IX. DEPARTMENT OF ENERGY

A. OFFICE OF THE SECRETARY

STRATEGIC OBJECTIVES

MANDATE

The Department of Energy is mandated by Republic Act No. 7638 (Department of Energy Act of 1992) to prepare, integrate, coordinate, supervise and control all plans, programs, projects and activities of the Government relative to energy exploration, development, utilization, distribution and conservation.

VISION

Ensuring the best energy choices for a better quality of life

MISSION

In partnership with the stakeholders, the Department shall improve the quality of life of the Filipinos by formulating and implementing policies and programs to ensure sustainable, stable, secure, sufficient, accessible and reasonably priced energy.

In pursuit of this mission, the DOE commits to render efficient service with utmost integrity and professionalism

KEY RESULT AREAS

1. Integrity of the environment and climate change adaptation and mitigation
2. Rapid, inclusive and sustained economic growth

SECTOR OUTCOME

1. Stable supply and reasonably priced energy
2. Energy access expanded
3. Good governance in the energy sector

ORGANIZATIONAL OUTCOME

1. Electric power industry reforms implemented
2. 90% households energized by 2017
3. Efficient natural gas and downstream oil industries
4. Supply and utilization of indigenous and renewable energy and alternative fuels increased
5. Energy efficiency and conservation strengthened

New Appropriations, by Program/Project

<table>
<thead>
<tr>
<th>Current Operating Expenditures</th>
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<tbody>
<tr>
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<tr>
<td>PROGRAM(S)</td>
</tr>
<tr>
<td>1000000000 General Administration and Support</td>
</tr>
<tr>
<td>200000000 Support to Operations</td>
</tr>
<tr>
<td>300000000 Operations</td>
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<tr>
<td>MFO 1: Energy Sector Policy Services</td>
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<tr>
<td>MFO 2: Promotion of Energy Sector Innovation</td>
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<tr>
<td>MFO 3: Energy Sector Regulatory Services</td>
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<tr>
<td>Total, Program(s)</td>
</tr>
</tbody>
</table>
PROJECT(S)

40000000 Locally-Funded Project(s) 59,332,000
50000000 Foreign-Assisted Project(s) 102,842,000
Total, Project(s) 102,842,000

TOTAL NEW APPROPRIATIONS
P 298,040,000 P 447,396,000 P 93,120,000 P 2,460,820,000 P 3,299,376,000

New Appropriations, by Central/Regional Allocation

Current Operating Expenditures

<table>
<thead>
<tr>
<th>Personnel Services</th>
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<td>Regional Allocation</td>
<td>P 298,040,000 P 447,396,000 P 93,120,000 P 2,460,820,000 P 3,299,376,000</td>
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<td>National Capital Region (NCR)</td>
<td>298,040,000 447,396,000 93,120,000 2,460,820,000 3,299,376,000</td>
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Special Provisions:

1. Proceeds from the Exploration, Development and Exploitation of Energy Resources. In addition to the amounts appropriated herein, Seven Hundred Fifty Seven Million Thirty Thousand Pesos (P757,030,000), sourced from the fees and revenues collected from the exploration, development and exploitation of energy resources shall be used to finance energy resource development and exploitation programs and projects in accordance with Section 8 of P.D. No. 910 and Section 21 of R.A. No. 7638.

   Releases from said amount shall be subject to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292, s. 1987.

   The DOE shall submit, either in printed form or by way of electronic document, to the DBM, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, quarterly reports on the programs and projects implemented using the said proceeds. The Secretary of Energy and the Agency’s web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of the DOE.

2. Projay at Masaganang Pamayan Program. The amount of Nineteen Million Three Hundred Thirty Two Thousand Pesos (P19,332,000) appropriated herein for the Projay at Masaganang Pamayan (PAMANA) Program shall be used exclusively to implement projects in conflict-affected areas already identified by the Office of the Presidential Adviser on the Peace Process (OPAPP). In no case shall said amount be used for any other purpose.

   The DOE shall submit, either in printed form or by way of electronic document, to the OPAPP quarterly reports on the status of the implementation of the PAMANA Program, including the list of projects and beneficiaries and their corresponding amounts. The Secretary of Energy and the Agency’s web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the official website of DOE.

   Implementation of this provision shall be subject to guidelines to be jointly issued by the OPAPP, DOE and DBM.

3. Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the activities in the amounts indicated under the Details of the FY 2014 Budget attached as Annex A (Volume 1) of this Act.

PERFORMANCE INFORMATION

KEY STRATEGIES

1. Institutionalize transparency in the energy sector
2. Facilitate establishment of strategic energy infrastructure
3. Institutionalize DOE-UC and academic partnership
4. Launch the E-Frike Project
5. Formulate regional energy plans
### MAJOR FINAL OUTPUTS (MFO) / PERFORMANCE INDICATORS

#### MFO 1: ENERGY SECTOR POLICY SERVICES
- No. of plans and policies updated, issued, monitored and disseminated: 7
- Average percent of stakeholders who rate the plans and policies as satisfactory or better: 75%
- Percent change in the number of applications for certificate of endorsement for investment in the energy sector: 10%
- Percent of policies updated over the last three years: 50%

#### MFO 2: PROMOTION OF ENERGY SECTOR INNOVATION

**Promotion**
- No. of promotional events undertaken: 51
- Average percent of target audience surveyed that is aware of the promoted message: 75%
- Percent of scheduled events held within one month of original schedule: 50%

**Technical Assistance**
- No. of technical advisories provided to entities promoting energy development: 21
- Percent of entities that rate technical advice as satisfactory or better: 75%
- Percent of request for technical advice responded to within 15 days: 85%

**Energy Efficiency**
- No. of energy efficiency audits provided to government agencies: 100
- Percent of entities that rate energy audit as satisfactory or better: 75%
- Percent of energy audit reports with recommended findings on improving energy utilization: 100%
- Percent of requests for energy efficiency audits responded to within 1 week: 75%
- Percent of audit reports submitted to agencies within one week after conduct of audit: 100%

#### MFO 3: ENERGY SECTOR REGULATORY SERVICES

**Registration and Processing**
- No. of applications for permits, service/operating contracts and accreditations processed: 1,195
- Percent of approved applications violating one or more of the authorization conditions in the last two years: 25%
- Percent of applications processed within 1 month from receipt of compliant applications: 50%
- Percent of energy service contracts/permits/certificates of registration awarded/issued in 9 months: 50%

**Supervision and Monitoring**
- No. of sites and facilities of downstream oil industry players monitored and inspected with reports issued: 1,000
- Percent of submitted reports which resulted in the issuance of notice of violations and penalties imposed: 75%
- Percent of sites and facilities inspected within two years: 80%

**Enforcement**
- No. of violations or complaints acted upon: 20
- No. of license, permits, etc., holders with 2 or more violations in the last 3 years as a percent of total number of violators over the last 3 years: 80
- Percent of detected violations that are resolved within 6 months: 50%

*Note: Exclusive of Targets funded from other sources, e.g. Special Account in the General Fund.*
## General Summary

### Department of Energy

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A. Office of the Secretary

Total New Appropriations, Department of Energy

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