



# COVID-19 Economic Stimulus in the Philippines

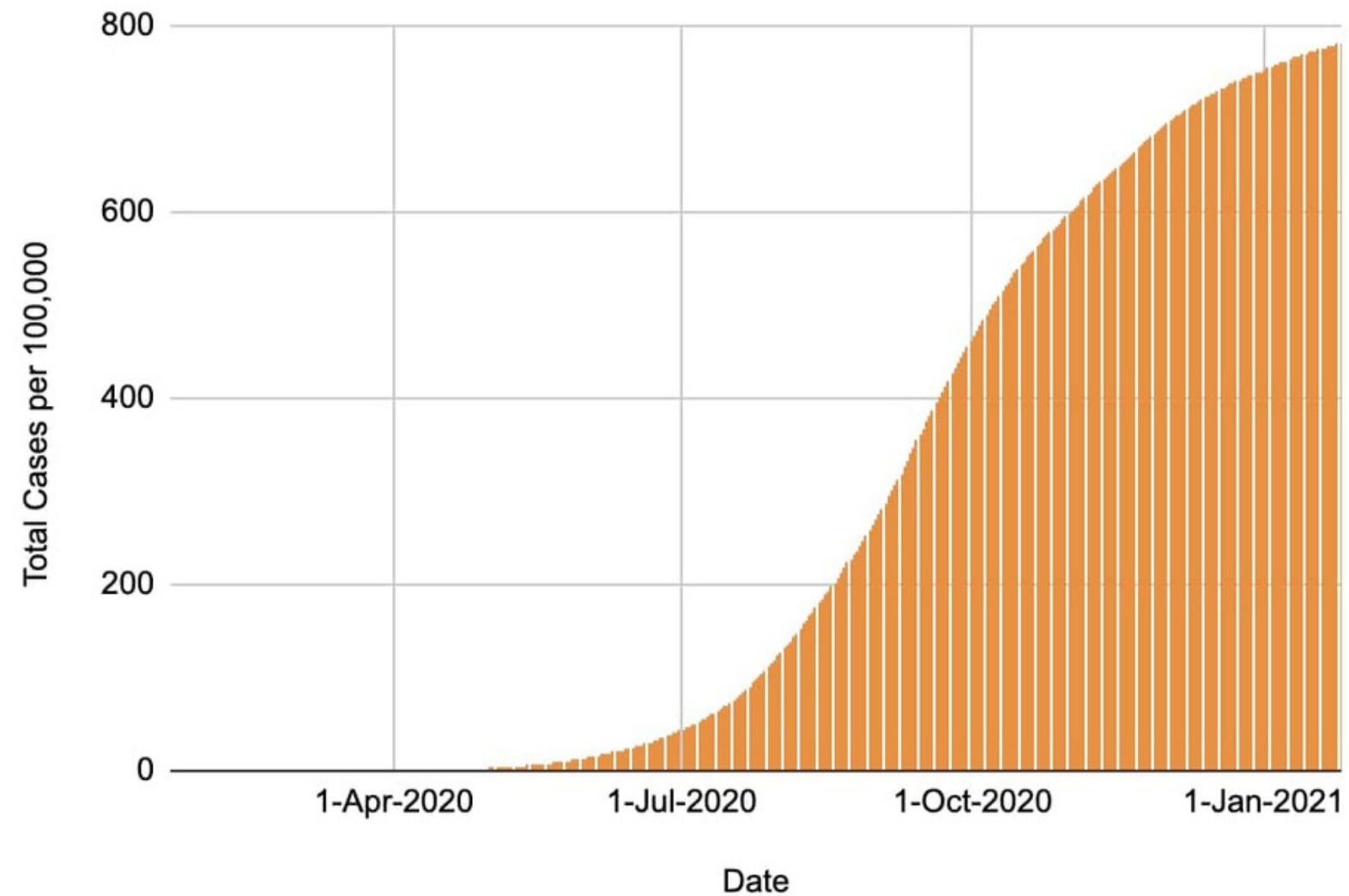
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Representative, 2nd District Marikina City

