



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



LOCAL BUDGET MEMORANDUM

No. 85-B
Date: DEC 23 2022

To : Local Chief Executives, Members of the Local Sanggunian, Local Budget Officers, Local Treasurers, Local Planning and Development Coordinators, Local Accountants, and All Others Concerned

Subject : **FINAL FY 2023 NATIONAL TAX ALLOTMENT (NTA) SHARES OF LOCAL GOVERNMENT UNITS (LGUs)**

- 1.0 Section 93 of the General Provisions of the FY 2022 General Appropriations Act, Republic Act (RA) No. 11639 provides, in part, that all valid adjustments, changes, modifications, or alterations in any of the factors affecting the computation of NTA that occurred or happened, including final and executory court decisions made effective, during the current fiscal year, shall only be considered and implemented by the Department of Budget and Management (DBM) in the subsequent fiscal year from receipt by the DBM of the notice of said change.
- 2.0 Corollary thereto, the FY 2023 NTA shares of LGUs, which are automatically appropriated, shall be apportioned among LGUs, including those created, approved, and ratified in FY 2022 in accordance with the allocation formula prescribed under Section 285 of the Local Government Code of 1991 (RA No. 7160).
- 3.0 Considering the foregoing, the following factors affecting the computation of the NTA shares of LGUs which happened during the current fiscal year (2022) shall be considered and implemented by the DBM in the computation of the FY 2023 NTA shares of LGUs:
 - 3.1 With the enactment of RA No. 11550,¹ the Province of Maguindanao was divided into two provinces, namely, the Provinces of Maguindanao del Norte and Maguindanao del Sur. The division was ratified and approved through a plebiscite conducted by the Commission on Elections on September 17, 2022.
 - 3.2 By virtue of the enactment and approval of various laws, the following municipalities were converted into component cities:

¹An Act Dividing the Province of Maguindanao into Two (2) Provinces, Namely: Maguindanao del Norte and Maguindanao del Sur

Charter	Component City	Date of Conduct of Plebiscite
RA No. 11544	Calaca, Batangas	September 3, 2022
RA No. 11929	Baliuag, Bulacan	December 17, 2022

Consequently, pursuant to Section 450 (d) of RA No. 7160, as amended by RA No. 11683,² the newly converted Cities of Calaca and Baliuag shall bring their total FY 2022 NTA shares amounting to **Php 800,467,469** to the allotment of cities.

- 3.3 With the enactment and approval of various laws, the barangays listed hereunder shall likewise be included in the allocation of the FY 2023 NTA shares of LGUs:

Charter	Barangay
RA No. 11803	Greater Lagro, Quezon City
	North Fairview, Quezon City
RA No. 11848	Lower Dado, Alamada, Cotabato
RA No. 11902	Acmac-Mariano Badelles Sr., Iligan City
	Luinab, Iligan City
	San Roque, Iligan City
	Ubaldo Laya, Iligan City
	Upper Hinaplanon, Iligan City
RA No. 11903	Doña Maxima, San Luis, Agusan del Sur
RA No. 11905	Batucan, Talacogon, Agusan del Sur
RA No. 11906	Crossing, Kitcharao, Agusan del Norte
RA No. 11919	Panacan-2, Narra, Palawan
RA No. 11920	Pangaylan-Ip, Santiago, Agusan del Norte
RA No. 11921	Songkoy, Kitcharao, Agusan del Norte
RA No. 11922	Tagukon, Kabankalan City, Negros Occidental
RA No. 11923	Tulalian, Sto. Tomas, Davao del Norte
RA No. 11924	Poblacion B, M'lang, Cotabato
RA No. 11925	Naibuan, San Jose, Occidental Mindoro

- 4.0 Hence, the FY 2023 NTA shares of LGUs are hereby adjusted accordingly, as summarized in the table below:

Level of LGU	No. of LGUs	Total NTA Shares (in Php)
Provinces	83 ³	188,661,853,440
Cities	148	189,462,320,909
Municipalities	1,486	278,090,968,051
Barangays	41,953	164,053,785,600
TOTAL	43,670	820,268,928,000

² An Act Amending Section 450 of Republic Act No. 7160, Otherwise Known as the Local Government Code of 1991, as Amended by Republic Act No. 9009, by Providing for the Requisites for the Conversion of a Municipality into a Component City, and for Other Purposes

³ The Metropolitan Manila Development Authority is included in the computation of the NTA shares of provinces pursuant to Section 10 (b) of RA No. 7924.

- 5.0 The details by region and by level of LGU are provided in the attached Annex A. The LGUs shall be notified of their adjusted NTA shares by the DBM Regional Offices concerned.
- 6.0 Considering that the FY 2023 Annual Budgets of LGUs have been prepared/approved based on their indicative NTA shares under LBM No. 85 dated June 15, 2022, all LGUs are hereby enjoined to adopt the appropriate measures resulting from the herein adjustments in their respective FY 2023 NTA shares, in accordance with the pertinent provisions of RA No. 7160 and other budgeting rules and regulations.

It is understood that the effect of the final FY 2023 NTA shares of LGUs will necessitate the prioritization in the implementation of items of appropriations by the LGUs.

- 7.0 All other provisions of LBM Nos. 85 and 85-A which are not inconsistent herewith shall remain in full force and effect.
- 8.0 Please be guided accordingly.


AMENAH F. PANGANDAMAN
Secretary



REGION	PROVINCES	CITIES	MUNICIPALITIES	BARANGAYS	GRAND TOTAL
NATIONAL CAPITAL REGION	642,325,370	34,186,939,382	190,532,708	14,443,488,187	49,463,285,647
CORDILLERA ADMINISTRATIVE REGION	7,803,804,522	2,580,545,121	10,683,683,253	3,492,043,989	24,560,076,885
REGION I	9,862,732,495	6,219,513,263	17,490,423,849	9,973,999,118	43,546,668,725
REGION II	11,114,445,916	6,032,696,220	17,395,966,767	6,999,260,125	41,542,369,028
REGION III	20,078,257,673	15,354,645,052	28,411,234,136	16,006,501,605	79,850,638,466
REGION IV.A	22,934,508,669	25,559,343,428	27,696,171,779	20,857,703,023	97,047,726,899
REGION IV.B	10,038,751,763	4,760,370,231	15,615,572,084	5,219,034,146	35,633,728,224
REGION V	12,555,587,741	5,966,053,329	19,781,025,193	10,989,969,975	49,292,636,238
REGION VI	14,034,777,362	16,660,939,552	20,281,465,623	13,588,632,674	64,565,815,211
REGION VII	11,475,292,773	16,132,155,832	18,345,686,602	12,015,684,523	57,968,819,730
REGION VIII	11,179,011,265	8,199,867,119	18,625,262,644	11,113,625,802	49,117,766,830
REGION IX	7,016,838,247	8,040,604,756	11,541,986,920	6,507,733,186	33,107,163,109
REGION X	9,954,322,557	11,872,325,565	14,284,427,424	7,715,350,923	43,826,426,469
REGION XI	9,277,168,744	12,660,070,739	11,196,530,589	6,497,067,576	39,630,837,648
REGION XII	9,747,052,714	5,277,040,390	14,389,630,635	5,609,449,363	35,023,173,102
REGION XIII	8,539,730,777	7,041,068,864	11,641,602,200	4,597,769,133	31,820,170,974
BANGSAMORO AUTONOMOUS REGION IN MUSLIM MINDANAO	12,407,244,852	2,918,142,066	20,519,765,645	8,426,472,252	44,271,624,815
GRAND TOTAL	188,661,853,440	189,462,320,909	278,090,968,051	164,053,785,600	820,268,928,000