(greetings ...) Ladies and gentlemen, Good Afternoon!

This is the first time that I will be reporting to the Sangguniang Panlungsod and the people of the City of Surigao, the accomplishments of the local government in the year 2010 and the thrusts and directions that my administration would be pursuing this year and in the years ahead.

But first of all, allow me to take this chance once again to express my gratitude to my fellow Surigaonons for finally giving me the opportunity to serve them. The mandate that you have bestowed upon me serves as my insipiration as I carry on the task of finally putting into action my dreams and aspirations for the development of our city.

FISCAL ADMINISTRATION

The city’s income last year totaled almost half a billion pesos and this increased by 11.15% compared to that of 2009. In the last five (5) years, the income of the city grown at a rate of 9.67% per annum. From only P360 million in 2006, this increased to more than P499 million last year.

Of the total income we have in 2010, more than 96% comes from our regular sources consisting of our local revenues from taxes, fees, and
income from economic enterprises, and our share of the internal revenue allotment (IRA).

It is however sad to note that being a small city, we remain dependent on our IRA share by as much as 73% last year. This however was reduced a notch lower than the 74% IRA dependency of 2009.

For locally-generated revenues, we have maintained almost the same level of our income from local sources at more than P117 million compared to the previous reporting period. Income from economic enterprises remains the major contributor accounting for more than 24% of the total. This is followed by business taxes at 20%, service income at 18% and real property taxes at 13%.

What is notable for last year’s performance of our income from local sources is that all major contributors exhibited income increases compared to that of the previous reporting year.

Total expenditures for 2010 is more than P489 million with 58% of it going to general public services constituting the bulk of the city’s administration and governance functions. More than P129 million went to social services accounting for as much as 27%, economic services 9%, loan amortizations 4% and the remainder 2% under the special education fund.

All in all, our fiscal policies and administration performed well, with other critical indicators rating either excellent or very high based on the local governance performance management system (LGPMS). Our Debt Service Ratio at 4.59% is considered excellent, way below the maximum allowable 20% and within the ideal 0-8% ratio. The profitability rate of our economic enterprises at 17% is considered very satisfactory, just a notch
below the ideal more than 20% profitability rate. Our cost to collection ratio at 20% is also very satisfactory, although we will be looking into reducing this further to meet the ideal of less than 10%. Our personnel services expenditures at 30% is also way below the maximum allowable of 45%.

<table>
<thead>
<tr>
<th>PERFORMANCE AREA</th>
<th>2010</th>
<th>IDEAL</th>
<th>BENCHMARK</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt Service Ratio</td>
<td>4.59%</td>
<td>0–8%</td>
<td>Not more than 20%</td>
</tr>
<tr>
<td>Economic Enterprise Profitability Rate</td>
<td>17%</td>
<td>More than 20%</td>
<td>–10 to 10%</td>
</tr>
<tr>
<td>Cost to Collection Ratio</td>
<td>20%</td>
<td>Less than 10%</td>
<td>21–30%</td>
</tr>
<tr>
<td>Real Property Tax Accomplishment Rate</td>
<td>77%</td>
<td>More than 81%</td>
<td>41–60%</td>
</tr>
<tr>
<td>Personnel Services Expenditures</td>
<td>30%</td>
<td>–</td>
<td>Not more than 45%</td>
</tr>
</tbody>
</table>

TRANSPARENCY

In accordance with the provisions of the Anti Red Tape Act of 2007, the city has sustained the required procedures and mechanisms for greater transparency in its operations, transactions and services provision. Among the procedures adopted and sustained are: the posting of service procedures and flow charts, the annual state of the city report, the executive weekly report during flag raising ceremonies, and the posting of relevant information and other updates at the city’s website.

CITIZEN PARTICIPATION

The local special bodies such as the City Development Council, City School Board, City Health Board, the Peace and Order Council and the now City Disaster Risk Reduction Management Council which is the former City Disaster Coordinating Council, has been reorganized under the new term 2010-2013 to continue to perform its mandated functions with the required balance of representation and participation from the non-government sector.
We have facilitated the registration and accreditation of various civil society organizations (CSO). There were a total of 38 organizations who were accredited last year. A convention for all accredited non-government organizations (NGO), people’s organizations (PO), professional organizations and socio-civic organizations was held last September 15, 2010. The purpose of the CSO/NGO convention was to facilitate the membership of the CSO’s to the city’s local special bodies and other committees.

