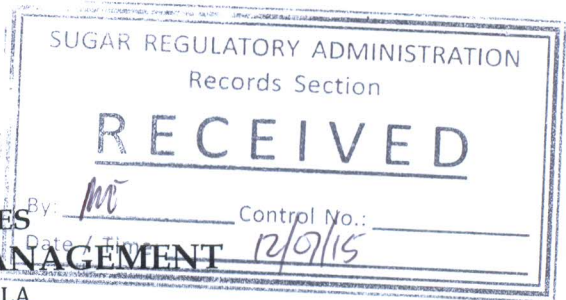




**REPUBLIC OF THE PHILIPPINES**  
**DEPARTMENT OF BUDGET AND MANAGEMENT**  
 GEN. SOLANO ST., SAN MIGUEL, MANILA



**CORPORATE OPERATING BUDGET**  
 Calendar Year 2015

**TO: SUGAR REGULATORY ADMINISTRATION (SRA)**

Your Corporate Operating Budget (COB) for Calendar Year 2015 per approved SRA Board Resolution Nos. 2015-056 dated March 16, 2015, 2015-119 dated May 15, 2015 and 2015-153 dated July 9, 2015, 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 not exceeding **FOUR HUNDRED SIXTY FOUR MILLION TWENTY FIVE THOUSAND PESOS ONLY (P464,025,000)** details of which are shown below:

Particulars	Proposal (a)	Approved (b)	Variance (c=b-a)
<b>TOTAL SOURCES:</b>	P 510,500,000	P 510,500,000	-
Corporate Funds	P 510,500,000	P 510,500,000	-
<b>TOTAL USES:</b>	P 510,500,000	P 464,025,000	(46,475,000)
Personnel Services (PS)	P 248,970,000	P 243,448,000	(5,522,000) <i>a/</i>
Maintenance and Other Operating Expenses (MOOE)	191,880,000	150,927,000	(40,953,000) <i>b/</i>
Capital Outlays (CO)	69,650,000	69,650,000	-
<b>Excess/Shortfall</b>	-	# 46,475,000	P <b>46,475,000</b>

**Footnotes:**

*a/* The variance of P5,522,000 refers to the following overprovisions:

Per Diem	P 66,000	
Productivity Incentive Benefits	862,000	No more PIB per DBM-CSC Joint Circular No. 2012-1 dated September 3, 2012
Food Subsidy	465,000	P1,000/mo. x 12 mos. x 431 filled positions
Subsistence allowance	3,940,000	Based on 2014 Approved DOST certificate
Philhealth Contributions	189,000	Based on PHIC Circular No. 1, s. of 2005
	<u>P 5,522,000</u>	

*b/* MOOE variance of P40,953,000 level was computed considering the actual/audited expenses for the previous years and effects of inflation.

*c/* CO is composed of the following:

Building and Structures Outlay	P 19,650,000
Office Equipment, Furniture and Fixtures	21,059,000
Machineries and Equipment Outlays	16,491,000
Transportation Equipment	12,450,000
	<u>P 69,650,000</u>

*d/* The purchase of nine (9) motor vehicles needs prior approval from the Office of the President (OP)/ DBM or Supervising Department, as the case, maybe. This will be acted upon separately.

**TO: SUGAR REGULATORY ADMINISTRATION (SRA)**

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

1. All expenditures, whether for current operating expenditures or 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 outlay.
2. Disbursements for personnel amelioration/benefit 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 Republic Act (R.A.) No. 10651, the FY 2015 General Appropriations Act (ex. Representation and Transportation Allowances under Section 56, General Provisions), or any specific law or approval of the President of the Philippines or Secretary of Budget and Management, as the case maybe.
3. Disbursement for extraordinary and miscellaneous expenses shall be subject to Section 41, General Provisions of R.A. No. 10651
4. 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 the 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.
5. The fiscal discipline measures prescribed under A.O. No. 103 dated August 31, 2004 shall be strictly observed.
6. 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, BMB-GGS

Approved:  
By Authority of the Secretary

  
LUZ M. CANTOR  
Undersecretary

Date:

NOV 11 2015

COB No. C1-15-0026

cc: The Chairman  
Board of Directors, SRA

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

The Resident Auditor  
COA - SRA

Department of Budget and Management  
BTS



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