



GOING ABOVE AND BEYOND: Propelling Economic Growth through the FY 2025 National Budget

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The Philippine economy expanded by **5.6 percent in 2024**, making it one of the fastest-growing economies in the region.

Countries	2024 Real GDP Growth (%)
Thailand	2.5
Singapore	4.4
Indonesia	5.03
China	5.0
Malaysia	5.1
Philippines	5.6



Medium-Term Fiscal Consolidation

(in billion pesos, unless otherwise indicated)

- ✓ Improved revenue mobilization
- ✓ Greater public spending efficiency
- ✓ Sustained downward deficit trajectory
- ✓ Infrastructure investments targeted at 5.0 to 6.0% of GDP

PARTICULARS	ACTUAL		PROJECTIONS			
	2023	2024	2025	2026	2027	2028
Revenues	3,824.1	4,419.0	4,644.4	5,063.2	5,627.5	6,249.6
% of GDP	15.7%	16.7%	16.2%	16.2%	16.6%	17.0%
Disbursements	5,336.2	5,925.4	6,182.1	6,540.1	7,027.0	7,621.5
% of GDP	21.9%	22.4%	21.5%	20.9%	20.7%	20.7%
Deficit	(1,512.1)	(1,506.4)	(1,537.7)	(1,476.8)	(1,399.5)	(1,371.9)
% of GDP	-6.2%	-5.7%	-5.3%	-4.7%	-4.1%	-3.7%
<i>Nominal GDP</i>	<i>24,318.6</i>	<i>26,495.6</i>	<i>28,749.8</i>	<i>31,230.9</i>	<i>33,926.2</i>	<i>36,854.0</i>

*Consistent with the medium-term fiscal program approved during the 189th DBCC Meeting on December 2, 2024.



FY 2025 National Budget

Guiding Principles on Public Financial Management (PFM)