Seven (7) organizations joined the City Peace and Order Council, six (6) to the City Health Board, six (6) to the Anti-Drug Abuse Council, nine (9) to the Disaster Risk Reduction and Management Council, four (4) to the Solid Waste Management Board and all 38 in the City Development Council.

LOCAL LEGISLATION

For the past year 2010, under the current leadership of Vice Mayor Danilo C. Menor and his predecessor then Vice Mayor Rico Salvador A. Sering during the first half of the year, the Sangguniang Panlungsod passed 284 Resolutions, 14 of which are for the enactment of City Ordinances and 66 are for the passage of Appropriation Ordinances.

<table>
<thead>
<tr>
<th>Ordinance Number</th>
<th>KEY LEGISLATIONS PASSED</th>
</tr>
</thead>
<tbody>
<tr>
<td>300</td>
<td>Regulating the Issuance, Renewal, and Amendment of Franchises for the Operation of Tricycles for Hire, Imposing Charges Therefor.</td>
</tr>
<tr>
<td>303</td>
<td>An Ordinance Governing the Operation and Administration of the Surigao City Luneta Pavilion and Museum, Fixing the Rentals Therefor.</td>
</tr>
<tr>
<td>304</td>
<td>An Ordinance Requiring Banks, Pawnshops, Lending Institutions, and Gasoline Stations to Install Close Circuit Television Cameras (CCTV) and Video Recorders in their Premises.</td>
</tr>
<tr>
<td>305</td>
<td>An Ordinance Increasing the Rate of Fare for Motorized Tricycle for Hire Operating in the City of Surigao.</td>
</tr>
<tr>
<td>307</td>
<td>An Ordinance Providing Venue for the Trade Fair, Closing Certain City Streets or Portions Thereof.</td>
</tr>
<tr>
<td>310</td>
<td>An Ordinance Standardizing Curfew Regulations for Minors within Surigao City.</td>
</tr>
</tbody>
</table>
The second half of the year also saw the reorganization of the Committees, Chairpersons and Membership of the Sangguniang Panlungsod under the current term 2010-2013.

In complementing the legislative initiatives, we have implemented an ordinance(s) approved seven (7) years ago which provided for the collection of parking fees along the Luneta area last November 2010. Collections made out of this initiative averaged around P700 to P800 per day.

PLANNING & PROJECT DEVELOPMENT SERVICES

The project proposals prepared by the planning office were favourably considered for implementation by various funding agencies/overseas development assistance (ODA) donors, accessing a total project amount of no less than P34.9 million in 2010, the bulk of which is under the Mindanao Rural Development Program (MRDP).

We have continued to avail of the GEM-USAID barangay infrastructure development support in the amount of over P4.0 million, the UNDP-AusAID technical assistance for integrating disaster risk reduction in our land use plans, and the agricultural development support of more than P29 million under the Mindanao Rural Development Program.

<table>
<thead>
<tr>
<th>Name of Project</th>
<th>Donor</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. GEM-USAID Funded Projects (Brgy. Infra. Projects III)</td>
<td>USAID</td>
<td>4.644 million</td>
</tr>
<tr>
<td>2. Rural Development Program (MRDP)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>a. Rural Infrastructure Component</td>
<td>World Bank (WB)</td>
<td>29.303 million</td>
</tr>
<tr>
<td>b. Community Fund for Agricultural Development</td>
<td>World Bank (WB)</td>
<td>27.303 million</td>
</tr>
<tr>
<td>3. Integrating Disaster Risk Reduction and Climate Change Adaptation into</td>
<td>UNDP-AusAID</td>
<td>estimated project cost</td>
</tr>
<tr>
<td>Comprehensive Land Use Plan</td>
<td></td>
<td>is P1.0 million</td>
</tr>
<tr>
<td></td>
<td></td>
<td>downloaded thru LGU-</td>
</tr>
<tr>
<td></td>
<td></td>
<td>SdN, NEDA &amp; HLURB</td>
</tr>
</tbody>
</table>
The continuing digital parceliary map development now covering all barangays of the city is about 60%-65% completed. This is part of the sustained implementation of the Surigao Land Administration and Management Project which among others cover the development of a land records management information system utilizing geographic information system.

