAL YEAR 2021 GENERAL APPROPRIATIONS ACT
 DATE : June 15, 2021

This refers to the validity of obligations and disbursement for the budgetary items in the FY 2021 GAA.

As clarified by the Department of Budget and Management through the attached letter dated June 10, 2021, the implementation, disbursement, and/or payment period of the FY 2021 appropriations provided under Section 62 of FY 2021 General Provisions, shall be observed, as follows:

	Expense Class	Obligation	Implementation/Disbursement and/or Payment
FY 2021	Maintenance and Other Operating Expenses (MOOE) and Non-Infrastructure Capital Outlay (Non-Infra CO)	Until December 31, 2021	Until March 31, 2022
	Infrastructure Capital Outlay (Infra CO)		Until June 30, 2022

ORD email
 6/16/21



Republic of the Philippines
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The Central Office, Regional Offices, School Division Offices, and Attached Agencies are hereby reminded that under Section 2 of Executive Order No. 91, s. 2019¹, “any **unreleased appropriations and unobligated allotments, as well as unpaid obligation and undisbursed funds** at the end of its validity, shall revert to the National Treasury and shall not be available for expenditure, except by subsequent legislative enactment” (*emphasis supplied*). Thus, the validity of the FY 2021 GAA shall be strictly observed and complied with.

For information and guidance.

¹ Adopting the Cash Budgeting System Beginning Fiscal Year 2019, and for Other Purposes



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

Reference No.: 2021-BF-0046548

JUN 10 2021

SECRETARY LEONOR M. BRIONES

Department of Education
DepEd Complex, Meralco Ave., Pasig City

Dear **Secretary Briones**:

This refers to your letter requesting guidance and clarification on the validity of obligations and disbursements for the budgetary items in the FY 2021 General Appropriations Act (GAA).

Per your letter, there are conflicting statements between the FY 2021 GAA and NBC No. 583¹. Though both states that the FY 2021 budget is valid for obligation and disbursement until December 31, 2021, Section 62 of the General Provisions (GP), FY 2021 GAA, states that the payment for MOOE and non-infra-CO is until March 31, 2022, and for infra-CO is until June 30, 2022.

Please note that NBC No. 583 was issued to prescribe guidelines on the release of funds in FY 2021 and is limited to the release of budget authorization documents (e.g., the GAAAO, the SARO, and NCA). It also provides for the classification of expenditure items into *For Comprehensive Release* and *For Later Release*. Moreover, the NBC does not cover the implementation and payment for FY 2022 i.e., the March and June 2022 transitory provisions.

On the other hand, Section 62 of the GP under the FY 2021 GAA provides for the transitory period for the implementation and payment transactions, i.e., completion of construction, inspection, and payment for infrastructure capital outlays shall be made not later than June 30, 2022; and delivery, inspection and payment for MOOE and other capital outlays shall be made not later than March 31, 2022.

In summary, the implementation, disbursement, and/or payment period of the FY 2021 appropriations provided under Section 62 of FY 2021 General Provisions, shall be observed, as follows:

	Expense Class	Obligation	Implementation/Disbursement and/or Payment
FY 2021	MOOE and Non-Infra CO	Until December 31, 2021	Until March 31, 2022
	Infra CO		Until June 30, 2022

¹ Guidelines on the Release of Funds for FY 2021

We hope that we are able to address your queries/request for clarifications on the matter.

Thank you and God bless!

Very truly yours,


WENDEL E. AVISADO
Secretary

