

ABSTRACT

CASTILLA, F.S., DEL ROSARIO, V.J., PERLADO, D.V., Provincial Government Fund Generation and Expenditure Patterns in CALABARZON. Undergraduate Thesis. Bachelor of Science in Business Administration Major in Economics. De La Salle University- Dasmariñas, Dasmariñas, Cavite, March 2004. Adviser: Dr. Alice T. Valerio.

This study was conducted to determine the provincial government fund generation and expenditure patterns in Cavite, Laguna, Batangas, Rizal and Quezon (CALABARZON) from 1990 to 2001. Specifically, it aimed to: 1) identify the various sources of funds of CALABARZON; 2) determine the allocation of funds within each provincial government; 3) analyze the growth rate trends of total collection of revenue of the provincial governments in CALABARZON; and 4) compare the annual income and annual expenditure of different provincial governments within the CALABARZON.

Secondary data were utilized to determine the revenue and expenditure of the provinces that comprises CALABARZON such as Cavite, Laguna, Batangas, Rizal and Quezon. The data gathered were analyzed using descriptive statistics such as percentage rank, geometric mean, graphs and tables.

The major sources of funds of the provincial government were generated from internal revenue allotment (IRA), real property tax (RPT), business tax, other tax and non-tax.

During the period 1990 to 2001, revenue collections of the province of Laguna registered a total of P12 B, in contrast to P9.2 B of Batangas, P8.3 B of Quezon, P7.5 B of Rizal and P6 B of Cavite.

The available funds of each of the provinces were allocated to personal services, maintenance and other operating expenses, capital outlay and other charges. The province of Laguna had the highest revenue collection, and at the same time, expenditure among the provinces in CALABARZON. Due to projects being implemented in CALABARZON, revenue collections of each of the provinces increased continually.

Among the sources of revenues, internal revenue allotment (IRA) shared the highest (50%) in all of the provinces of CALABARZON. Personal services had the largest share in the expenditures of the province, which was more than 30 percent.

The provincial government should strictly monitor the taxpayers and attention should be focused on the implementation of laws, rules and regulations in taxation in order to achieve the desired growth in revenue collection. Projects and programs of the public officials should also be prioritized, especially those that could offer more benefits to its society so that funds would be properly allocated and utilized.