**HUMAN RESOURCE DEVELOPMENT & MANAGEMENT**

We sustained the provision of regular employee benefits like the year-end benefits and cash gift including the implementation of the salary increases provided for in the Salary Standardization Law (SSL-3). Additional cash benefits like the productivity enhancement incentive allowance were also given to all employees. 130 qualified employees were also given step increment increases. Service awards for those who have reached 30 years in service were given to seven (7) employees. 26 employees were granted retirement benefits and 62 were issued appointments.

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Number of Employees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salary Increase (SSL-3)</td>
<td>All permanent employees</td>
</tr>
<tr>
<td>Productivity Enhancement Incentive Allowance</td>
<td>All employees</td>
</tr>
<tr>
<td>Step Increment</td>
<td>130</td>
</tr>
<tr>
<td>Service Award (30 years in service)</td>
<td>7</td>
</tr>
<tr>
<td>New Appointments (original &amp; promotion)</td>
<td>62</td>
</tr>
<tr>
<td>Retirement</td>
<td>26</td>
</tr>
</tbody>
</table>

Related policies for human resource selection, performance appraisal and promotion system are in line with the existing mandate and requirements of our Level II accreditation by the Civil Service Commission.

Through our Public Employment Service Office (PESO) we also continue to support employment promotions. A total of 4,208 skilled and unskilled applicants were registered, with 3,908 placed for local employment and 26 for overseas employment. The implementation of Special Program for Employment of Students was sustained benefitting 150 student workers last summer.
HEALTH & NUTRITION

The city government strengthened its delivery of quality health care to the public particularly in the area of maternal and child health care and the prevention and control of communicable diseases.

Birthing homes were established in three (3) district health centers – San Juan, Luna and Washington to address the need for more obstetric facilities in the city. Such was in line with the campaign of the Department of Health that all births should be delivered by a skilled birth attendant (SBA) or skilled health professional (SHP) and deliveries done in a health facility. The Birthing Home in Barangay Buenavista as well as the health facility in Barangay San Jose provided birthing services to residents in the island barangays.

A comprehensive nutrition program which included deworming, vitamin supplementation, supplemental feeding, and provision of nutrition information was implemented with the assistance of non-government organizations and private companies like the Fruitful Harvest Ministry, Inc. and the Greenstone Mining Corporation. The Department of Education (DepEd) strengthened the implementation of the SAPAGKAT (Sapat na Pagkain para sa Lahat) program in order to address the prevalence of malnutrition among elementary and secondary school children. As a result, we were able to bring down the prevalence rate of malnutrition among preschool from 13.41% in 2009 to 9.62% in 2010.

The cases of dengue increased slightly in 2010 by about 15.2% compared to the previous year. However, despite the increase, our intensified campaign against this killer disease was able to reduce the fatality rate from 0.46% in 2009 to 0.28% last year.
Other vital health indicators like the infant mortality rate, and the under five (5) mortality rate have also reduced although there is a slight increase in the maternal mortality rate with an increase of one (1) case recorded from two (2) in 2009 to three (3) last year.

We have also inaugurated early last year our own Center for Mental Health which has served 52 patients. We also opened up the Regional Drug Treatment and Rehabilitation Center in Barangay Anomar late last year, further increasing the capabilities of our health facilities here in the locality. To date, we are already starting the construction of the Basic Emergency Maternal Obstetric and Neonatal Care facility at the city boulevard.

EDUCATION

We invested about P11 million from the Special Education Fund to support the operations of the Local School Board and for other special purposes such as: Student Educational Development, Alternative Learning System, Special Education for the differently-abled and the Mentally Gifted, Titling of school sites and Physical Fitness program. P435,000.00 of this were used to provide support for 126 school board teachers and 20 non-teaching staff. An additional P1.2 million from the general fund was also used to finance 13 various school-based infrastructures.

Aside from the regular maintenance, repair and improvement works, the city put up a total of 29 new classrooms last year: 12 in the elementary and 17 in the secondary level. These were made possible out of the combined efforts of our national agencies, our barangays and of course the donations coming from the private sector, especially the Federation of Filipino Chinese Chamber of Commerce and Industry, and the World Vision-supported League of Intimates Service Oriented (LISO). Let us give these
groups a big round of applause for their sustained effort in promoting quality education.

Complementing our school building program is our sustained implementation of the city scholarship program which benefitted 368 students enrolled in various tertiary institutions of our city.

