



REPUBLIC OF THE PHILIPPINES

Department of Budget and Management
Malacañang, Manila

CORPORATE OPERATING BUDGET
Fiscal Year 2014

TO: PHILIPPINE CENTER FOR ECONOMIC DEVELOPMENT (PCED)

Your Corporate Operating Budget (COB) for Calendar Year 2014 per Board Resolution No. 3 dated October 29, 2013 submitted pursuant to Section 6 of Executive Order (E.O.) No. 518, s. 1979 and Section 19, Chapter 3, Book VI of E.O. No. 292, series of 1987, is hereby approved for a total amount of **THIRTY FOUR MILLION TWO HUNDRED FORTY FIVE THOUSAND PESOS ONLY, (P34,245,000)** details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 34,500,000	P 34,500,000	P -
Corporate Income	8,965,000	8,965,000	-
National Government Subsidy	21,000,000	21,000,000	-
Retained Earnings	4,535,000	4,535,000	-
TOTAL USES	P 34,500,000	P 34,245,000	P (255,000)
Personal Services (PS)	3,000,000	2,847,000	(153,000) a/
Maintenance & Other Operating Expenses (MOOE)	27,500,000	27,398,000	(102,000) b/
Capital Outlays (CO)	4,000,000	4,000,000	c/ -
Excess/Shortfall	P -	P 255,000	P 255,000

Footnote:

a/ Variance represents the following:

PIB	P 4,000	Pegged at P2,000 x number of positions
Monetization of leave credits	97,000	Chargeable against savings
Loyalty Award	10,000	Chargeable against savings
Rice subsidy	42,000	No legal basis
Total	P 153,000	

b/ MOOE level is computed considering actual/audited expenses for the previous years and the effects of inflation.

c/ Capital Outlays provision is intended for the following:

Purchase of one unit MAC Book Computer	P 1,000,000
Purchase of airconditioners	1,000,000
Building and room renovation	2,000,000
Total	P 4,000,000

The approval of the FY 2014 COB shall be subject to the following conditions:

- All expenditures, whether for current operating expenditures or for CO, shall be made within the limits of available funds realized from corporate receipts, authorized corporate borrowings and National Government budgetary support either in the form of subsidy, equity or loans outlays.
- Disbursements for personnel allowances/benefits shall be subject to the pertinent compensation laws, rules and regulations including E.O. Nos. 7 and 24 dated September 8, 2010 and February 10, 2011, respectively. Such expenditures shall also be conditioned on the relevant General Provisions of R.A. No. 10633, the FY 2014 GAA (ex. Representation and Transportation Allowance under Section 54, General Provisions), or any specific law or approval of the President of the Philippines or the Secretary of Budget and Management, as the case may be.
- Disbursements for extraordinary and miscellaneous expenses shall be subject to Section 41, General Provisions of R.A. No. 10633.
- For equipment items per Annual Equipment Procurement Program that require specific clearance/approval from the Agencies concerned (ex. National Computer Center for information technology equipment and Office of President/Department of Budget and Management/Supervising Department for motor vehicles), the same shall be secured before acquisition thereof in accordance with Corporate Budget Circular No. 17 dated February 9, 1996, National Budget Circular Nos. 446 and 446-A dated November 24, 1995 and January 30, 1998, respectively, Budget Circular No. 2010-2 dated March 1, 2010, Administrative Order (A.O.) No. 233 dated August 1, 2008, Office of the President Memorandum Circular No. 9 dated December 14, 2010 and A.O. No. 15 dated May 25, 2011, among others.

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5. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be observed.

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.

7. The pertinent laws, rules and regulations including those on compensation, procurement, budgeting, accounting and auditing shall be strictly followed. Compliance with all existing laws, rules and regulations shall be the responsibility of the implementing government corporation.

Recommending Approval:


LORENZO C. DRAPETE
Director

Approved:

By Authority of the Secretary:


LUZ M. CANTOR
Undersecretary

COB No. F4-14-004

Date:

JAN 29 2014

Department of Budget and Management

BTS



2014-S01292L

cc: The Chairman
Board of Trustees, PCED

Assistant Commissioner Lourdes M. Castillo
Commission on Audit (COA) - Central Office
COA Building, Quezon City

The Resident Auditor
PCED