

NSCB Fact Sheet

NATIONAL STATISTICAL COORDINATION BOARD

March 05, 2007

FS-200703-R01-01

Ilocos Region provinces recorded higher financial resources in 2005

The provinces in the Ilocos Region were rewarded with higher financial resources to implement their programs and projects in 2005 after posting higher collections in their tax and non-tax revenues.

Total Financial Resources by Province, Region I, FY 2003-2005

(in million pesos)

Particulars	Ilocos Norte			Ilocos Sur			La Union			Pangasinan		
	2003	2004	2005	2003	2004	2005	2003	2004	2005	2003	2004	2005
Total financial resources	500.9	381.9	541.0	432.5	521.1	661.4	394.3	371.0	1,111.9	1,218.6	3,353.6	3,883.6
Beginning cash balance	-	-	-	49.1	141.4	-8.5	16.4	4.9	99.8	196.2	243.8	381.3
Tax revenue	363.3	298.2	386.0	376.6	376.7	650.6	352.6	353.4	877.5	988.4	2,545.5	2,909.2
IRA 1/	352.0	285.6	368.3	371.1	361.7	387.3	336.8	336.8	680.8	930.8	2,170.2	2,301.3
Property tax	9.1	10.3	13.7	4.3	7.8	0.5	10.9	11.4	47.5	45.3	78.3	229.8
Local tax	2.2	2.3	4.0	1.2	7.1	7.2	4.9	5.2	149.3	12.2	297.1	378.1
RA 7171 a/	-	-	-	-	-	255.6	-	-	-	-	-	-
Non-tax revenue	137.5	83.7	155.0	6.8	3.0	19.3	25.4	12.7	134.6	34.0	564.3	593.0

Notes: 1/ IRA - Internal revenue allotment

a/ RA 7171 - Excise tax from tobacco

Details may not add up to totals due to rounding

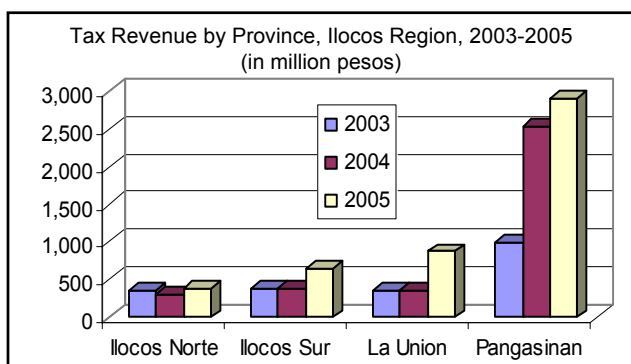
Source of basic data: Department of Budget and Management

La Union posted the highest growth in property tax with a 315.4 percent improvement, collecting a total of P47.5 million in 2005. Pangasinan, which had the biggest property tax collection at P229.83 million, saw its property tax grow by 193.7 percent in 2005. Ilocos Sur's property tax, however, dwindled by 93.5 percent from P7.8 million in 2004 to only P0.5 million in 2005.

Local tax also did its share in improving the provinces' tax revenue collections, with La Union's local tax rising by a considerable 2,770.0 percent in 2005 and in the process, attaining a total collection of P149.3 million in local tax. Meanwhile, Ilocos Sur's tax revenue for 2005 was propelled by the release of its share from RA 7171 or the tobacco excise tax amounting to P255.6 million, which comprised 39.3 percent of its total tax revenue in 2005.

Non-tax revenue, on the other hand, also fueled the growth of the provinces' financial resources in 2005, with La Union posting the highest increase at 960.7 percent. All the other provinces also recorded rising non-tax revenue collection, with growth rates of 532.2 percent for Ilocos Sur, 85.2 percent for Ilocos Norte, and 5.1 percent for Pangasinan. Non-tax revenue refers to income collected from sources other than compulsory tax levies. This includes operating and miscellaneous revenues, capital revenue, grants, extra ordinary income, borrowings, inter-fund transfer, and other receipts.

The increase in local revenues could be the result of better and intensive tax collection efforts by the LGUs. The LGUs are empowered by the Local Government Code of 1991 to create their own sources of revenue and to levy taxes, fees, and charges consistent with the basic policy of local autonomy.



Source of basic data: Department of Budget and Management

The total financial resources of the provinces generally improved in 2005, with La Union recording the highest increase at 199.7 percent - from the 2004 level of P371.0 million nearly tripling to reach P1,111.9 million in 2005. The internal revenue allotment (IRA) continued to account for the biggest share in the provinces' financial resources, with Ilocos Norte having the highest proportion of IRA at 68.1 percent out of its 2005 financial resources. The IRA increased for all provinces, with La Union posting the biggest jump at 102.1 percent from 2004 to 2005. The IRA is the LGU's share in the national internal revenue.

While the IRA was still the LGUs' largest source of income, it was noticeable how the other components of tax revenue had been generally increasing from 2003 to 2005. Aside from the IRA, tax revenue includes property tax, local tax, and excise tax from tobacco.

For your inquiries and information needs, visit or call the :