Allow me to present and acknowledge the recognitions achieved by our city schools division in the previous school year:

- 2nd runner-up, 2010 Most Outstanding ALS Education supervisor of the Philippines, Ms. Elizabeth Sering-Larase
- Top 15, 2010 National EHCP Exhibit Contest, 2nd National School Health Summit, Dr. Annaliza A. Lerio
- 4th Place Cheerdance, National Cheez Wiz Palamantasan Cheer Dance Competition, Surigao City Pilot School
- 4th Place, Science Investigatory Life Science, Team Category, 7th National Science Quest Field, Caraga Regional Science High School
- 4th Place, Science Investigatory Life Science, Individual Category, 7th National Science Quest Field, Caraga Regional Science High School

In the area of technical-vocational education, the city government sustained its Livelihood Training and Productivity Program through the operation of the Livelihood Training and Productivity Center in Barangay Luna. Over 1,000 trainees in three batches were able to complete short term technical-vocational courses, with Basic Computer Education posting the most number of enrollees.
The Technical Education Skills Development Authority (TESDA) also pushed its industry partnership strategy last year. The TESDA incooperation with the Pacific Cement Co.(PACEMCO), Inc. launched the “Espesyalistang Mason” program which is a basic and advanced skills training program to prospective and uncertified masons. Under said program, the trainee undergoes three (3) days theoretic and three (3) days practical training to qualify him/her for masonry national Certificate level II Assessment and inclusion in the national roster of TESDA-certified masons. To date, the program has produced 275 graduates, 154 of whom are certified.

SOCIAL WELFARE

In 2010, the city government, through the City Social Welfare Office, spent a total of P23.8 million for the implementation of local social welfare and development programs and services. Of this, P15.6 million was generated from external sources. This amount considerably augmented the P8.2 million program funds from the city’s coffers.

The Residential Center for Street Children in Brgy. Anomar continue to provide home care and other types of services to abused and neglected children. We have added a new facility in compliance with R.A. 9344, the Juvenile Justice and Welfare Act, the P2.5 million-Bahay Pag-as funded by the DSWD-Caraga Regional Office. This facility will serve as a transition...
home for children in conflict with the law and is expected to be operational this year.

2,327 preschool children were provided with early childhood care and development services in 87 day care centers and 68 supervised neighborhood plays all over the city. This included year-round sessions on value inculcation, motor development, language competency, cognitive and adaptive skills and spiritual development. Early childhood education was also offered in public and private preschools in the city. In 2010, an aggregate enrolment of 2,401 and 1,706 respectively was reported by the city schools division.

The City Population Office maintained the operation of the Surigao Youth Center for purposes of continually disseminating information on adolescent health and youth development. 26 new youth volunteers were recruited and trained and a summer camp was held attended by 52 youth delegates.

Through the City Social Welfare Office, we have revitalized the Pag-asan Youth Association of the Philippines (PYAP) in the barangay level. The PYAP is a national organization of out-of-school youths assisted by the DSWD through the conduct of various youth development activities. In 2010, 768 out of school youths were engaged in different activities under the Unlad Kabataan Program (UKP).

The city government, in partnership with the Loving Presence Foundation, Inc. (FPFI) further strengthened the implementation of the Community-Based Rehabilitation Program for Persons with Disabilities. During the celebration of the Sight Saving Month and the National Disability Prevention and Rehabilitation Week, the LPFI gave free cataract operations as well as cleft palate and harelip operations benefitting 141 individuals.
We have also implemented last year, the Comprehensive Pilot Intervention Plan against Gender Violence (COPIPAGV), which is funded by the Spanish Government. This project aims to promote gender sensitivity and equality and propel protection against exploitation, violence and all forms of discrimination against women. Over 1,200 women underwent an orientation on RA 9262 or Anti-Violence Against Women and their Children (VAWC).

Other welfare services include the following:

- pre-marriage counseling sessions to 378 would-be couples;
- mortuary aid to 165 members of the Federation of Association of Surigao City Senior Citizens, Inc. (FASCSCI) amounting to P3.3 million while P1.3 million in loan assistance was extended to qualified families by the Senior Citizens Credit Cooperative;
- P1.0 million in transportation, medical and burial assistance to indigent families and individuals in crisis through the Integrated Social Development Assistance program (ISDAP). Such included housing and food assistance provided to the 354 family-victims, or 1,652 individuals, of a major conflagration which occurred during the year;
- 14,705 indigent households were given access to adequate, quality health care services through the Philhealth Insurance coverage amounting to P6 million.
PEACE, SECURITY & DISASTER MANAGEMENT

The City registered a total crime volume of 673 with an average monthly crime rate of 41.24%. Of this, 472 or 70% were index crimes and 201 or 30% were non-index crimes. The rise in crime volume as compared to the previous year could be attributed to the lack of police personnel as evidenced by the low policeman to population ratio of 1:1,555, which is way below the standard ratio of 1:500 for urban areas.