Spending within Means

Fiscal Discipline



Spending on the Right Priorities

Allocative Efficiency



Spending with Measurable Results

Operational Efficiency

FY 2025 National Budget

P6.326 Trillion

USD 110.98 Billion / EUR 100.18 Billion



9.5%

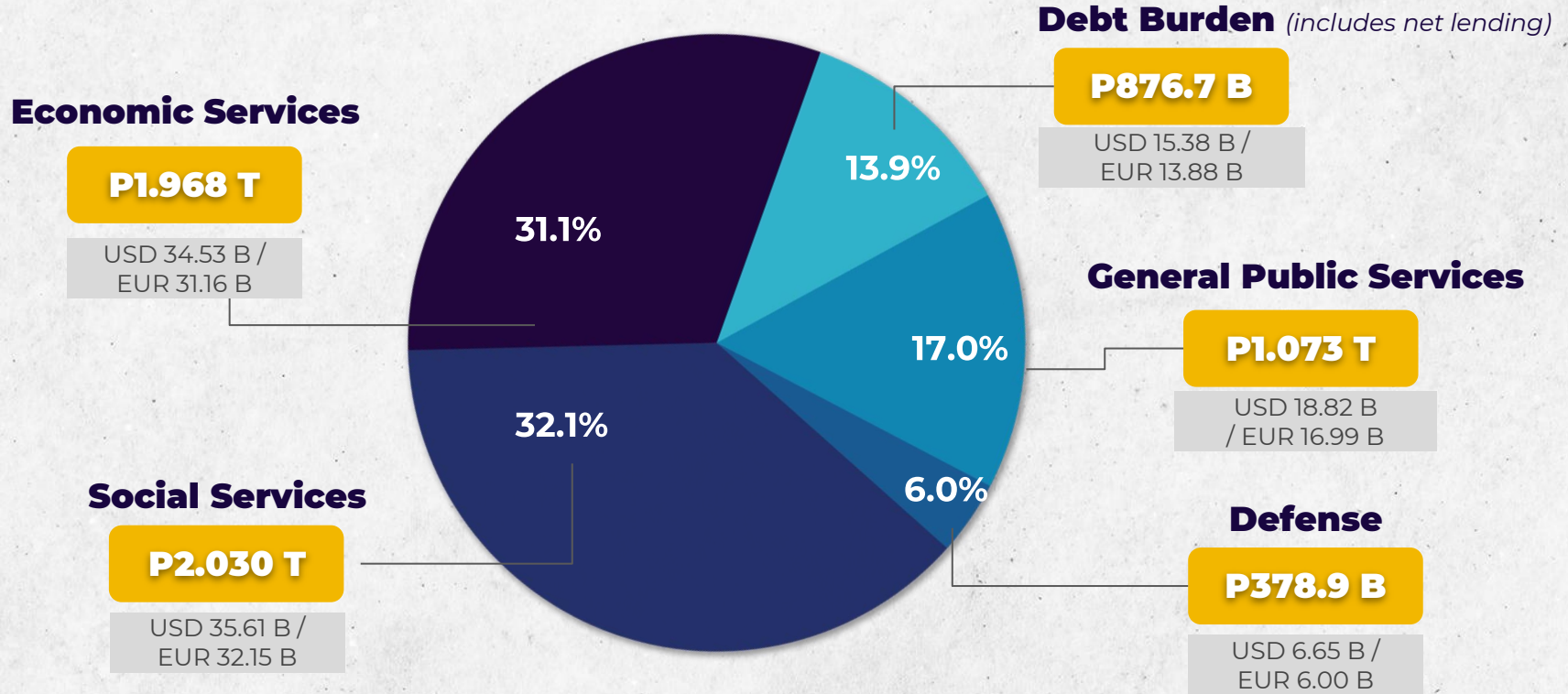
y-o-y growth

22.0%

of GDP



FY 2025 Budget by Sector



*Numbers may not add up due to rounding off



Social Services Sector



Revitalized Education

Php 1.056 trillion
(USD 18.52 billion /
EUR 16.72 billion)



Quality Healthcare

Php 267.8 billion
(USD 4.70 billion /
EUR 4.24 billion)



Strengthened Social Protection

Php 217.5 billion
(USD 3.83 billion /
EUR 3.44 billion)



Agricultural Modernization and Food Security

Agriculture and Agrarian Reform sector

Php 237.4 B

USD 4.16 B /

EUR 3.76 B



Build-Better-More Program

Build-Better-More (BBM) Program

Php 1.645 T
USD 28.86 B /
EUR 26.05 B



8.9%
YEAR-ON-YEAR



Physical Infrastructure



Roads

Php 624.77 B

(USD 10.96 B /
EUR 9.89 B)



Flood control infrastructure

Php 350.48 B

(USD 6.15 B /
EUR 5.55 B)



Local infrastructure development

Php 206.92 B

(USD 3.63 B /
EUR 3.28 B)



Buildings

Php 129.63 B

(USD 2.27 B /
EUR 2.05 B)

Railways

Php 17.93 B

(USD 314.6 M /
EUR 283.93 M)



Airport Systems

Php 7.70 B

(USD 135.1 M /
EUR 121.93 M)

Social Infrastructure



Irrigation systems

Php 56.42 B

(USD 989.8 M /
EUR 893.45 M)



School buildings

Php 37.09 B

(USD 650.7 M /
EUR 587.35 M)



Water supply systems

Php 11.17 B

(USD 196.0 M /
EUR 176.88 M)



Hospital and health centers

Php 19.43 B

(USD 340.9 M /
EUR 307.69 M)



Power supply systems

Php 6.96 B

(USD 122.1 M /
EUR 110.22 M)



Housing and community facilities

Php 2.32 B

(USD 40.7 M /
EUR 36.74 M)



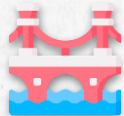
Reforestation projects

Php 1.07 B

(USD 18.8 M /
EUR 16.94 M)



The Build-Better-More Program includes 186 infrastructure flagship projects over the medium-term.



Physical connectivity
135 projects



Health
5 projects



Water resources
29 projects



Digital connectivity
4 projects



Agriculture
9 projects



Other infrastructure
2 projects



Power and energy
1 project



Education
1 project



Republic of the Philippines
Congress of the Philippines
Metro Manila
Nineteenth Congress
Second Regular Session

Begun and held in Metro Manila, on Monday, the twenty-fourth day of July, two thousand twenty-three.

[REPUBLIC ACT NO. 11966]

AN ACT PROVIDING FOR THE PUBLIC-PRIVATE PARTNERSHIP (PPP) CODE OF THE PHILIPPINES

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. *Short Title.* – This Act shall be known as the “Public-Private Partnership (PPP) Code of the Philippines”.

SEC. 2. *Declaration of Policy.* – The State recognizes the indispensable role of the private sector, encourages private enterprise, and provides incentives to needed investments. To this end, the State shall provide an enabling environment for the private sector to mobilize its resources to finance, design, construct, operate, and maintain infrastructure or development projects and services.

It is further declared that the State shall protect the public interest by providing affordable, accessible, and efficient public services. In order to achieve better quality of Public-Private Partnership (PPP) Projects at lower costs, the State shall ensure equitable risk allocation in PPP Projects,

The new **Public-Private Partnership (PPP) Code** aims to simplify the evaluation process of PPP projects.

In evaluating PPP proposals, gender equality, disability, and social inclusion (GEDSI) requirements, as well as climate change and environmental standards, are also considered.

The Philippine Government acts fast and efficient on investments.

Ninoy Aquino International Airport (NAIA) Solicited Public-Private Partnership Project



Scope: Rehabilitate the country's main international airport



Objective: This aims to improve the overall passenger experience in NAIA through modernized terminals, optimized airport capacity, and reliable operations.



Fastest approved PPP proposal in Philippine history

The PPP project was approved on July 19, 2023 which was evaluated within 6 weeks by the government.



