



Republic of the Philippines  
**COMMISSION ON AUDIT**  
**DEPARTMENT OF BUDGET AND MANAGEMENT**  
**DEPARTMENT OF FINANCE**

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**Government Integrated Financial Management Information System  
(GIFMIS) Committee**

**Resolution No. 02-2011**

*Whereas*, The GIFMIS principals, namely, the Chairman, Commission on Audit (COA); the Secretary, Department of Budget and Management (DBM); and the Secretary, Department of Finance (DOF), approved, upon the recommendation of the GIFMIS Committee under Resolution No. 01-2011 dated January 19, 2011, the adoption of the Philippine Public Financial Management (PFM) Reforms Roadmap;

*Whereas*, The PFM Reforms Roadmap, as the GIFMIS Committee strategic plan for a whole-of-government approach at PFM reforms, desires a government that is able to perform its functions of maintaining fiscal discipline, fund allocation efficiency and operational efficiency for effective delivery of public services;

*Whereas*, The GIFMIS Committee has initially identified five projects to operationalize the said Roadmap, as follows:

1. Improvement of Treasury Cash Management Operations
2. Budget Reporting and Performance Standards
3. Liability Management
4. GIFMIS Development
5. Capacity Building

*Whereas*, The GIFMIS Committee has agreed on June 8, 2011 that the GIFMIS Development Project shall be implemented in two parallel tracks, namely:

1. Track 1, which is the development of a web-based GIFMIS Version 1, aims at meeting the government's immediate need for a functioning GIFMIS with minimum changes in or slightest reengineering of PFM business processes and reassignment of roles and responsibilities over financial transactions. In the main, this track will cover the development and/or enhancement and implementation of integrated web-based applications based on existing web-based and client-server systems for budget preparation, execution, accounting, reporting and monitoring that were developed and/or implemented by the three oversight agencies—Commission on Audit (COA), Department of Budget and Management (DBM), Department of Finance/Bureau of the Treasury (DOF/BTr)—and some implementing agencies such as the application systems shown in *Annex 1*. Track 1 is estimated to be completed in eight (8) months, commencing from the creation of the Project Management Office (PMO), and
2. Track 2, which is the development of GIFMIS Version 2, aims at supporting fundamental reforms of PFM business processes, reassignment of roles and responsibilities over financial transaction processing, oversight and reporting, and corresponding organization structural changes. Under Track 2, the pre-requisites or core elements of an integrated FMIS shall be put in place, such as Treasury Single Account (TSA), unified Chart of

Accounts, budget classification structures, performance standards, organizational arrangements, and reengineered business/functional processes. Consistent with the timeframe in the PFM Reforms Roadmap, this track shall be done in five years, from 2011 to 2015, and GIFMIS Version 2 shall be fully operational by 2016;

*Whereas*, Organizational units that plan, implement, monitor and evaluate the successful accomplishment of the objectives of these projects are necessary;

*Whereas*, Information and technology must be well managed to carry out an effective, responsive, transparent and accountable government;

*Whereas*, The national government spends almost 50 percent of its annual appropriations for personal services, however, oversight agencies have found difficulties in securing accurate, complete, and transparent account of personnel in the government because of lack of reliable and timely data and information;

*Whereas*, The GIFMIS Committee desires to prioritize the automation of procedures related to payment of compensation of government personnel to provide reliable data/information, strengthen financial controls, improve efficiency and effectiveness of management of government resources and enhance transparency and accountability;

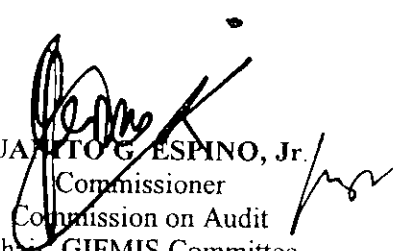
*Wherefore*, The GIFMIS Committee resolves, as it hereby resolves, to:

1. create the following organizational units:
  - a. Project Management Office (PMO) that shall be responsible for the day-to-day affairs of the program, liaison with and/or provision of support to the GIFMIS Committee, Project Implementation Units (PIUs), other oversight and implementing agencies, and development partners, monitoring and evaluation of performance/implementation ensuring that expectations and outcomes are achieved. It shall report to the GIFMIS Committee.
  - b. Project Implementation Unit (PIU) for each project approved by the GIFMIS Committee. Reporting to the GIFMIS Committee through the PMO, the PIUs shall prepare and implement action and work plans for the project assigned to each of them.
  - c. Procurement Unit (PU) under the PMO that shall be responsible for the acquisition of goods and services for the GIFMIS projects. A Bids and Awards Committee (BAC) and BAC Secretariat under the PU shall be created.
2. give priority to the development of a web-based payroll system, to be known as National Payroll System (NPS) and a payroll-related Government Human Resource Information System (GHRIS), as components of GIFMIS Version 1 with the following requisites:
  - a. Software Development Teams (SDTs) for the development of NPS and the payroll-related GHRIS under the PIU for Track 1 (GIFMIS Version 1) shall be created. It shall primarily be composed of the oversight agencies' organic personnel, who shall be detailed or seconded on a full-time basis, and as necessary, shall be complemented by additional personnel and/or consultants.
  - b. The NPS and the payroll-related GHRIS shall be built primarily based on the COA-developed electronic Payroll System (ePayroll) and the payroll-related Human Resource Information System (HRIS). Computerized payroll systems of other agencies may also be used as basis, as applicable.
  - c. The PIU for Track 1 (GIFMIS Version 1) shall submit proposal for the budgetary requirements of the project.
  - d. The DBM shall provide funds to defray expenses, including, but not limited to, the procurement of IT resources such as hardware and software development tools, and compensation of the software development teams, subject to applicable accounting and auditing rules and regulations.

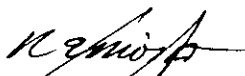
3. The PMO and the PIUs shall submit their respective budgetary requirements to the GIFMIS Committee.
4. The PMO, PIUs and SDTs shall be guided by the PFM Reforms Roadmap, GIFMIS Development Project Action/Work Plans, Terms of Reference, and other guidelines that may be issued by the GIFMIS Committee.

*Resolved Further*, That the Terms of Reference for the PMO, PIUs and SDTs shall be issued by the GIFMIS Committee.


Done this 12<sup>th</sup> day of July, 2011.




JUANITO G. ESPINO, Jr.  
Commissioner  
Commission on Audit  
Chair, GIFMIS Committee



RICHARD E. MOYA  
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APPROVED:



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