To increase police visibility, an additional precinct was established in barangay San Juan, as well as a Tourist Police Station at the boulevard area.

Brgy. San Juan Police Precinct

Tourist Police Station at the City Boulevard
The Surigao City Fire Station, on the other hand, effectively contained 47 fire incidents in the city with estimated damages placed at P15.7 million. This included one (1) major conflagration in the middle of the year which displaced over 300 families. With an actual strength of 72 firefighters, the station was able to conduct year-round fire safety inspections and seminars to different establishments applying for business permits and electrical connections. In line with its Kiddie Junior Fire Marshall project, fire safety awareness campaigns were conducted at various public elementary schools. Fire brigades were also organized in Brgy. Rizal, Luna, Mabua, Mat-I, Cagniog, Bad-asay, Mapawa, Balibayon and Anomar to further strengthen and expand fire prevention efforts and activities.

The Quick Action Response Team (QART) proved to be invaluable in all aspects of disaster preparedness and emergency response. In 2010 the team made a total of 2,410 emergency responses, consisting mostly of emergency medical cases and vehicular accidents, saving lives in the process.

The Regional Disaster Coordinating Council (RDCC) of Caraga Region conferred the Gawad KALASAG Hall of Fame Award to the City Disaster Coordinating Council of Surigao for its exemplary performance in disaster management and for having maintained its title as Best City Disaster Coordinating Council in Caraga Region in 2007, 2008, 2009 and 2010.
SPORTS DEVELOPMENT & RECREATION

Two major sports activities were conducted by the city government through the City Sports and Physical Development Office last year.

The 1st Mayor Ernesto T. Matugas Open Marathon was launched in August 2010. There were a total of 190 participants. In November of the same year, the top ten finishers were sent to Butuan City to compete in the Regional Elimination Race of the National Milo Marathon, wherein three (3) competitors in the Women’s Division bagged major prizes.

In the last quarter of 2010, the 1st Mayor Ernesto Matugas Inter-School Basketball Tournament was held in the city. The said event was very successful owing to the overwhelming participation of all elementary, secondary and tertiary schools in both the private and public sector.

33 infrastructure projects involving the construction/repair of covered courts, multi-purpose buildings, stages and basketball courts were completed to serve as rest and recreation facilities that would promote physical fitness among our people.

AGRICULTURE & FISHERIES DEVELOPMENT

The heavy rains and flash floods at the start of 2010 followed by El Niño proved disastrous to our agricultural production especially on rice and corn resulting to production losses of 904 metric tons and 402 metric tons, respectively. The high cost of hybrid corn seeds further drastically brought down the area cultivated to corn from 176 hectares in 2009 to just 50 hectares by the end of 2010 further affecting its production. On the other hand, the very high cost in the fruit induction of mango is the main factor that pulled down the production performance of the commodity.
Banana, cassava, pineapple, and vegetables however sustained their 2009 upward production trend, with the continued showcasing of production techniques through demonstration farms.

<table>
<thead>
<tr>
<th>Commodity</th>
<th>Production (in metric tons)</th>
<th>Difference (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rice</td>
<td>34,113.8</td>
<td>2.65</td>
</tr>
<tr>
<td>Corn</td>
<td>552.10</td>
<td>72.83</td>
</tr>
<tr>
<td>Banana</td>
<td>155.80</td>
<td>12.96</td>
</tr>
<tr>
<td>Cassava</td>
<td>552.70</td>
<td>4.03</td>
</tr>
<tr>
<td>Mango</td>
<td>88.35</td>
<td>23.72</td>
</tr>
<tr>
<td>Pineapple</td>
<td>165.70</td>
<td>13.45</td>
</tr>
<tr>
<td>Vegetables</td>
<td>299.1</td>
<td>2.00</td>
</tr>
</tbody>
</table>

To augment production, the city through the agriculture office sustained the distribution of subsidized certified seeds under the Rapid Seed Supply Financing Project (RASSFiP). Trained Agricultural Extension Workers supervised and trained farmers under the Palay Check System. It was conducted in ten (10) mainland barangays (Trinidad, Mat-I, Pocotoy, San Roque, Rizal, Ipil, Cagniog, Orok, Nabago, and Capalayan) producing a total of 330 graduates.

