

Philippine Institute for Development Studies
 ADMINISTRATIVE & FINANCE DEPARTMENT
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REPUBLIC OF THE PHILIPPINES
 DEPARTMENT OF BUDGET AND MANAGEMENT
 BONCODIN HALL, GEN. SOLANO ST. SAN MIGUEL, MANILA

CORPORATE OPERATING BUDGET
 Fiscal Year 2021

TO: PHILIPPINE INSTITUTE FOR DEVELOPMENT STUDIES (PIDS)

Your Corporate Operating Budget (COB) for Fiscal Year 2021 per Board Resolution No. 2021-05 dated March 15, 2021, submitted pursuant to Section 6 of Executive Order (E.O.) No. 518, series of 1979 and Section 19, Chapter 3, Book VI of E.O. No. 292, series of 1987, is hereby approved for a total amount of **FOUR HUNDRED FIFTY MILLION FOUR THOUSAND PESOS ONLY (P450,004,000.00)**, with details shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES:	P 485,680,000	P 485,680,000	P -
Corporate Funds	296,375,000	296,375,000	-
General Fund/NG Support	189,305,000	189,305,000	-
TOTAL USES:	P 485,680,000	P 450,004,000	P (35,676,000)
Personnel Services (PS)	180,352,000	150,189,000	(30,163,000) a/
Maintenance & Other Operating Exp. (MOOE)	120,621,000	115,108,000	(5,513,000) b/
Capital Outlays (CO)	184,707,000	184,707,000	c/ -
Excess / (Shortfall)	P -	P 35,676,000	P 35,676,000

Footnotes:

a/ The PS variance of P30,163,000 pertains to the requirements of the proposed twenty-eight (28) positions under the Monitoring, Evaluation and Learning Group which was not approved in view of the Rationalization Program's Standards and Guidelines per Executive Committee Resolution 1 (SEC IV, Item C – Allowable Staffing Actions) which provides that creation of positions must observe the Scrap and Build policy.

b/ The MOOE level was computed considering actual/audited expenses for the previous years and the effects of inflation, except for items covered by contracts and COA billing for Auditing Services which were recommended as proposed. Details of variance as follows:

Particulars	Amount
Repair and Maintenance - Leased Assets Improvement	300,000
Semi-expandable PPE	249,000
Water, Illumination and Power Service	343,000
Travelling Expense	1,839,000
Representation Expense	2,782,000
TOTAL	5,513,000

c/ The approved CO level is broken down as follows:

Particulars	Amount
Buildings and Other Infrastructure Outlay	173,823,000
Leasehold Improvement	500,000
Furniture, Fixtures, Equipment and Books Outlay	644,000
Information and Communications Technology Equipment	9,530,000
Communication Equipment	210,000
TOTAL	184,707,000

Notwithstanding the above indicated variances in PS and MOOE, the PIDS has the flexibility to modify its utilization within the DBM-approved budget level for each allotment class for items funded out of corporate funds. In case of those funded out of NG budgetary support, Section 72 of the General Provisions of RA No. 11518 on the rules on the modification in the allotment shall apply.

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

1. All expenditures, whether for current operating expenditures or COs, 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 contribution, 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.
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). Disbursement 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. 203 as amended by EO No. 36 (Suspending the Compensation and Position Classification System under EO No. 203; providing for Interim Compensation Adjustments, and for Other Purposes) for GOCCs covered by RA No. 10149. Such expenditures shall be subject to relevant conditions under the General Provisions of the annual GAA or any specific law or approval of the OP and/or Secretary of Budget and Management or the GCG, as the case may be.
4. Disbursements for Extraordinary and Miscellaneous Expenses and other MOOE expenditures shall be subject to relevant provision of the annual GAA, among others.
5. Collective Negotiations Agreement (CNA) may be granted to qualified personnel subject to the relevant provisions of the annual NEP/GAA and policies, rules and regulations issued by the DBM.
6. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, it is understood that the same shall be secured before acquisition thereof. Examples: Department of Information and Communications Technology for procurement of information and communication technology equipment covered by the GOCC's Information System Strategic Plan, and OP/Department of Budget and Management/Supervising Department for the purchase of MVs, in accordance with Corporate Budget Circular No. 17 dated February 9, 1996, Administrative Order (AO) No. 14 dated December 10, 2018; Budget Circular (BC) No. 2019-2 dated March 4, 2019; Office of the President Memorandum Circular No. 9 dated December 14, 2010. Further, the classification/s and specifications of subject MV shall be consistent with the provisions of BC No. 2019-3, BC No. 2019-2, and Annex B of BC No. 2017-1, among others.
7. Electronic payment shall be observed in the disbursement of corporate and public funds. In case the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
8. Notwithstanding the repeal of AO No. 103, existing laws, rules and regulations mandating the judicious and prudent use of government funds shall be observed. No irregular, unnecessary, extravagant, excessive and unconscionable expenses shall be incurred pursuant to A.O. No. 6 dated September 19, 2017.
9. 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.
10. Any and all officials and 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:



ELENA REGINA S. BRILLANTES
OIC-Director, BMB-C

Date:

Approved by:

By Authority of the Secretary:


TINA ROSE MARIE L. CANDA
Undersecretary

COB No. C3-21-0007

cc: The Chairman
Board of Trustees, PIDS

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

The Resident Auditor
COA - PIDS