



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF BUDGET AND MANAGEMENT
 GENERAL SOLANO STREET, SAN MIGUEL, MANILA

CORPORATE OPERATING BUDGET

Fiscal Year 2024

TO: PHILIPPINE CENTER FOR ECONOMIC DEVELOPMENT (PCED)

Your Corporate Operating Budget (COB) for FY 2024 per approved Board Resolution No. 1, Series of 2024 dated March 15, 2024, submitted pursuant to Section 6 of Executive Order (EO) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of EO No. 292, series of 1987, is hereby approved for a total amount of **EIGHTY-SIX MILLION FIVE HUNDRED TWO THOUSAND PESOS ONLY (P86,502,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 86,557,000	P 86,557,000	P -
Corporate Funds	56,299,000	56,299,000	-
National Government (NG) Support	30,258,000	30,258,000	-
TOTAL USES	P 86,557,000	P 86,502,000	P (55,000)
Personnel Services (PS)	6,969,000	6,914,000	(55,000) a/
Maintenance & Other Operating Expenses (MOOE)	55,588,000	55,588,000 b/	-
Capital Outlays (CO)	24,000,000	24,000,000 c/	-
Excess	P -	P 55,000	P (55,000)

Footnotes:

a/ The variance of P55,000 pertains to the overprovision on the following PS items:

Particulars	Amount	
Salaries, Regular	P 10,000	} Computed based on the applicable rates for salaries, benefits, and allowances prescribed under Republic Act (RA) No. 11466 (Salary Standardization Law V), and Circular Letter No. 2022-6 dated April 6, 2022, among others.
Mid-Year and Year-end Bonus	38,000	
Employees Compensation Insurance Premium	3,000	
Pag-IBIG Contributions	3,000	
Retirement & Life Insurance Premium	1,000	
	P 55,000	

b/ The approved MOOE level is computed considering the PCED's absorptive capacity for the last three (3) immediately preceding years, wherein the highest Budget Utilization Rate is applied to MOOE items, except those covered by NG subsidy and contracts.

c/ The approved CO level considers the implementation-readiness of the projects and activities under the respective CO items which are expected to be completed within the year as certified by the PCED.

Notwithstanding the aforementioned variances in PS, the PCED still has the flexibility to modify its utilization within the DBM-approved budget level for items funded out of corporate funds.

Further, the following conditions shall be observed and complied with:

1. All expenditures, whether for current operating expenditures or for COs, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and NG budgetary support either in the form of subsidy, equity or loans outlay.
2. Any increase in the approved principal COB in the course of the budget year, as may be warranted by additional corporate receipts, shall require the submission of a supplemental COB to cover the additional expenditures.

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3. This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval by the Office of the President (OP). **Disbursements for PS shall strictly observe pertinent compensation laws, rules and regulations**, including EO Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively and EO No. 150 for Government-Owned or -Controlled Corporations (GOCCs) covered by RA No. 10149. Such expenditures shall also be subject to relevant conditions under the GPs of the annual General Appropriations Act (GAA) or any specific law or approval of the President of the Philippines and/or Secretary of Budget and Management or the Governance Commission for GOCCs, as the case may be.
4. Disbursements for Extraordinary and Miscellaneous Expenses and other MOOE expenditures shall be subject to the relevant provisions of the annual GAA, among others.
5. The equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, shall be secured before acquisition thereof. (e.g. Department of Information and Communications Technology for procurement of information and communication technology equipment covered by the GOCCs Information System Strategic Plan, and OP/Department of Budget and Management/Supervising Department for the purchase of motor vehicles, in accordance with the provisions of the Budget Circular No. 2022-01 [Omnibus Guidelines on the Acquisition, Use, Rental, and Replacement of Motor Vehicles], RA No. 9184 (Government Procurement Reform Act) and its Implementing Rules and Regulations, among others).
6. Electronic payment shall be observed in the disbursement of corporate funds. In case when the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. Pursuant to Administrative Order No. 6 dated September 19, 2017, no irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred. Furthermore, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed.
8. It is understood that this review action does not authorize any item of expenditure that is prohibited by or inconsistent with the provisions of law.
9. Any and all officials or employees who will authorize, allow or permit, as well as those who are negligent in the performance of their duties and functions which resulted in the incurrence or payment of unauthorized and unlawful obligation or expenditure shall be personally liable to the government for the full amount committed or expended and subject to disciplinary actions in accordance with Section 43, Chapter 5 and Section 80, Chapter 7, Book VI of EO No. 292.

Recommending Approval:

Approved:


Digitally signed by
Lulu P.
Vispo

for:
ELENA REGINA S. BRILLANTES
Director IV, BMB-C


ARMENAH F. PANGANDAMAN
Secretary, DBM

cf: **The Chairman**
Board of Directors, PCED

Assistant Commissioner Winnie Rose H. Encallado
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
COA - PCED

COB No. C4-24-0030

Date: APR 22 2024