The City Agriculture Office established several demonstration projects serving as technology show window to farmers such as vegetable and rootcrops production in Brgys. Luna, Ipil, Trinidad, Bonifacio, San Roque; Palay Check System Rice Demonstration Project in 10 barangays; Location Specific Technology Demonstration (LSTD) Project in Barangays Trinidad and Capalayan; Pineapple and Banana Cultural Practices Demonstration Project with a total area of more than 5.0 has. in Brgys. Balibayon and Silop; SL-8
Hybrid Rice Demonstration Project in Brgy. Mat-I, and Good Agricultural Practices Demonstration on Cassava Project in Brgy. Mabini. Central and satellite nurseries were maintained to produce assorted planting materials providing 9,133 seedlings of assorted fruit and hardwood trees to 168 individuals.

Fishery production showed a slight increase in 2010. Intensive campaign against illegal fishing was conducted in the territorial fishing grounds of the city and apprehended 11 suspects and the confiscation of 216 kilograms of assorted fishes.

A total of 43,300 pieces of Bangus fingerlings were distributed to 14 brackish water fishpond operators giving an initial production of 2.04 metric tons. Additional 34,000 pieces of tilapia/carp fingerlings were likewise given out to 23 freshwater fishpond operators. A total of 4.75 metric tons of seaweed propagules were also distributed to 18 seaweed growers at So. Lagundi, Barangay Aurora, this city and for the establishment of a seaweed nursery at Brgy. Manjagao, together with bundles of ropes, softie, and styrofloats with a total value of P120,000.00. BFAR also made possible the distribution of six (6) bundles of chicken wire for “fishpot fishing” or “Bobo” and two (2) bundles of fishing nets for fish cages to 14 fishermen beneficiaries.
With the assistance of BFAR, we were able to establish the Aquamarine Experimental Project showcasing the technology in the culture of bangus and prawn at Brgy. Day-asan and the test culture of oyster at Brgy. San Isidro. These projects will become the center of learning for fisherfolks who are interested to learn the culture techniques.

LIVESTOCK DEVELOPMENT

The livestock production was more or less level last year compared to that of the previous year except for swine which showed a considerable decline due to the high cost of feeds. The herein production of livestock was done with the assistance of the City Veterinary Office through natural breeding and artificial insemination.

Complementing such is the massive conduct of activities for animal disease prevention through vaccination which benefitted no less than 2,538 farmers and covering a combined number of more than 11,000 heads. Animal deworming activities were also intensified covering 51 barangays benefitting 3,718 livestock owners and more than 13,000 heads.

To provide additional income and improve the quality of life of rural folks, the animal dispersal and re-dispersal program was sustained. Under the Community Livelihood Emergency Employment Dispersal Program, a total of 42 heads of swine and 20 heads of goats were dispersed to 17 farmers in the barangays of Nonoc Island. The CVO also dispersed/redispersed a total of 80 heads of pigs, 17 head of cattle, 1 head of carabao and 23 heads of goat to different barangays benefiting a total number of 73 recipients.
For rabies eradication and prevention program a total of 2,729 dogs have been vaccinated and with 1,370 new registrants generating an income of more than P69,000.00. Registrants were issued dog tags as proof of registry and rabies immunization cards. The City Veterinary Office (CVO) sustained the catching and impounding of stray dogs within the city.

<table>
<thead>
<tr>
<th>Comparative Volume of Slaughtered Animals</th>
<th>Surigao City Slaughterhouse 2009-2010</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td></td>
<td>No. of Heads</td>
</tr>
<tr>
<td>Carabao</td>
<td>861</td>
</tr>
<tr>
<td>Cattle</td>
<td>1,178</td>
</tr>
<tr>
<td>Swine</td>
<td>18,937</td>
</tr>
<tr>
<td>Poultry</td>
<td>244,895</td>
</tr>
<tr>
<td>TOTAL</td>
<td>265,871</td>
</tr>
</tbody>
</table>

**Slaughterhouse Income 2010 = P4.3 million**

For year 2010, total animal slaughtered is 423,654 heads weighing 2,265.21 M.T. comprising of carabao, cattle, swine and poultry. The decrease of slaughtered carabao by 17.02 M.T. or 10.79% against year 2009 was attributed to the reduction of market demand of the consumers due to higher market cost and present economic crisis. The income generated by the operations of our slaughterhouse totaled P4.3 million last year.