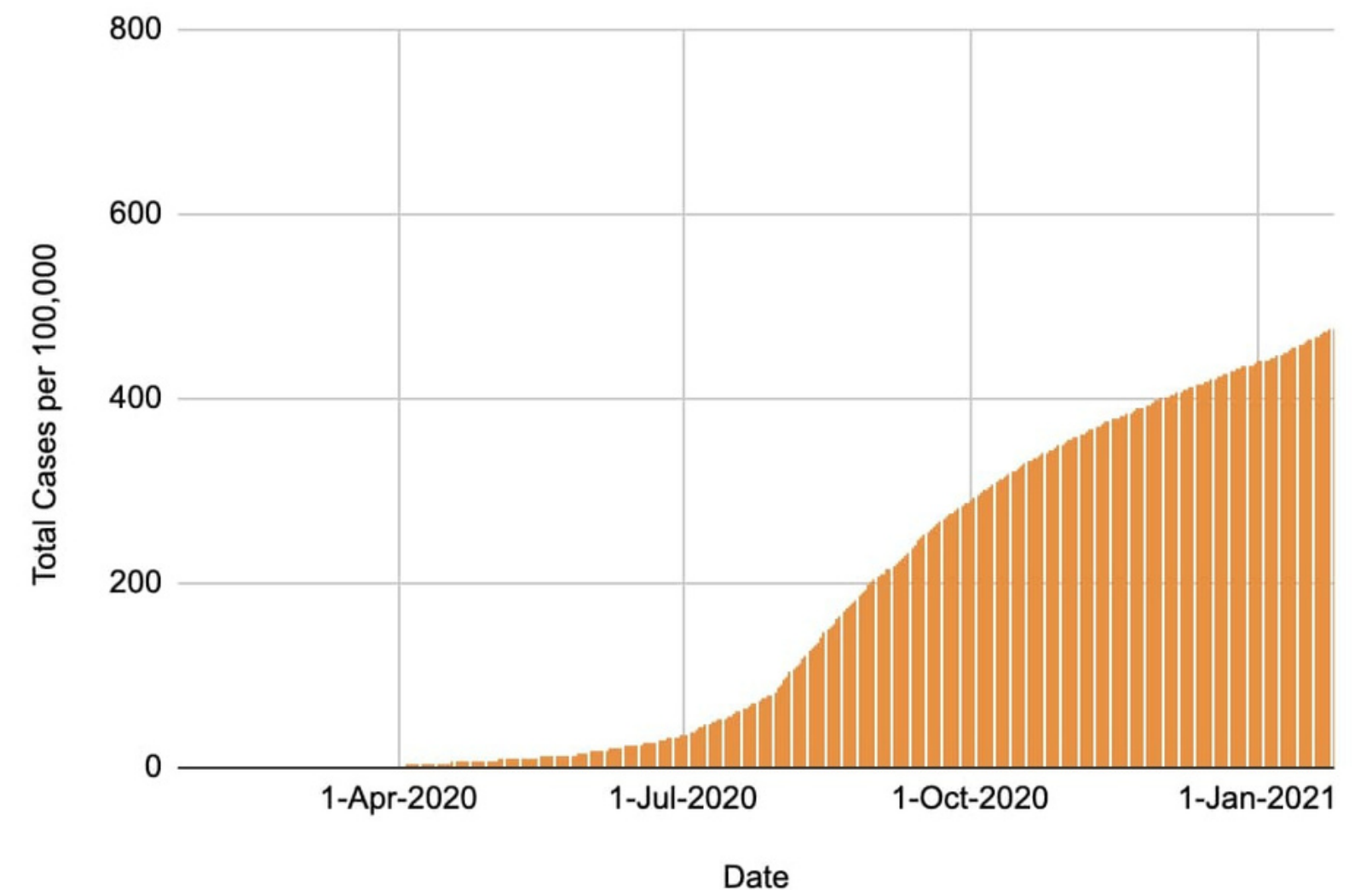
28 January 2021

# COVID-19 cases per 100,000 population

## *India*



## *Philippines*

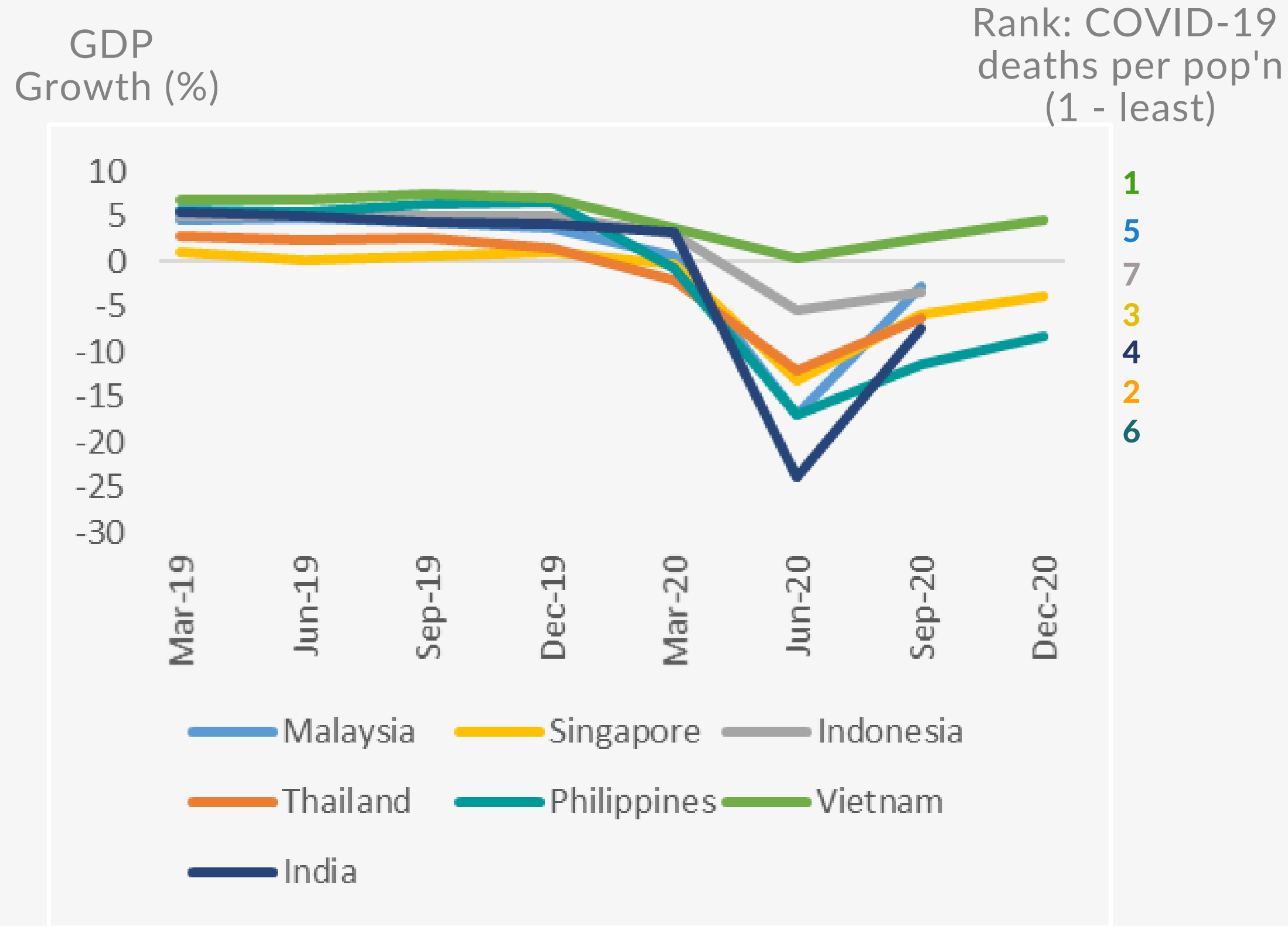


# COVID-19 in ASEAN+

## as of 27 January 2021

Country	Total Confirmed Cases	Total Deaths	Total Recoveries	Active Cases per 10k population	Total Deaths per 100k population	Hospital Beds per 10k population	Total Tests	Tests per 10k population	Cases/Tests
Malaysia	190,434	700	6,104	56.815	2.166	13	4,431,316	1,371	4.30%
Indonesia	1,012,350	28,468	820,356	5.958	10.373	12	5,883,540	214	17.21%
Philippines	516,166	10,386	475,423	2.770	9.478	5	7,624,444	696	6.77%
Myanmar	137,957	3,069	122,116	2.289	5.501	9	1,683,744	302	8.19%
Thailand	14,646	75	10,892	0.528	0.108	21	1,286,671	185	1.14%
Singapore	59,366	29	59,066	0.463	0.496	18	6,315,357	10,793	0.94%
Brunei	176	3	169	0.091	0.686	28	90,111	2,060	0.20%
Cambodia	460	0	412	0.024	0.000	8	150,000	75	0.31%
Vietnam	1,551	35	1,430	0.009	0.036	26	1,469,955	151	0.11%
Lao PDR	44	0	41	0.007	0.000	15	102,017	233	0.04%
India	10,689,527	153,724	10,359,305	1.292	1.13	5	190,148,020	1,392	5.62%

# ASEAN+ GDP Figures



## PHILIPPINES

### GDP contraction in 2020

- Q1: -0.7%
- Q2: -16.9%
- Q3: -11.4%
- Q4: -8.3%

### Total losses in 2020

- P3.2 trillion (~USD 64 billion)

