



14 July 2014

HON. RAMON R. JIMENEZ, JR.

Chairman and DOT Secretary

HON. DOMINGO RAMON C. ENERIO III

Chief Operating Officer

TOURISM PROMOTIONS BOARD

4/F Legaspi Towers 300, Roxas Blvd.

Corner P. Ocampo St., Malate, Manila

**RE : INELIGIBILITY OF TPB TO GRANT FY 2013
PERFORMANCE BASED BONUS (PBB) AND
PERFORMANCE BASED INCENTIVE (PBI)**

Dear Secretary Jimenez and COO Enerio,

Please be advised that the **TOURISM PROMOTIONS BOARD (TPB)** has failed to fully meet the conditions and requirements to qualify for the grant of PBB to its Officers and Employees for FY 2013 under **GCG MEMORANDUM CIRCULAR (MC) No. 2013-05 (RE-ISSUED)** and the *Checklist of Documents to be submitted by GOCCs to Qualify for the FY 2013 Performance-Based Bonus (PBB)*. This is based on the:

1. Failure of TPB to achieve a weighted-average score of at least 90% on its 2013 Performance Scorecard (see **Annex A**);
2. Review by the GCG of the completeness of required submissions from TPB for PBB FY 2013, including compliance with Good Governance Conditions specific to the GOCC Sector;
3. Validations received from the Civil Service Commission (CSC), PhilGEPS, the Department of Budget and Management (DBM), and the A.O. No. 25 Inter-Agency Task Force (IATF) Secretariat, pursuant to the directive by the IATF.

Based on the foregoing, the GCG hereby declares TPB **INELIGIBLE** to grant the PBB to its Officers and Employees. Consequently, pursuant to GCG M.C. No. 2013-06 (Re-Issued), failure to qualify for PBB means that the Appointive Members of the Governing Board of TPB shall also not be qualified to receive the Performance-Based Incentive (PBI).

FOR YOUR INFORMATION AND GUIDANCE.

Very truly yours,

BY AUTHORITY OF THE COMMISSION


CESAR L. VILLANUEVA
Chairman

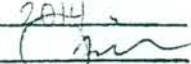

MA. ANGELA E. IGNACIO
Commissioner


RAINIER B. BUTALID
Commissioner

Cc: DOF Secretary CESAR V. PURISIMA
DBM Secretary FLORENCIO B. ABAD
COA Chairperson MA. GRACIA M. PULIDO-TAN
COA Resident Auditor – TPB

TOURISM PROMOTIONS BOARD
Office of the Chief Operating Officer

RECEIVED

Date: 18 July 2014
Received by: Gimo 

TOURISM PROMOTIONS BOARD (TPB)
Interim Performance Scorecard

GOCC SUBMISSION					CGO-A EVALUATION			
Indicator	Weight	Target	Score	Rating	Score	Rating	Supporting Documents	Findings
MFO 1 – International and Domestic Tourism Promotions Services								
Quantity 1: No. of international tourist arrivals based on TPB's market area	5%	4.4 million	4.06 Million	4.61%	4.06 Million	4.61%	TPB Annual Report	Acceptable
Quantity 2: No. domestic travellers	5%	41.63 million	No score reported		No score reported			
Quantity 3: No. of marketing materials developed	5%	a) Brochures and Print Collaterals- Primer, Reprint of Omnibus Interim – 10 kinds	3 kinds a.1) Interim Brochures; a.2) 1st print a.3) Reprint	4.50%		0.00%	None	Due to non-submission of supporting documents, GCG was unable to validate the reported score.
		b) Posters – 10 kinds	10 kinds					
		c) Destination Brochures – 6 kinds	3 kinds c.1) Mini guidebook c.2) Booklet on Philippines c.3) Philippines Magazine with Action Asia					
		d) Calendars	Calendars					
		e) Kit Folders – 1	Kit Folders					

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GOCC SUBMISSION					CGO-A EVALUATION			
Indicator	Weight	Target	Score	Rating	Score	Rating	Supporting Documents	Findings
Quantity 4: No. of Marketing Communications Placed	10%	a) TV Spots – 10,000 (1/10)	TV Spots - 3,877	11.12%		0.00%	None provided	Due to non-submission of supporting documents, GCG was unable to validate the reported score.
		b) Digital Impressions: 464.4 Million	Digital Impressions: 1.27 Billion					
		Clicks: 5.49 Million	Clicks: 384,572					
		Click Thru Rate: 0.30% (5/10)	Click Thru Rate: 0.26%					
		c) Print Placement Inserts – 167 (2/10)	Print Placement - 416 inserts					
		d) OOH (outdoor ads) – 1.88 Million sites (1/10)	No score reported					
		e) Cinema with estimated viewership of 7.5 Million (1/10)	7.53 Million viewership					
Quantity 5: No. of international and domestic events (eg. roadshows, business events, travel fairs, and familiarization trips)	20%	204	208	20.39%	208	20.00%	TPB Annual Report	Acceptable
Quality 1: Rank of the Philippines in the Top	5%	16 th place out of 43	14th Place out of 43 countries	5.61%	13th Place out of 48	5.00%	Report from UN World Tourism Organization	Based on the Performance Agreement, data provider is