Last year also marked the completion of the Surigao City Mini-Meat Processing Laboratory which was inaugurated last November 19, 2010. It is a joint project of the Department of Agriculture and the City Government of Surigao to provide a training ground for meat processing as an alternative livelihood program that will benefit the community. Funding of the equipment in the amount of P680,950.00 was granted by the Department of Agriculture while the city counterpart for related infrastructure works amounted to P 550,000.00. This is in line with my expressed policy during my inaugural address where I have declared that good and beneficial projects of the previous administration will be continued and/or completed while those which does not pass our impact and benefits review will be stopped.
EMPLOYMENT, BUSINESS DEVELOPMENT & INVESTMENT PROMOTIONS

A total of 3,388 business establishments were registered in 2010 reflecting a slight decrease of more than 1% compared to the previous year.

<table>
<thead>
<tr>
<th>TYPE</th>
<th>INVESTMENTS (in million PhP)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>Trading</td>
<td>49.744</td>
</tr>
<tr>
<td>Services</td>
<td>97.390</td>
</tr>
<tr>
<td>Manufacturing</td>
<td>6.246</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>153.380</strong></td>
</tr>
</tbody>
</table>

8.5% increase in total investments 1,906 jobs generated

Total business investments in 2010 amounted to P166.408 million. This increased by about 8.5% compared to 2009. The increase of business investments in 2010 was attributed to the increase in the manufacturing sector of about 31.30%, followed by the services sector at 12.57%. The trading sector showed a slight decrease of 2.36%.

The aggregate export value of the city and province increased by 103.34% from $104,420,075.68 in 2009 to $212,334,202.22 in 2010. This was attributed by the demand for Nickel Ore, of which China accounted for about 53% of the total export value; followed by Japan at 24%, and Greece by 11%.

Our trade development and promotion services through the efforts of the DTI generated a total sale of P2.833 million, a 76% increase compared against year 2009 of P1.60 million. Our local producers joined several trade fairs and expositions as part of our promotional activities.

TOURISM DEVELOPMENT

For the year 2010 the tourism sector posted a remarkable increase in tourist arrivals, reaching a total of 145,739. This was substantially higher by
27.48% from 114,324 in 2009. Foreign tourist arrivals posted a much higher increase of 31.21%. The number of meetings and conference delegates also increased by 10.47% and 24.61% respectively.

The significant growth was driven by many factors like the aggressive tourism marketing and promotion, the introduction of scuba diving as a new tourism product, and the resumption of regular flights to Manila and Cebu. Jobs generated totaled 2,350 and the estimated income from tourism last year totaled more than P4.372 billion.

The total number of rooms grew by 8.86% from 598 in 2009 to 651 in 2010 with the opening of new tourist inns. Occupancy rate continued to rise with the average of 33.72% compared in 2009 with only 27.61%.

NATURAL RESOURCE MANAGEMENT

The city government through the City Environment and Natural Resources Office (CENRO) sustained the implementation of various environmental management activities. In 2010, the CENRO initiated series of coastal clean-ups at Brgys. Canlanipa, Taft, San Juan, Ipil and Mabua; and mangrove planting activities at Brgys. Lipata, Nabago and Day-asan. These activities were participated by various sectors coming from the city and provincial government, national line agencies, academes, private institutions, non-government organizations and people’s organization. A total of 11,955 mangrove propagules were planted in 2010.
Tree planting activities were also maintained by the city government. In 2010, a total of 10,850 tree seedlings of various kinds were planted such as: falcata, mangium, mahogany and marang. Different sectors of the community participated in the reforestation programs particularly at the Parang-Parang Watershed in Brgy. Mabini and within the buffer zone of the city’s Sanitary Landfill in Brgy. Silop.

WASTE MANAGEMENT & POLLUTION CONTROL

The City General Services Office maintained the cleanliness of the city streets and national roads on a daily basis. In 2010, about 0.2086 sq. kms. of city streets including provincial and national roads were continuously cleaned and maintained. The total volume of garbage collected was about 31,580 cubic meters.

The city government sustained the implementation of Republic Act 9003, or the Philippine Ecological Solid Waste Management Act. Various orientation-seminars/lectures on ecological solid waste management were conducted in all schools and barangay residents within the city, and even down to a house to house campaign.