# PH COVID-19 Stimulus Highlights



## Bayanihan I signed

Focus on health response and social amelioration

**MAR. 24, 2020**

## ARISE Bill was approved by HOR.

Comprehensive P1.3-trillion economic response plan

**JUNE 4, 2020**

## Bayanihan II signed

Economic response worth P165 billion

**SEPT. 11, 2020**

## Bayanihan III bills filed

Supplemental economic recovery measures, P400 billion

**NOV. 2020**

## CREATE Bill was passed by Senate

Propose reforms in the corporate tax and fiscal incentives system

**NOV. 26, 2020**

## FIST bill ratified by both Houses of Congress

Helps banks sell off non-performing loans

**DEC. 16, 2020**

## ₱4.5 T budget of the national government signed

"Recovery budget" - in response to COVID-19 crisis

**DEC. 28, 2020**

# COVID-19 Response Measures

	Bayanihan 1	ARISE Bill (Year 1)	Bayanihan 2	Bayanihan 3
Worker subsidies	✓ (51 B)	110 B		100 B
Education subsidies		15 B	8.9 B	5 B
Households affected by COVID-19	✓ (200.98 B)		6 B	70 B
Cash-for-work programs	✓ (7.44 B)	30 B	13 B	30 B
Health spending	✓ (48.23 B)	10 B	40.525 B	25 B
Capital infusion to GFIs		165 B	55 B	
Support to priority sectors (e.g. MSMEs, transport, tourism, agriculture, export manufacturing, education)	✓	58 B (DOT) 70 B (DOTr) 66 B (DA) 54 B (DTI)	4.1 B (DOT) 9.5 B (DOTr) 24 B (DA)	100 B (DTI)
Typhoon-affected areas				70 B
Infrastructure		130 B		✓
Assistance to LGUs	✓ (37.5 B)		3.5 B	
Overseas Filipino Workers	✓ (2.5 B)		820 M	
National athletes			180 M	
Digitizing licensure exams			2.5 M	
Regulatory relief for businesses	✓	✓	✓	
Credit mediation for MSMEs		✓		✓
TOTAL		708 B	165 B	400 B

# COVID-19 Response in the 2021 National Budget

## HEALTH SECTOR



DOH  
31.4 B

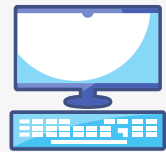
## ECON RECOVERY



DA  
18.9 B



DOLE  
11.3 B



DOST  
847.8 M



DOT  
671.6 M



DOTr  
122.6 B



NIA  
19.2 B



DTI  
10.1 B



DPWH  
589.8 B

## COVID-19-TAGGED AGENCY EXPENDITURES



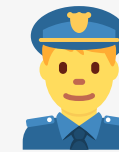
DA  
1 B



DepEd  
20.4 B



DHSUD  
500 M



DILG  
21.3 M



DOLE  
6.1 B



DND  
1.1 B



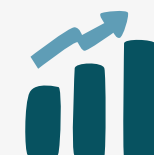
DSWD  
2.2 B



DPWH  
1 B



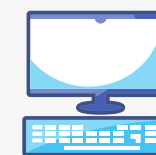
DOT  
61.1 M



NEDA  
758.2 M



DOJ  
91.6 M



DOST  
349.5 M



JUDICIARY  
400 K

## COVID-specific?

P 838.4 B

TOTAL

– P 590.8 B

DPWH

P 247.6 B

TOTAL  
LEFT



# Funding for COVID-19 response

As of December 15, 2020:

- DOF has raised USD 13.364 billion (PHP 668 billion) from foreign loans and grants for COVID-19 response
  - USD 12.72 billion for budgetary support o/w USD 10.77 billion has been disbursed to the government
  - USD 641.36 million contracted for COVID-19 projects

For January to November 2020:

- Net change-in-cash, Treasury: P 1.3 trillion







# Moving Forward: COVID-19 Vaccine

- Budget Allocation
  - Bayanihan 2: P10 billion (standby funds until June 2021)
  - 2021 National Budget: P72.5 billion (P70 unprogrammed funds)
- Easing procurement (Bayanihan 2 and 3)
- Covered population based on contracted vaccines (Bloomberg)
  - India: 1.17 billion people (85%)
  - Indonesia: 133 million people (50%)
  - Malaysia: 15 million people (46%)
  - Thailand: 32 million people (45%)
  - Philippines: 39 million people (36%)
- Government must assess its readiness to procure and roll out a vaccination program
  - FDA guidelines and standards
  - Logistical constraints (cold storage, personnel)
  - Information to boost vaccine confidence (32% willing, 21% unsure, 47% not inclined - Pulse Asia)



# Moving Forward: Structural reforms for economic resilience

- Reforming regulatory restrictions in the Constitution
- Social protection
- Digital infrastructure
- Financial inclusion
- Health sector capacity
- Environmental concerns, including flood control

# Thank you!