First PPP Project to be approved with the new PPP Code

The government signed a Concession Agreement with the private sector last March 18, 2024.



The Philippine Government acts fast and efficient on investments.

Philippine Luzon Economic Corridor



Scope: This aims to enhance connectivity between Subic Bay, Clark, Manila, and Batangas.



Objective: This seeks to accelerate coordinated investments in high-impact infrastructure projects, including railways, ports, clean energy, and semiconductor supply chains and agribusiness, among others.

Ultimately, this aims to significantly accelerate growth in critical industries by providing a supportive regulatory environment.



Key Projects: North Luzon Expressway, Manila-Clark Railway and North-South Commuter Railways, Port of Manila and Batangas Port.



Climate Change Expenditures

Climate change adaptation and mitigation

Php 1.156 T
USD 20.28 B /
EUR 18.31 B



152.7%
YEAR-ON-YEAR



Digital Transformation

ICT Projects

Php 68.9 B
USD 1.21 B /
EUR 1.09 B



6.7%
YEAR-ON-YEAR



Support to Bangsamoro Government

Bangsamoro Autonomous Region in Muslim Mindanao

Php 83.42 B
USD 1.46 B /
EUR 1.32 B



Mindanao



Republic of the Philippines
Department of Budget and Management

Program Convergence Budgeting (PCB)

Ongoing PCB Programs



National Program on Population and Family Planning



Zero Hunger Program



Philippine Anti-Illegal Drugs Strategy



Justice Sector Convergence Program



Tourism Development Program



Agricultural Development Program



Pasig River Urban Development Program



Export Development Program



Risk Resiliency Program

New PCB Programs



PCB on Livelihood and Employment



Water Resources Program



PCB on the Sustainable Development Goals



PCB on Public Financial Management Systems



Key Structural Reforms

DBM conducts the **Public Financial Management Competency Program (PFMCP)** for NGAs and has expanded this to cater to LGUs, capacitating local budget officers on PFM practices.



The PFM Reforms Roadmap 2024-2028

aims to modernize and harmonize PFM systems through the adoption of the Integrated Financial Management Information System (IFMIS).



DBM launched the Budget and Treasury Management System (BTMS) to improve resource allocation and allow real-time monitoring of obligations and disbursements.



Procurement Reforms

The **New Government Procurement Act (NGPA)** aims to digitalize and streamline the procurement process.



Procurement Reforms



E-marketplace



**Green Public Procurement
Strategy and Open Contracting**



**Launch of the Government
Purchase Card**



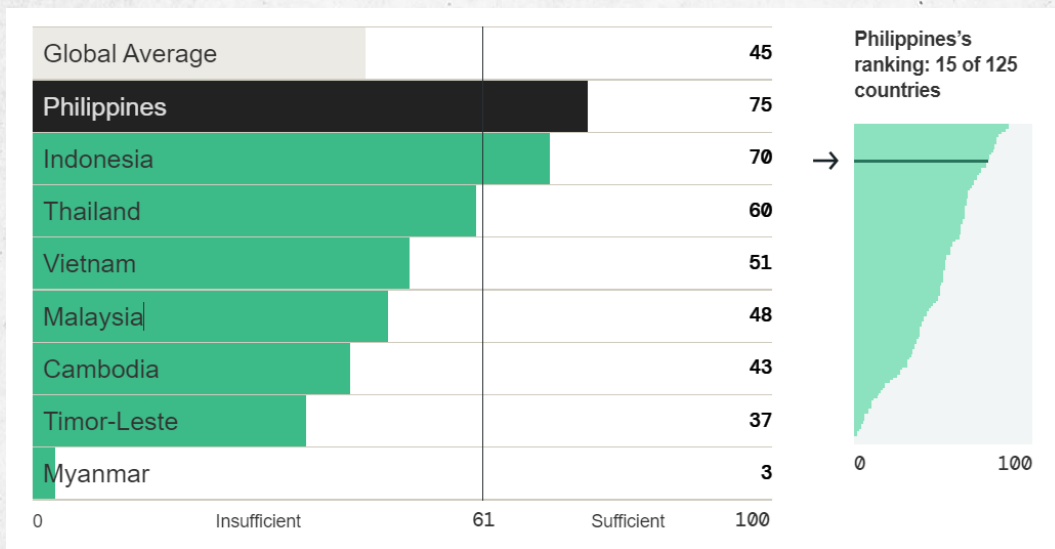
Open Governance

The PH-OGP has been institutionalized through **Executive Order No. 31**, securing a momentous win for open governance in the country.



PH ranks No. 1 in Budget Transparency in Asia under the PBBM Administration.

Open Budget Index Score of the Philippines



33/100 | Public Participation

75/100 | Transparency

83/100 | Budget Oversight



The Philippines successfully hosted the OGP Asia and the Pacific Regional Meeting, bringing together open government reformers from more than 40 countries.





**Together, we can achieve the *Bagong Pilipinas*
—a Philippines of new and better opportunities—
that we all aspire for.**