

LETTER OF INSTRUCTIONS NO. 1039, June 19, 1980

LETTER OF INSTRUCTIONS NO. 1039, June 19, 1980

Read online (full-text search, related cases, audio case brief): <https://batas.org/library/26ffd5d4da0a/>

TO :

The Minister of Local Government and Community

Development

The Minister of the Budget

SUBJECT:

All Governors, City and Municipal Mayors

SUBJECT:

Providing for the Immediate Creation of Local Budget Offices

WHEREAS, local government budget functions have in the past been discharged by local Treasurers;

WHEREAS, it is necessary to strengthen local government budget administration in order to see to the prompt implementation of P.D. No. 1375;

NOW, THEREFORE, I, FERDINAND E. MARCOS, President of the Philippines, hereby issue the following instructions:

- All local government units shall create, on or before June 30, 1980, a regular provincial, city or municipal budget office, as the case may be, which shall implement in full the provisions of P.D. No. 1375 within their respective jurisdiction.
- The local budget office shall be staffed following guidelines issued by the Ministry of the Budget.
- The Local Chief Executive shall appoint the provincial, city or municipal officer, subject to the qualification requirements issued by the Ministry of the Budget and the appropriate civil service laws, rules and regulations.
- The Provincial/City/Municipal Budget Officer shall have the rank and salary equivalent to the rank and salary of a department head as defined under Section 8 of P.D. No. 1136. The compensation of the other members of the local budget staff shall be in accordance with the Position Classification and Pay Plans of the local government

units concerned as approved by the Joint Commission on Local Government Personnel Administration, pursuant to P.D. No. 1136 and shall be funded from local funds. The salary of the provincial city and municipal budget officer, however, shall be subsidized as follows for a period of three years starting January 1, 1980 to December 31, 1982;

- For class I-A, I-B, I-C provinces and cities - 20% of annual budget officer's salary;
- For class 2, 3, provinces and cities - 30% of annual budget officer's salary;
- For class 4, 5, provinces and cities - 40% of annual budget officer's salary;
- For class I-A, I-B, I-C municipalities - 30% of annual budget officer's salary;
- For class 2, 3, municipalities - 40% annual budget officer's salary;
- For class 4, 5, 6 municipalities - 50% of annual budget officer's salary;
- The Local Chief Executive shall report to the Ministry of the Budget through its Regional/ District Offices, on the extent of compliance with the requirement for the creation of the local budget offices.
- Exceptions to this Letter may be approved by the Minister of the Budget in cases where a satisfactory alternative can be proposed such as a budget office jointly established by a group of local government units.
- This Letter shall take effect immediately.

Done in the City of Manila, this 19th day of June, in the year of Our Lord, nineteen hundred and eighty.

(Sgd.) FERDINAND E. MARCOS
President of the Philippines

ABOUT BATAS.ORG

Study smarter at BATAS.org

The Philippine bar review and law-school companion built around how your brain actually remembers.

The complete Philippine law library - free for everyone.

More than 100,000 Supreme Court decisions, Republic Acts, and executive issuances - full-text searchable, browsable by category and year, and always free. No paywall, no login. This PDF came from it.

Audio case-brief lectures.

Any decision becomes a podcast-style lecture - facts, issues, ruling, and doctrine - with read-along highlighting and a hands-free presentation mode. Study while commuting, working out, or resting your eyes.

Bar review built on the science of memory.

Complete, sequenced courses for all eight bar subjects, narrated like podcasts and reinforced with retrieval practice and spaced review - the study techniques with the strongest evidence behind them.

The full law-school curriculum.

One subscription unlocks the entire J.D. curriculum - every subject, every lesson, with your progress tracked down to the paragraph so you can pick up exactly where you left off, on any device.

Mock exams that tell you where you stand.

Timed multiple-choice exams graded instantly, with per-subject score breakdowns and focus suggestions that point you at your weakest topics first.

A study planner that keeps you on pace.

Set your schedule and BATAS tells you every day whether you are on track for bar day - and exactly which lesson to take next.

Start free at <https://batas.org>

The law library is free forever - and your first lesson is one click away.

The text of this document is an official public record and remains in the public domain. Formatting, presentation, and compilation © 2026 batas.org.

Downloaded free from the batas.org Law Library. Share it freely - the library is free for every law student, bar reviewee, and practitioner.