



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

CORPORATE OPERATING BUDGET

Fiscal Year 2022

TO: PHILIPPINE INSTITUTE FOR DEVELOPMENT STUDIES (PIDS)

Your Corporate Operating Budget (COB) for FY 2022 per Board of Trustees Resolution No. 2022-02 dated March 2, 2022, 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 **THREE HUNDRED FIFTY-TWO MILLION TWO HUNDRED EIGHTY-FIVE THOUSAND PESOS ONLY (P352,285,000.00)**, details of which are shown below:

PARTICULARS	PROPOSAL (a)	APPROVED (b)	VARIANCE (c=b-a)
TOTAL SOURCES	P 457,984,000	P 457,984,000	P -
Corporate Funds	198,529,000	198,529,000	-
National Government (NG) Subsidy	259,455,000	259,455,000	-
TOTAL USES	P 457,984,000	P 352,285,000	P (105,699,000)
Personnel Services (PS)	148,467,000	148,467,000 a/	-
Maintenance & Other Operating Expenses (MOOE)	205,081,000	199,369,000 b/	(5,712,000)
Capital Outlays (CO)	104,436,000	4,449,000 c/	(99,987,000)
Excess / (Shortfall)	P -	P 105,699,000	P 105,699,000

Footnotes:

- a/ The recommended PS level is computed based on the third tranche of Salary Standardization Law V, adopting the basic salary authorized under Republic Act No. 11466 dated January 8, 2020, as PIDS is under the jurisdiction of the Department of Budget and Management
- b/ The recommended MOOE level is computed considering the prior years' performance on budget utilization, except for items covered by contracts which are recommended as proposed, and Extraordinary and Miscellaneous Expenses which are computed based on the prescribed rates in the FY 2022 General Appropriations Act.
- c/ The recommended CO level considers the implementation-readiness of the projects and activities under the respective CO items.


Notwithstanding the aforementioned variances in MOOE and CO, the PIDS 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:

- 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.
- 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.
- This approval shall not be construed as an authorization for specific expenditure items under PS which requires prior approval by the 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 General Provisions 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. For equipment outlays included in the Annual Procurement Program that require specific clearance/approval from the agencies concerned, 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 motor vehicles (MV), in accordance with Budget Circular (BC) No. 2022-1 dated February 11, 2022; 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; OP Memorandum Circular No. 9 dated December 14, 2010. Further, the classification/s and specifications of subject motor vehicle/s shall be consistent with the provisions of BC No. 2019-2, and Annex B of BC No. 2017-1, among others.
6. Electronic payment shall be observed in the disbursement of corporate and public funds. In case when the same is impracticable, the GOCC shall be allowed to continue with the existing payment scheme.
7. 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 AO No. 6 dated September 19, 2017.
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:


MARIA GRACE M. DELOS SANTOS
Director, BMB-C
Date: 12 August 2022

Approved by:

By Authority of the Secretary


TINA ROSE MARIE L. CANDIA
Undersecretary

cf:

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

COB No. C3-22-0020

Date: **AUG 16 2022**