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Destination in Asia Pacific		countries			countries		(UNWTO)	<p>the Pacific Asia Travel Association, but supporting document and the actual score reported came from the UNWTO.</p> <p>Based on the UNWTO Tourism Highlights, 2014 Edition, in 2012 out of 48 countries in Asia and the Pacific, the Philippines ranked 14th in terms of international tourist arrivals. This is in contrast to the baseline figure provided by TPB which is 17th out of 43 countries. Due to the misrepresentation in the baseline, the 2013 target is not reflective of the intention of the Commission during the negotiation, which is to move the country's rank by two spots up. However, considering that there was an improvement in the ranking of the Philippines, the rating of 5% for this indicator is accepted.</p> <p>For 2014, revise the target to Move two spots up from last year's spot (11th place).</p>

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Quality 2: Level of awareness within the TPB's priority market area	5%	Establish awareness data in each of the 12 priority areas	No score reported		No score reported			
Timeliness: No. of days from Board Approval, for the final project plan to be formally submitted to the Board (specific for international and domestic events)	5%	90 calendar days	90 calendar days	5.00%	90 calendar days	0.00%	None provided	Due to non-submission of supporting documents, GCG was unable to validate the reported score
	60%			51.23%		29.61%		
MFO 2 – Assistance in MICE Events Services								
Quantity: No. of international and local MICE events assisted, organized and/or supported	10%	104	118	11.35%	118	10.00%	Tally of Major Programs and Projects 2013	Acceptable
Quality 1: Ranking of the Philippines as a MICE destination – Global ICCA	5%	Rank 47 out of 104 countries	44th out of 113 countries	5.77%	49th out of 113 countries	0.00%	Country and City Rankings 2013: Worldwide Rankings International Congress and Convention Association (ICCA)	Based on the International Congress and Convention Association (ICCA) 2013 Country and City Rankings, the Philippines ranked 49 th out of 113 countries and 49 th /50 th out of 109 countries in 2013 and 2012, respectively. Examination of the report from ICCA shows that countries were ranked according to the number of meetings conducted in a year. Although there are

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Indicator	Weight	Target	Score	Rating	Score	Rating	Supporting Documents	Findings
								<p>countries with the same number of meetings, ICCA provided them separate ranks instead of ranking them all in a single spot. In 2012 both Philippines and Cyprus had 48 meetings therefore sharing the 49th and 50th rank.</p> <p>For 2014, revise target to show Move two spots up the ranking from last year's spot (47th)</p>
Quality 2: Ranking of the Philippines as a MICE destination – Asia Pacific ICCA	10%	Rank 12 out of 31 countries	13th place out of 44 countries	13.00%	13th place out of 44 countries	0.00%	Country and City Rankings 2013: Asia Pacific and Middle East Rankings	<p>Recommended zero rating since the target of the Philippines ranking 12th was not achieved.</p> <p>For 2014, revise target to show Move two spots up the ranking from last year's spot (11th).</p>
Timeliness: No. of days from receipt of formal request to evaluate and approve assistance to MICE events	5%	30 working days	30 working days	5.00%		0.00%	None provided	Due to non-submission of supporting documents, cannot validate the reported score
	30%			35.12%		10.00%		

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Timeliness: No. of days from receipt of formal request to evaluate and approve assistance to MICE events	5%	30 working days	30 working days	5.00%		0.00%	None provided	Due to non-submission of supporting documents, cannot validate the reported score
	30%			35.12%		10.00%		

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Indicator	Weight	Target	Score	Rating	Score	Rating	Supporting Documents	Findings
General Administrative Services								
Ratio of Promotion and Marketing Activities Expenses to Total Tourism Promotions Fund Received for the year (i.e. NG Subsidy, Share of DFPC, International Airports & Seaports, and PAGCOR)	5%	80% (P&M)	84% (M & P) Marketing and Promotions Fund: ₱1,568,266,172 Marketing Activities Expenses: ₱1,321,718,380	5.25%	84%	5.00%	Sources and Uses of Funds	Acceptable
ISO Certification	5%	Core Processes Manualized (Admin and Marketing)	8 Core Processes	5.00%		0.00%	None provided	Based on the GQMSS action plan submitted, the ISO Certification Process started in March 2014. The Manualization of the 8 core processes as claimed by the TPB was done outside the ISO Certification Process. The indicator and target set for 2013 is a timeline or an achievement of a milestone in the ISO Certification process. Hence the reported score cannot be accepted.
	10%			10.25%		5.00%		
TOTAL	100%			96.60%		44.61%		

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