The level of consciousness of our residents in so far as waste segregation is concerned needs to be further enhanced. The pilot materials recovery facility in Canlanipa Homes showed that more than 80% of household waste collected are residual waste that has to be dumped into our Sanitary Landfill.
The city government invested the amount of P2.983 million for the acquisition of three (3) units reconditioned garbage compactors and one (1) unit open dump truck to further strengthen our garbage collection capability and augment our ageing fleet of support equipment.

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some reorganizational initiatives in our City Health Office under Dr. Aldine Morales, and we will look into the possibility of merging the Office of the City Population with that of the City Social Welfare and Development. We shall also continue to implement the increase in our employee salaries, wages and other benefits.

- As I have expressed earlier, projects started in the previous administration which proved beneficial to our people will be completed or further improved such as the following:
  - Full operation of the Sanitary Landfill. We have reassigned Engr. Elmer Tecson to the City ENRO together with Engr. Alan Pacqueo and we have also transferred the waste collection functions of the General Services Offices handled by Mr. Felipe Sulaplas so that a more integrated approach in waste management can now be pursued;
  - Full operation of the recently completed Meat Processing Laboratory at the City Slaughterhouse in Brgy. Poctoy;
  - Continuing improvement and development of the City Boulevard;
  - Development and improvement of water supply systems especially in the island barangays.

- Agricultural and fisheries development focusing on:
  - Construction and improvement of farm-to-market roads, other rural infrastructures, and livelihood assistance projects funded under the Mindanao Rural Development Program;
  - Farm mechanization through the expanded provision of rice threshers, farm tractors and other implements;
  - Development, repair and improvement of irrigation systems;
  - Intensification of coconut, corn and vegetable production;
  - Sustain and improve the on-going fish culture program in the island barangays;
  - Enhance the existing mariculture farm;
  - Alternative livelihood in the island barangays by developing some areas for coffee, cacao and vegetable production.

- Continuing clean-up and beautification of our city. Our focus will be the planting of trees or ornamental plants along major streets, parks, playgrounds and the city boulevard. Provision of public toilets in strategic locations just like what they have in other countries.
• Acquisition of brand new heavy equipments to replace our dilapidated equipments and augment our in-house capability in construction, maintenance and emergency response during disasters.
• Development of the new Public Cemetery so that we can finally phase the closing of the existing one which is severely congested.
• Promotion of private sector investments for commercial and industrial development. We will see the entry of major names in business that will operate here in our city like: the Gaisano Capital Mall, Citi Hardware, Unicity and Davao Central Warehouse among others. The proposed tuna cannery is also on the pipeline already.
• We will strengthen our partnership with the private sector to transform our city into a more tourist-friendly locality. I am thankful that our major hotels like Tavern and Gateway have already responded and undertaken the necessary improvements.
• Updating of our Comprehensive Land Use Plan and Zoning Ordinance integrating Disaster Risk Reduction.
• We shall intensify our efforts in maintaining peace and order in our city. In coordination with the city PNP, now under the command of P/Clnsr Rudy Elandag. Among others, our priorities will focus on:
  o Enhancement of promotional conduct inside and outside the station with special emphasis on public courtesy for civil relations, and the proper wearing of uniform and decorum.
  o Relentless campaign against criminality especially so that our local statistics last year show a rise in reported crimes. We are enjoining the public to be more vigilant in this regard.
  o Increase police visibility as a primary deterrent against crime. We shall be deploying foot and mobile patrols in strategic areas.
  o Strengthen police and community partnership. We shall continue to endeavor to make our policemen nearer to our people and easily accessible. We will continue training our Barangay Tanods and we have now distributed the information on the

FOR POLICE ASSISTANCE
CALL OR TEXT
SURIGAO CITY POLICE STATION
09289734520

A priority project of: HON. ERNESTO T. MATUGAS
P/CLNSR RUDY L. ELANDAG, MPA
City Mayor
CIC – Chief of Police

Sponsored by: P/CLNSR RCY G BAUTISTA – City Fire Marshal, BFP Surigao City
local PNP Hotline. This will allow us a more efficient crime reporting and response mechanism.

So, in closing ladies and gentlemen, allow me to thank all of you for making possible all the accomplishments we have made so far. We know for a fact that the city government cannot do this alone on our own. But with the cooperation of all sectors of our community, together we will stand proud and see the realization of our development vision. Thank you and a pleasant afternoon to all of you.